

99TH CONGRESS } HOUSE OF REPRESENTATIVES { REPORT  
1st Session } { 99-450

*W. J. Whitten*

HOUSE JOINT RESOLUTION 465, FURTHER CONTINUING  
APPROPRIATIONS FOR FISCAL YEAR 1986

DECEMBER 19, 1985.—Ordered to be printed

Mr. WHITTEN, from the committee of conference,  
submitted the following

CONFERENCE REPORT

[To accompany H.J. Res. 465]

The committee of conference on the disagreeing votes of the two Houses on the amendments of the Senate to the bill (H.J. Res. 465) making further continuing appropriations for the fiscal year 1986, and for other purposes, having met, after full and free conference, have agreed to recommend and do recommend to their respective Houses as follows:

That the Senate recede from its amendments numbered 3, 5, 11, 15, 16, 27, 28, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 48, 52, 53, 54, 55, 59, 63, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 86, 87, 88, 89, 90, 91, 92, 93, 94, 95, 96, 97, 98, 99, 100, 101, 106, 116, 121, 122, and 134.

That the House recede from its disagreement to the amendments of the Senate numbered 9, 12, 17, 18, 19, 20, 21, 25, 61, 118, 119, and 120, and agree to the same.

Amendment numbered 1:

That the House recede from its disagreement to the amendment of the Senate numbered 1, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment insert the following:

*(a) Such amounts as may be necessary for programs, projects, or activities provided for in the Agriculture, Rural Development, and Related Agencies Appropriations Act, 1986 (H.R. 3037), to the extent and in the manner provided for in the conference report and joint explanatory statement of the Committee on Conference (House Report Numbered 99-439), as filed in the House of Representatives on December 12, 1985, as if such Act had been enacted into law.*

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*Notwithstanding any other provision of this Joint Resolution, each appropriation item in the referenced bill (H.R. 3037) made available under this subsection may be reduced by six-tenths of one percentum, if applied to every appropriation item, rounded to the nearest thousands of dollars, except for the following appropriations: Child Nutrition Programs and Special Milk Program which are true entitlements: Provided, That such reductions if made shall be applied proportionally to each program, project, and activity as set forth in the conference agreement (H. Rept. 99-439).*

And the Senate agree to the same.

Amendment numbered 2:

That the House recede from its disagreement to the amendment of the Senate numbered 2, and agree to the same with an amendment, as follows:

Delete the matter proposed by the House and stricken by the Senate and delete the matter proposed by the Senate; and the Senate agree to the same.

Amendment numbered 4:

That the House recede from its disagreement to the amendment of the Senate numbered 4, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment, insert the following:

*(b) such amounts as may be necessary for programs, projects or activities provided for in the Department of Defense Appropriations Act, 1986, at a rate of operations and to the extent and in the manner provided as follows, to be effective as if it had been enacted into law as the regular appropriation Act:*

*An act making appropriations for the Department of Defense for the fiscal year ending September 30, 1986, and for other purposes*

#### TITLE I

##### MILITARY PERSONNEL

###### MILITARY PERSONNEL, ARMY

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Army on active duty (except members of reserve components provided for elsewhere), cadets, and aviation cadets; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund; \$21,078,169,000.*

###### MILITARY PERSONNEL, NAVY

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Navy on active duty (except members of the Reserve pro-*

*vided for elsewhere), midshipmen, and aviation cadets; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund; \$15,917,144,000.*

#### *MILITARY PERSONNEL, MARINE CORPS*

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Marine Corps on active duty (except members of the Reserve provided for elsewhere); and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund; \$4,870,016,000.*

#### *MILITARY PERSONNEL, AIR FORCE*

*For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Air Force on active duty (except members of reserve components provided for elsewhere), cadets, and aviation cadets; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund; \$17,744,770,000.*

#### *RESERVE PERSONNEL, ARMY*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Army Reserve on active duty under sections 265, 3019, and 3033 of title 10, United States Code, or while serving on active duty under section 672(d) of title 10, United States Code, in connection with performing duty specified in section 678(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty or other duty, and for members of the Reserve Officers' Training Corps, and expenses authorized by section 2131 of title 10, United States Code, as authorized by law; and for payments to the Department of Defense Military Retirement Fund; \$2,178,564,000.*

#### *RESERVE PERSONNEL, NAVY*

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Naval Reserve on active duty under section 265 of title 10, United States Code, or while serving on active duty under section 672(d) of title 10, United States Code, in connection with performing duty specified in section 678(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty, and for members of the Reserve Officers' Training Corps, and expenses authorized by section 2131 of title 10, United States Code, as authorized by law; and for payments to the Department of Defense Military Retirement Fund; \$1,267,734,000.*

**RESERVE PERSONNEL, MARINE CORPS**

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Marine Corps Reserve on active duty under section 265 of title 10, United States Code, or while serving on active duty under section 672(d) of title 10, United States Code, in connection with performing duty specified in section 678(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty, and for members of the Marine Corps platoon leaders class, and expenses authorized by section 2131 of title 10, United States Code, as authorized by law; and for payments to the Department of Defense Military Retirement Fund; \$272,250,000.*

**RESERVE PERSONNEL, AIR FORCE**

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Air Force Reserve on active duty under sections 265, 8019, and 8033 of title 10, United States Code, or while serving on active duty under section 672(d) of title 10, United States Code, in connection with performing duty specified in section 678(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty or other duty, and for members of the Air Reserve Officers' Training Corps, and expenses authorized by section 2131 of title 10, United States Code, as authorized by law; and for payments to the Department of Defense Military Retirement Fund; \$584,430,000.*

**NATIONAL GUARD PERSONNEL, ARMY**

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Army National Guard while on duty under section 265, 3033, or 3496 of title 10 or section 708 of title 32, United States Code, or while serving on duty under section 672(d) of title 10 or section 502(f) of title 32, United States Code, in connection with performing duty specified in section 678(a) of title 10, United States Code, or while undergoing training, or while performing drills or equivalent duty or other duty, and expenses authorized by section 2131 of title 10, United States Code, as authorized by law; and for payments to the Department of Defense Military Retirement Fund; \$3,066,568,000.*

**NATIONAL GUARD PERSONNEL, AIR FORCE**

*For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Air National Guard on duty under section 265, 8033, or 8496 of title 10 or section 708 of title 32, United States Code, or while serving on duty under section 672(d) of title 10 or section 502(f) of title 32, United States Code, in connection with performing duty specified in section 678(a) of title 10, United States Code, or while undergoing training, or while performing drills or equivalent duty or other duty, and expenses authorized by section 2131 of title 10, United States Code, as authorized by law; and for payments to the Department of Defense Military Retirement Fund; \$926,716,000.*



**TITLE II**

**OPERATION AND MAINTENANCE**

**OPERATION AND MAINTENANCE, ARMY**

*For expenses, not otherwise provided for, necessary for the operation and maintenance of the Army, as authorized by law; and not to exceed \$12,642,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Army, and payments may be made on his certificate of necessity for confidential military purposes; \$18,975,507,000, of which not less than \$1,471,600,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, NAVY**

*For expenses, not otherwise provided for, necessary for the operation and maintenance of the Navy and the Marine Corps, as authorized by law; and not to exceed \$3,787,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Navy, and payments may be made on his certificate of necessity for confidential military purposes; \$24,477,071,000, of which not less than \$770,000,000 shall be available only for the maintenance of real property facilities, and of which \$100,000,000 shall be available only to reimburse United States Coast Guard Operating Expenses for operations and training relating to the Coast Guard's defense and military readiness missions: Provided, That of the total amount of this appropriation made available for the alteration, overhaul, and repair of naval vessels, not more than \$3,650,000,000 shall be available for the performance of such work in Navy shipyards: Provided further, That from the amounts of this appropriation for the alteration, overhaul and repair of naval vessels, funds shall be available for a test program to acquire the overhaul of four or more vessels by competition between public and private shipyards. The Secretary of the Navy shall certify, prior to award of a contract under this test, that the successful bid includes comparable estimates of all direct and indirect costs for both public and private shipyards. Competition under such test program shall not be subject to section 502 of the Department of Defense Authorization Act, 1981, as amended, or Office of Management and Budget Circular A-76: Provided further, That funds herein provided shall be available for payments in support of the LEASAT program in accordance with the terms of the Aide Memoire, dated January 5, 1981: Provided further, That obligations incurred or to be incurred hereafter for termination liability and charter hire in connection with the TAKX and T-5 programs, for which the Navy has already entered into agreement for charter and time charters including conversion or construction related to such agreements or charters shall, for the purposes of title 31, United States Code, (1) in regard to and so long as the Government remains liable for termination costs, be considered as obligations in the current Operation and Maintenance, Navy, appropriation account, to be held in reserve in the event such termination liability is incurred, in an amount equal to 10 per centum of the outstanding termination li-*

*ability, and (2) in regard to charter hire, be considered obligations in the Navy Industrial Fund with an amount equal to the estimated charter hire for the then current fiscal year recorded as an obligation against such fund. Obligations of the Navy under such time charters are general obligations of the United States secured by its full faith and credit.*

**OPERATION AND MAINTENANCE, MARINE CORPS**

*For expenses, not otherwise provided for, necessary for the operation and maintenance of the Marine Corps, as authorized by law; \$1,612,050,000, of which not less than \$238,000,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, AIR FORCE**

*For expenses, not otherwise provided for, necessary for the operation and maintenance of the Air Force, as authorized by law, including the lease and associated maintenance of replacement aircraft for the CT-39 aircraft to the same extent and manner as authorized for service contracts by section 2306(g), title 10, United States Code; and not to exceed \$5,556,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Air Force, and payments may be made on his certificate of necessity for confidential military purposes; \$19,536,813,000, of which not less than \$1,385,000,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, DEFENSE AGENCIES**

*For expenses, not otherwise provided for, necessary for the operation and maintenance of activities and agencies of the Department of Defense (other than the military departments), as authorized by law; \$7,432,569,000, of which not to exceed \$11,117,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of Defense, and payments may be made on his certificate of necessity for confidential military purposes: Provided, That not less than \$91,147,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, ARMY RESERVE**

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Army Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$780,100,000, of which not less than \$49,865,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, NAVY RESERVE**

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Navy Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation;*

*care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$894,950,000, of which not less than \$37,100,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, MARINE CORPS RESERVE**

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Marine Corps Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$57,200,000, of which not less than \$2,850,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, AIR FORCE RESERVE**

*For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Air Force Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications; \$902,700,000, of which not less than \$22,200,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD**

*For expenses of training, organizing, and administering the Army National Guard, including medical and hospital treatment and related expenses in non-Federal hospitals; maintenance, operation, and repairs to structures and facilities; hire of passenger motor vehicles; personnel services in the National Guard Bureau; travel expenses (other than mileage), as authorized by law for Army personnel on active duty, for Army National Guard division, regimental, and battalion commanders while inspecting units in compliance with National Guard regulations when specifically authorized by the Chief, National Guard Bureau; supplying and equipping the Army National Guard as authorized by law; and expenses of repair, modification, maintenance, and issue of supplies and equipment (including aircraft); \$1,652,800,000, of which not less than \$57,300,000 shall be available only for the maintenance of real property facilities.*

**OPERATION AND MAINTENANCE, AIR NATIONAL GUARD**

*For operation and maintenance of the Air National Guard, including medical and hospital treatment and related expenses in non-Federal hospitals; maintenance, operation, repair, and other necessary expenses of facilities for the training and administration of the Air National Guard, including repair of facilities, maintenance, operation, and modification of aircraft; transportation of things; hire of passenger motor vehicles; supplies, materials, and equipment, as authorized by law for the Air National Guard; and expenses incident to the maintenance and use of supplies, materials,*

*and equipment, including such as may be furnished from stocks under the control of agencies of the Department of Defense; travel expenses (other than mileage) on the same basis as authorized by law for Air National Guard personnel on active Federal duty, for Air National Guard commanders while inspecting units in compliance with National Guard regulations when specifically authorized by the Chief, National Guard Bureau; \$1,806,200,000, of which not less than \$37,000,000 shall be available only for the maintenance of real property facilities.*

**NATIONAL BOARD FOR THE PROMOTION OF RIFLE PRACTICE, ARMY**

*For the necessary expenses, in accordance with law, for construction, equipment, and maintenance of rifle ranges; the instruction of citizens in marksmanship; the promotion of rifle practice; and the travel of rifle teams, military personnel, and individuals attending regional, national, and international competitions; not to exceed \$920,000, of which not to exceed \$7,500 shall be available for incidental expenses of the National Board; and from other funds provided in this Act, not to exceed \$680,000 worth of ammunition may be issued under authority of title 10, United States Code, section 4311: Provided, That competitors at national matches under title 10, United States Code, section 4312, may be paid subsistence and travel allowances in excess of the amounts provided under title 10, United States Code, section 4313.*

**CLAIMS, DEFENSE**

*For payment, not otherwise provided for, of claims authorized by law to be paid by the Department of Defense (except for civil functions), including claims for damages arising under training contracts with carriers, and repayment of amounts determined by the Secretary concerned, or officers designated by him, to have been erroneously collected from military and civilian personnel of the Department of Defense, or from States, territories, or the District of Columbia, or members of the National Guard units thereof; \$143,300,000.*

**COURT OF MILITARY APPEALS, DEFENSE**

*For salaries and expenses necessary for the United States Court of Military Appeals; \$3,200,000, and not to exceed \$1,500 can be used for official representation purposes.*

**TENTH INTERNATIONAL PAN AMERICAN GAMES**

*For logistical support and personnel services (other than pay and nontravel related allowances of members of the Armed Forces of the United States, except for members of the Reserve components thereof called or ordered to active duty to provide support for the Tenth International Pan American Games) provided by any component of the Department of Defense to the Tenth International Pan American Games; \$10,000,000.*

*ENVIRONMENTAL RESTORATION, DEFENSE*

*For the Department of Defense; \$379,100,000, to remain available until transferred: Provided, That the Secretary of Defense shall, upon determining that such funds are required for environmental restoration and hazardous waste disposal operations, reduction and recycling of hazardous waste, research and development associated with hazardous wastes and removal of unsafe buildings and debris of the Department of Defense, or for similar purposes (including programs and operations at sites formerly used by the Department of Defense), transfer the funds made available by this appropriation to other appropriations made available to the Department of Defense as the Secretary may designate, to be merged with and to be available for the same purposes and for the same time period as the appropriations of funds to which transferred: Provided further, That upon a determination that all or part of the funds transferred pursuant to this provision are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation.*

*TITLE III*

*PROCUREMENT*

*AIRCRAFT PROCUREMENT, ARMY*

*For construction, procurement, production, modification, and modernization of aircraft, equipment, including ordnance, ground handling equipment, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$3,524,200,000, to remain available for obligation until September 30, 1988.*

*MISSILE PROCUREMENT, ARMY*

*For construction, procurement, production, modification, and modernization of missiles, equipment, including ordnance, ground handling equipment, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, as follows:*

*Chaparral program, \$57,500,000;  
Other Missile Support, \$5,000,000;  
Patriot program, \$963,400,000;  
Stinger program, \$258,500,000;  
Laser Hellfire program, \$234,200,000;*

*TOW program, \$190,500,000;*  
*Pershing II program, \$236,300,000;*  
*MLRS program, \$531,900,000;*  
*Modification of missiles, \$196,800,000;*  
*Spares and repair parts, \$312,000,000;*  
*Support equipment and facilities, \$56,632,000;*

*In all: \$2,904,332,000, to remain available for obligation until September 30, 1988: Provided, That within the total amount appropriated, the subdivisions within this appropriation shall be reduced by \$138,400,000.*

**PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES, ARMY**

*For construction, procurement, production, and modification of weapons and tracked combat vehicles, equipment, including ordnance, spare parts and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$4,684,800,000, to remain available for obligation until September 30, 1988.*

**PROCUREMENT OF AMMUNITION, ARMY**

*For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized in military construction authorization Acts or authorized by section 2854, title 10, United States Code, and the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes; \$2,497,200,000, to remain available for obligation until September 30, 1988: Provided, That none of the funds provided herein may be obligated or expended for production base projects until the Secretary of the Army has submitted to the Committees on Appropriations of the House of Representatives and the Senate a specific funding and program plan for RDX modernization which responds to congressional requirements on program phasing and direction concerning full funding, and which provides for initiation of site specific work at Louisiana Army Ammunition Plant not later than June 30, 1986.*

**OTHER PROCUREMENT, ARMY**

*For construction, procurement, production, and modification of vehicles, including tactical, support, and nontracked combat vehicles; the purchase of not to exceed two thousand four hundred and*

*sixty-four passenger motor vehicles for replacement only; communications and electronic equipment; other support equipment; spare parts, ordnance, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, as follows:*

*Tactical and support vehicles, \$965,397,000;  
Communications and electronics equipment, \$2,868,859,000;  
Other support equipment, \$1,341,000,000;  
Non-centrally managed items, \$105,300,000;*

*In all: \$5,275,556,000, to remain available for obligation until September 30, 1988: Provided, That within the total amount appropriated, the subdivisions within this appropriation shall be reduced by \$5,000,000.*

#### **AIRCRAFT PROCUREMENT, NAVY**

*For construction, procurement, production, modification, and modernization of aircraft, equipment, including ordnance, spare parts, and accessories therefor; specialized equipment; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; \$11,175,678,000, to remain available for obligation until September 30, 1988: Provided, That \$322,871,000 shall be available only for the procurement of nine new P-3C anti-submarine warfare aircraft: P-3C further, That six P-3C aircraft shall be for the Naval Reserve.*

#### **WEAPONS PROCUREMENT, NAVY**

*For construction, procurement, production, modification, and modernization of missiles, torpedoes, other weapons, and related support equipment including spare parts, and accessories therefor; expansion of public and private plants, including the land necessary therefor, and such lands and interest therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway, as follows:*

*Poseidon, \$5,001,000;  
TRIDENT I, \$36,226,000;  
TRIDENT II, \$581,986,000;  
Support equipment and facilities, \$17,107,000;  
Tomahawk, \$724,804,000;  
AIM/RIM-7 F/M Sparrow, \$359,200,000;  
AIM-9L/M Sidewinder, \$125,800,000;  
AIM-54A/C Phoenix, \$343,600,000;*

*AIM-54A/C Phoenix advance procurement, \$24,800,000;*  
*AGM-84A Harpoon, \$314,873,000;*  
*AGM-88A HARM, \$236,000,000;*  
*SM-1 MR, \$20,300,000;*  
*SM-2 MR, \$509,719,000;*  
*SM-2 ER, \$303,200,000;*  
*Sidearm, \$30,500,000;*  
*Hellfire, \$51,768,000;*  
*Laser Maverick, \$173,458,000;*  
*IIR Maverick, \$27,809,000;*  
*Aerial targets, \$105,600,000;*  
*Drones and decoys, \$29,400,000;*  
*Other missile support, \$12,309,000;*  
*Modification of missiles, \$64,933,000;*  
*Support equipment and facilities, \$86,210,000;*  
*Ordnance support equipment, \$16,289,000;*  
*MK-48 ADCAP torpedo program, \$417,437,000;*  
*MK-46 torpedo program, \$125,115,000;*  
*MK-60 CAPTOR mine program, \$59,600,000;*  
*MK-30 mobile target program, \$18,600,000;*  
*MK-38 mini-mobile target program, \$3,499,000;*  
*Antisubmarine rocket (ASROC) program, \$15,551,000;*  
*Modification of torpedoes, \$115,055,000;*  
*Torpedo support equipment program, \$70,575,000;*  
*MK-15 close-in weapons system program, \$150,146,000;*  
*MK-75 gun mount program, \$17,905,000;*  
*MK-19 machine gun program, \$1,196,000;*  
*25mm gun mount, \$5,501,000;*  
*Small arms and weapons, \$11,305,000;*  
*Modification of guns and gun mounts, \$58,117,000;*  
*Guns and gun mounts support equipment program,*  
*\$1,200,000;*  
*Spares and repair parts, \$166,601,000;*

*In all: \$5,227,795,000, to remain available for obligation until September 30, 1988: Provided, That within the total amount appropriated, the subdivisions within this appropriation shall be reduced by \$210,500,000.*

#### *SHIPBUILDING AND CONVERSION, NAVY*

*For expenses necessary for the construction, acquisition, or conversion of vessels as authorized by law, including armor and armament thereof, plant equipment, appliances, and machine tools and installation thereof in public and private plants; reserve plant and Government and contractor-owned equipment layaway; procurement of critical, long leadtime components and designs for vessels to be constructed or converted in the future; and expansion of public and private plants, including land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title, as follows:*

*TRIDENT ballistic missile submarine program,*  
*\$1,354,700,000;*  
*SSN-688 attack submarine program, \$2,609,600,000;*  
*Battleship reactivation program, \$469,000,000;*



*Aircraft carrier service life extension program, \$52,000,000;*  
*CG-47 cruiser program, \$2,652,500,000;*  
*DDG-51 destroyer program, \$74,000,000: Provided, That the Secretary of the Navy shall select a second source, by the most expeditious means available, for the CG-47 and DDG-51 SPY-1 radar; AEGIS production test center, shipyard and shipboard combat system integration; AEGIS color graphic display systems; solid state frequency converters; and propellers in order to begin competition between the current contractors and the second source contractors in fiscal year 1988: Provided further, That any such selection shall not adversely affect the CG-47 and DDG-51 shipbuilding program schedule and costs;*  
*LSD-41 landing ship dock program, \$403,400,000;*  
*LHD-1 amphibious assault ship program, \$1,313,600,000;*  
*MCM mine countermeasures ship program, \$197,200,000;*  
*MSH coastal mine hunter program, \$184,500,000;*  
*T-AO fleet oiler program, \$278,500,000;*  
*T-AGOS ocean surveillance ship program, \$115,100,000;*  
*T-AG acoustic research ship program, \$57,000,000;*  
*ARTB nuclear reactor training ship conversion program, \$175,400,000;*  
*T-ACS auxiliary crane ship conversion program, \$82,500,000;*  
*T-AVB logistic support ship program, \$26,900,000;*  
*LCAC landing craft program, \$307,000,000;*  
*Strategic sealift program, \$228,400,000;*  
*For craft, outfitting, post delivery, and cost growth, \$500,800,000;*

*In all: \$10,840,400,000, to remain available for obligation until September 30, 1990: Provided, That within the total amount appropriated, the subdivisions within this appropriation shall be reduced by \$241,700,000: Provided further, That additional obligations may be incurred after September 30, 1990, for engineering services, tests, evaluations, and other such budgeted work that must be performed in the final stage of ship construction; and each Shipbuilding and Conversion, Navy, appropriation that is currently available for such obligations may also hereafter be so obligated after the date of its expiration: Provided further, That none of the funds herein provided for the construction or conversion of any naval vessel to be constructed in shipyards in the United States shall be expended in foreign shipyards for the construction of major components of the hull or superstructure of such vessel: Provided further, That none of the funds herein provided shall be used for the construction of any naval vessel in foreign shipyards: Provided further, That of the funds appropriated in fiscal year 1983 for the FFG-7 guided missile frigate program, \$40,000,000 previously available only for an X-band phased array radar shall be available for the fiscal year 1984 guided missile frigate program (FFG-61). The FFG-61 shall be equipped with the MK-92 fire control system, Phase II update.*

#### **OTHER PROCUREMENT, NAVY**

*For procurement, production, and modernization of support equipment and materials not otherwise provided for, Navy ordnance and ammunition (except ordnance for new aircraft, new ships, and ships*

*authorized for conversion); the purchase of not to exceed nine hundred and twenty-four passenger motor vehicles of which eight hundred and twenty-five shall be for replacement only; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway, as follows:*

*Ship support equipment, \$923,806,000;*  
*Communications and electronics equipment, \$2,096,302,000;*  
*Aviation support equipment, \$1,133,019,000;*  
*Ordnance support equipment, \$1,349,747,000;*  
*Civil engineering support equipment, \$232,558,000;*  
*Supply support equipment, \$58,917,000;*  
*Personnel and command support equipment, \$434,143,000;*  
*Spares and repair parts, \$279,838,000;*  
*Non-centrally managed items, \$125,300,000;*

*In all: \$6,377,630,000, to remain available for obligation until September 30, 1988: Provided, That within the total amount appropriated, the subdivisions within this appropriation shall be reduced by \$256,000,000.*

#### **COASTAL DEFENSE AUGMENTATION**

*For the augmentation of United States Coast Guard inventories to meet national security requirements, \$235,000,000, to remain available until expended: Provided, That these funds shall be for the procurement by the Department of Defense of vessels, aircraft, and equipment and for modernization of existing Coast Guard assets, to be made available to the Coast Guard for operation and maintenance.*

#### **PROCUREMENT, MARINE CORPS**

*For expenses necessary for the procurement, manufacture, and modification of missiles, armament, ammunition, military equipment, spare parts, and accessories therefor; plant equipment, appliances, and machine tools, and installation thereof in public and private plants; reserve plant and Government and contractor-owned equipment layaway; vehicles for the Marine Corps, including purchase of not to exceed two hundred and three passenger motor vehicles for replacement only; and expansion of public and private plants, including land necessary therefor, and such lands, and interests therein, may be acquired and construction prosecuted thereon prior to approval of title; \$1,660,766,000, to remain available for obligation until September 30, 1988.*

#### **AIRCRAFT PROCUREMENT, AIR FORCE**

*For construction, procurement, and modification of aircraft and equipment, including armor and armament, specialized ground handling equipment, and training devices, spare parts, and accessories therefor; specialized equipment; expansion of public and private plants, Government-owned equipment and installation thereof in*

*such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes including rents and transportation of things; \$23,255,424,000, to remain available for obligation until September 30, 1988, of which \$200,000,000 shall be available only to initiate the air defense aircraft competition authorized by law: Provided, That of the amounts appropriated not to exceed \$280,000,000 shall be available for competitive procurement of Air Force One mission replacement aircraft: Provided further, That none of the funds in this Act may be obligated on B-1B bomber production contracts if such contracts would cause the production portion of the Air Force's \$20,500,000,000 estimate for the B-1B bomber baseline costs expressed in fiscal year 1981 constant dollars to be exceeded: Provided further, That funds appropriated by this Act may be applied to a follow-on multiyear contract for F-16 production in which contract options shall be included to adjust the multiyear contract to accommodate the results of the air defense aircraft competition; such competition shall be completed no later than July 1, 1986, and a contract awarded within sixty days thereafter.*

#### **MISSILE PROCUREMENT, AIR FORCE**

*For construction, procurement, and modification of missiles, spacecraft, rockets, and related equipment, including spare parts and accessories therefor, ground handling equipment, and training devices; expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes including rents and transportation of things; \$8,312,442,000, to remain available for obligation until September 30, 1988.*

#### **OTHER PROCUREMENT, AIR FORCE**

*For procurement and modification of equipment (including ground guidance and electronic control equipment, and ground electronic and communication equipment), and supplies, materials, and spare parts therefor, not otherwise provided for; the purchase of not to exceed eight hundred and forty-nine passenger motor vehicles of which eight hundred and one shall be for replacement only; and expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon, prior to approval of title; reserve plant and Government and contractor-owned equipment layaway, as follows:*

*Munitions and associated equipment, \$1,239,877,000;  
Vehicular equipment, \$340,869,000;*

*Electronics and telecommunications equipment,  
\$2,608,650,000;*

*Other base maintenance and support equipment,  
\$4,626,287,000;*

*Non-centrally managed items, \$54,700,000;*

*In all: \$8,571,383,000, to remain available for obligation until September 30, 1988: Provided, That within the total amount appropriated, the subdivisions within this appropriation shall be reduced by \$299,000,000: Provided further, That no obligation may be incurred for the procurement of 30mm armor piercing ammunition unless there is component breakout for the depleted uranium penetrator.*

#### *NATIONAL GUARD AND RESERVE EQUIPMENT*

*For procurement of aircraft, missiles, tracked combat vehicles, ammunition, other weapons, and other procurement for the reserve components of the Armed Forces, as follows:*

*Army Reserve, \$365,000,000;*

*Army National Guard, \$531,800,000, of which, subject to enactment of authorizing legislation, not more than \$40,000,000 may be used for minor projects to facilitate the delivery, storage, training and maintenance of Army National Guard equipment;*

*Air National Guard, \$255,000,000;*

*Naval Reserve, \$100,000,000;*

*Marine Corps Reserve, \$70,000,000;*

*Air Force Reserve, \$180,000,000;*

*In all: \$1,501,800,000, to remain available for obligation until September 30, 1988.*

#### *PROCUREMENT, DEFENSE AGENCIES*

*For expenses of activities and agencies of the Department of Defense (other than the military departments) necessary for procurement, production, and modification of equipment, supplies, materials, and spare parts therefor, not otherwise provided for; the purchase of not to exceed four hundred and ninety passenger motor vehicles of which two hundred and fifty-one shall be for replacement only; expansion of public and private plants, equipment, and installation thereof in such plants, erection of structures, and acquisition of land for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; \$1,302,740,000, to remain available for obligation until September 30, 1988.*

#### *DEFENSE PRODUCTION ACT PURCHASES*

*For purchases or commitments to purchase metals, minerals, or other materials by the Department of Defense pursuant to section 303 of the Defense Production Act of 1950, as amended (50 U.S.C. App. 2093); \$31,000,000, to remain available for obligation until September 30, 1988.*

*NATO COOPERATIVE DEFENSE PROGRAMS*

*For acquisition of point air defense of United States airbases and other critical United States military facilities in Italy; \$15,000,000, to remain available for obligation until September 30, 1988.*

*TITLE IV*

*RESEARCH, DEVELOPMENT, TEST, AND EVALUATION*

*RESEARCH, DEVELOPMENT, TEST, AND EVALUATION, ARMY*

*For expenses necessary for basic and applied scientific research, development, test, and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment, as authorized by law; \$4,798,172,000, of which \$17,000,000 is available only for completing development, transitioning into low-rate initial production, and initial procurement of shipsets required to arm UH-60 Blackhawk helicopters with Hellfire missiles, to remain available for obligation until September 30, 1987.*

*RESEARCH, DEVELOPMENT, TEST, AND EVALUATION, NAVY*

*For expenses necessary for basic and applied scientific research, development, test, and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment, as authorized by law; \$10,065,239,000, of which \$17,523,000 is available only for the Low Cost Anti-Radiation Seeker Program and \$5,500,000 is available only for the Laser Articulating Robotic System, to remain available for obligation until September 30, 1987.*

*RESEARCH, DEVELOPMENT, TEST, AND EVALUATION, AIR FORCE*

*For expenses necessary for basic and applied scientific research, development, test, and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment, as authorized by law; \$13,718,208,000, of which \$17,613,000 is available only for the Low Cost Seeker Program and \$5,000,000 is available only for the purpose of carrying out a research program to develop new and improved verification techniques to monitor compliance with any antisatellite weapon agreement that may be entered into by the United States and the Soviet Union, to remain available for obligation until September 30, 1987.*

*RESEARCH, DEVELOPMENT, TEST, AND EVALUATION, DEFENSE AGENCIES*

*For expenses of activities and agencies of the Department of Defense (other than the military departments), necessary for basic and applied scientific research, development, test, and evaluation; advanced research projects as may be designated and determined by the Secretary of Defense, pursuant to law; maintenance, rehabilitation, lease, and operation of facilities and equipment, as authorized by law; \$6,637,386,000, of which \$700,000 shall be available only for the purpose of carrying out, through the Office of Technology Assessment, a comprehensive classified study to be submitted to the Appropriations Committees of the House of Representatives and the*

*Senate, together with an unclassified version, no later than August 30, 1987, to determine the technological feasibility and implications, and the ability to survive and function despite a preemptive attack by an aggressor possessing comparable technology, of the Strategic Defense Initiative Program; and \$8,287,000 shall be available only for the joint Department of Defense-Department of Energy Conventional Munitions Technology Development Program, to remain available for obligation until September 30, 1987: Provided, That such amounts as may be determined by the Secretary of Defense to have been made available in other appropriations available to the Department of Defense during the current fiscal year for programs related to advanced research may be transferred to and merged with this appropriation to be available for the same purposes and time period: Provided further, That such amounts of this appropriation as may be determined by the Secretary of Defense may be transferred to carry out the purposes of advanced research to those appropriations for military functions under the Department of Defense which are being utilized for related programs to be merged with and to be available for the same time period as the appropriation to which transferred.*

**DIRECTOR OF TEST AND EVALUATION, DEFENSE**

*For expenses, not otherwise provided for, of independent activities of the Director of Defense Test and Evaluation in the direction and supervision of test and evaluation, including initial operational testing and evaluation; and performance of joint testing and evaluation; and administrative expenses in connection therewith; \$118,500,000, to remain available for obligation until September 30, 1987.*

**TITLE V**

**SPECIAL FOREIGN CURRENCY PROGRAM**

*For payment in foreign currencies which the Treasury Department determines to be excess to the normal requirements of the United States for expenses in carrying out programs of the Department of Defense, as authorized by law; \$2,100,000, to remain available for obligation until September 30, 1987: Provided, That this appropriation shall be available in addition to other appropriations to such Department, for payments in the foregoing currencies.*

**TITLE VI**

**REVOLVING AND MANAGEMENT FUNDS**

**ARMY STOCK FUND**

*For the Army stock fund; \$393,000,000.*

**NAVY STOCK FUND**

*For the Navy stock fund; \$638,500,000.*

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*MARINE CORPS STOCK FUND*

*For the Marine Corps stock fund; \$37,700,000.*

*AIR FORCE STOCK FUND*

*For the Air Force stock fund; \$415,900,000.*

*DEFENSE STOCK FUND*

*For the Defense stock fund; \$149,700,000.*

*ADP EQUIPMENT MANAGEMENT FUND*

*For the purchase of automatic data processing (ADP) equipment; \$100,000,000.*

*TITLE VII*

*RELATED AGENCIES*

*CENTRAL INTELLIGENCE AGENCY RETIREMENT AND DISABILITY SYSTEM FUND*

*For payment to the Central Intelligence Agency Retirement and Disability System Fund, to maintain proper funding level for continuing the operation of the Central Intelligence Agency Retirement and Disability System; \$101,400,000.*

*INTELLIGENCE COMMUNITY STAFF*

*For necessary expenses of the Intelligence Community Staff; \$22,083,000.*

*TITLE VIII*

*GENERAL PROVISIONS*

*SEC. 8001. The expenditure of any appropriation under this Act for any consulting service through procurement contract, pursuant to section 3109 of title 5, United States Code, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise provided under existing law, or under existing Executive order issued pursuant to existing law.*

*SEC. 8002. No part of any appropriation contained in this Act shall be used for publicity or propaganda purposes not authorized by the Congress.*

*SEC. 8003. During the current fiscal year, the Secretary of Defense and the Secretaries of the Army, Navy, and Air Force, respectively, if they should deem it advantageous to the national defense, and if in their opinions the existing facilities of the Department of Defense are inadequate, are authorized to procure services in accordance with section 3109 of title 5, United States Code, under regulations prescribed by the Secretary of Defense, and to pay in connection therewith travel expenses of individuals, including actual transportation and per diem in lieu of subsistence while traveling from their homes or places of business to official duty stations and return as*

may be authorized by law: Provided, That such contracts may be renewed annually.

*SEC. 8004.* During the current fiscal year, provisions of law prohibiting the payment of compensation to, or employment of, any person not a citizen of the United States shall not apply to personnel of the Department of Defense.

*SEC. 8005.* Appropriations for the Department of Defense for the current fiscal year and hereafter shall be available for: (a) expenses in connection with administration of occupied areas; (b) payment of rewards as authorized for the Navy by section 7209(a) of title 10, United States Code, for information leading to the discovery of missing naval property or the recovery thereof; (c) payment of deficiency judgments and interests thereon arising out of condemnation proceedings; (d) leasing of buildings and facilities including payment of rentals for special purpose space at the seat of government, and in the conduct of field exercises and maneuvers or, in administering the provisions of the Act of July 9, 1942 (56 Stat. 654; 43 U.S.C. 315q), rentals may be paid in advance; (e) payments under contracts for maintenance of tools and facilities for twelve months beginning at any time during the fiscal year; (f) maintenance of defense access roads certified as important to national defense in accordance with section 210 of title 23, United States Code; (g) the purchase of milk for enlisted personnel of the Department of Defense heretofore made available pursuant to section 202 of the Agricultural Act of 1949 (7 U.S.C. 1446a), and the cost of milk so purchased, as determined by the Secretary of Defense, shall be included in the value of the commuted ration; (h) payments under leases for real or personal property, including maintenance thereof when contracted for as a part of the lease agreement, for twelve months beginning at any time during the fiscal year; (i) the purchase of right-hand-drive vehicles not to exceed \$12,000 per vehicle; (j) payment of unusual cost overruns incident to ship overhaul, maintenance, and repair for ships inducted into industrial fund activities or contracted for in prior fiscal years: Provided, That the Secretary of Defense shall notify the Congress promptly prior to obligation of any such payments; (k) payments from annual appropriations to industrial fund activities and/or under contract for changes in scope of ship overhaul, maintenance, and repair after expiration of such appropriations, for such work either inducted into the industrial fund activity or contracted for in that fiscal year; and (l) payments for depot maintenance contracts for twelve months beginning at any time during the fiscal year.

*SEC. 8006.* Appropriations for the Department of Defense for the current fiscal year and hereafter shall be available for: (a) military courts, boards, and commissions; (b) utility services for buildings erected at private cost, as authorized by law, and buildings on military reservations authorized by regulations to be used for welfare and recreational purposes; and (c) exchange fees, and losses in the accounts of disbursing officers or agents in accordance with law.

*SEC. 8007.* The Secretary of Defense and each purchasing and contracting agency of the Department of Defense shall assist American small and minority-owned business to participate equitably in the furnishing of commodities and services financed with funds appropriated under this Act by increasing, to an optimum level, the re-



*sources and number of personnel jointly assigned to promoting both small and minority business involvement in purchases financed with funds appropriated herein, and by making available or causing to be made available to such businesses, information, as far in advance as possible, with respect to purchases proposed to be financed with funds appropriated under this Act, and by assisting small and minority business concerns to participate equitably as subcontractors on contracts financed with funds appropriated herein, and by otherwise advocating and providing small and minority business opportunities to participate in the furnishing of commodities and services financed with funds appropriated by this Act.*

*SEC. 8008. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.*

*SEC. 8009. During the current fiscal year and hereafter:*

*(a) The President may exempt appropriations, funds, and contract authorizations, available for military functions under the Department of Defense, from the provisions of section 1512 of title 31, United States Code, whenever he deems such action to be necessary in the interest of national defense.*

*(b) Upon determination by the President that such action is necessary, the Secretary of Defense is authorized to provide for the cost of an airborne alert as an excepted expense in accordance with the provisions of section 3732 of the Revised Statutes (41 U.S.C. 11).*

*(c) Upon determination by the President that it is necessary to increase the number of military personnel on active duty subject to existing laws beyond the number for which funds are provided in this Act, the Secretary of Defense is authorized to provide for the cost of such increased military personnel, as an excepted expense in accordance with the provisions of section 3732 of the Revised Statutes (41 U.S.C. 11).*

*(d) The Secretary of Defense shall immediately advise Congress of the exercise of any authority granted in this section, and shall report monthly on the estimated obligations incurred pursuant to subsections (b) and (c).*

*SEC. 8010. No part of the appropriations in this Act shall be available for any expense of operating aircraft under the jurisdiction of the armed forces for the purpose of proficiency flying, as defined in Department of Defense Directive 1340.4, except in accordance with regulations prescribed by the Secretary of Defense. Such regulations (1) may not require such flying except that required to maintain proficiency in anticipation of a member's assignment to combat operations and (2) such flying may not be permitted in cases of members who have been assigned to a course of instruction of ninety days or more.*

*SEC. 8011. No part of any appropriation contained in this Act shall be available for expense of transportation, packing, crating, temporary storage, drayage, and unpacking of household goods and personal effects in any one shipment having a net weight in excess of eighteen thousand pounds.*

*SEC. 8012. During the current fiscal year and hereafter, vessels under the jurisdiction of the Department of Transportation, the Department of the Army, the Department of the Air Force, or the Department of the Navy may be transferred or otherwise made avail-*

*able without reimbursement to any such agencies upon the request of the head of one agency and the approval of the agency having jurisdiction of the vessels concerned.*

*SEC. 8013. Not more than 20 per centum of the appropriations in this Act which are limited for obligation during the current fiscal year shall be obligated during the last two months of the fiscal year: Provided, That this section shall not apply to obligations for support of active duty training of civilian components or summer camp training of the Reserve Officers' Training Corps, or the National Board for the Promotion of Rifle Practice, Army, or to the appropriations provided in this Act for Claims, Defense.*

*SEC. 8014. During the current fiscal year the agencies of the Department of Defense may accept the use of real property from foreign countries for the United States in accordance with mutual defense agreements or occupational arrangements and may accept services furnished by foreign countries as reciprocal international courtesies or as services customarily made available without charge; and such agencies may use the same for the support of the United States forces in such areas without specific appropriation therefor.*

*In addition to the foregoing, agencies of the Department of Defense may accept real property, services, and commodities from foreign countries for the use of the United States in accordance with mutual defense agreements or occupational arrangements and such agencies may use the same for the support of the United States forces in such areas, without specific appropriations therefor: Provided, That the foregoing authority shall not be available for the conversion of heating plants from coal to oil at defense facilities in Europe: Provided further, That within thirty days after the end of each quarter the Secretary of Defense shall render to Congress and to the Office of Management and Budget a full report of such property, supplies, and commodities received during such quarter.*

*SEC. 8015. During the current fiscal year and hereafter, appropriations available to the Department of Defense for research and development may be used for the purposes of section 2353 of title 10, United States Code, and for purposes related to research and development for which expenditures are specifically authorized in other appropriations of the Service concerned.*

*SEC. 8016. No part of any appropriation contained in this Act, except for small purchases in amounts not exceeding \$10,000 shall be available for the procurement of any article of food, clothing, cotton, woven silk or woven silk blends, spun silk yarn for cartridge cloth, synthetic fabric or coated synthetic fabric, or wool (whether in the form of fiber or yarn or contained in fabrics, materials, or manufactured articles), or specialty metals including stainless steel flatware, or hand or measuring tools, not grown, reprocessed, reused, or produced in the United States or its possessions, except to the extent that the Secretary of the Department concerned shall determine that satisfactory quality and sufficient quantity of any articles of food or clothing or any form of cotton, woven silk and woven silk blends, spun silk yarn for cartridge cloth, synthetic fabric or coated synthetic fabric, wool, or specialty metals including stainless steel flatware, grown, reprocessed, reused, or produced in the United States or its possessions cannot be procured as and when needed at United States market prices and except procurements outside the United States in*

*support of combat operations, procurements by vessels in foreign waters, and emergency procurements or procurements of perishable foods by establishments located outside the United States for the personnel attached thereto: Provided, That nothing herein shall preclude the procurement of specialty metals or chemical warfare protective clothing produced outside the United States or its possessions when such procurement is necessary to comply with agreements with foreign governments requiring the United States to purchase supplies from foreign sources for the purposes of offsetting sales made by the United States Government or United States firms under approved programs serving defense requirements or where such procurement is necessary in furtherance of the standardization and interoperability of equipment requirements within NATO so long as such agreements with foreign governments comply, where applicable, with the requirements of section 36 of the Arms Export Control Act and with section 2457 of title 10, United States Code: Provided further, That nothing herein shall preclude the procurement of foods manufactured or processed in the United States or its possessions: Provided further, That no funds herein appropriated shall be used for the payment of a price differential on contracts hereafter made for the purpose of relieving economic dislocations: Provided further, That none of the funds appropriated in this Act shall be used except that, so far as practicable, all contracts shall be awarded on a formally advertised competitive bid basis to the lowest responsible bidder.*

*SEC. 8017. During the current fiscal year, appropriations available to the Department of Defense for pay of civilian employees shall be available for uniforms, or allowances therefor, as authorized by section 5901 of title 5, United States Code.*

*SEC. 8018. Funds provided in this Act for legislative liaison activities of the Department of the Army, the Department of the Navy, the Department of the Air Force, and the Office of the Secretary of Defense shall not exceed \$13,334,000 for the current fiscal year: Provided, That this amount shall be available for apportionment to the Department of the Army, the Department of the Navy, the Department of the Air Force, and the Office of the Secretary of Defense as determined by the Secretary of Defense: Provided further, That costs for military retired pay accrual shall be included within this limitation.*

*SEC. 8019. Of the funds made available by this Act for the services of the Military Airlift Command, \$100,000,000 shall be available only for procurement of commercial transportation service from carriers participating in the civil reserve air fleet program; and the Secretary of Defense shall utilize the services of such carriers which qualify as small businesses to the fullest extent found practicable: Provided, That the Secretary of Defense shall specify in such procurement, performance characteristics for aircraft to be used based upon modern aircraft operated by the civil reserve air fleet.*

**(TRANSFER OF FUNDS)**

*SEC. 8020. Upon determination by the Secretary of Defense that such action is necessary in the national interest, he may, with the approval of the Office of Management and Budget, transfer not to*

*exceed \$950,000,000 of working capital funds of the Department of Defense or funds made available in this Act to the Department of Defense for military functions (except military construction) between such appropriations or funds or any subdivision thereof, to be merged with and to be available for the same purposes, and for the same time period, as the appropriation or fund to which transferred: Provided, That such authority to transfer may not be used unless for higher priority items, based on unforeseen military requirements, than those for which originally appropriated and in no case where the item for which funds are requested has been denied by Congress: Provided further, That the Secretary of Defense shall notify the Congress promptly of all transfers made pursuant to this authority.*

**(TRANSFER OF FUNDS)**

*SEC. 8021. During the current fiscal year, cash balances in working capital funds of the Department of Defense established pursuant to section 2208 of title 10, United States Code, may be maintained in only such amounts as are necessary at any time for cash disbursements to be made from such funds: Provided, That transfers may be made between such funds in such amounts as may be determined by the Secretary of Defense, with the approval of the Office of Management and Budget, except that transfers between a stock fund account and an industrial fund account may not be made unless the Secretary of Defense has notified the Congress of the proposed transfer. Except in amounts equal to the amounts appropriated to working capital funds in this Act, no obligations may be made against a working capital fund to procure war reserve material inventory, unless the Secretary of Defense has notified the Congress prior to any such obligation.*

*SEC. 8022. None of the funds available to the Department of Defense shall be utilized for the conversion of heating plants from coal to oil at defense facilities in Europe.*

*SEC. 8023. No part of the funds in this Act shall be available to prepare or present a request to the Committees on Appropriations for reprogramming of funds, unless for higher priority items, based on unforeseen military requirements, than those for which originally appropriated and in no case where the item for which reprogramming is requested has been denied by the Congress.*

*SEC. 8024. None of the funds contained in this Act available for the Civilian Health and Medical Program of the Uniformed Services under the provisions of section 1079(a) of title 10, United States Code, shall be available for reimbursement of any physician or other authorized individual provider of medical care in excess of the eightieth percentile of the customary charges made for similar services in the same locality where the medical care was furnished, as determined for physicians in accordance with section 1079(h) of title 10, United States Code.*

*SEC. 8025. No appropriation contained in this Act may be used to pay for the cost of public affairs activities of the Department of Defense in excess of \$43,563,000: Provided, That costs for military retired pay accrual shall be included within this limitation.*

*SEC. 8026. None of the funds provided in this Act shall be available for the planning or execution of programs which utilize*

*amounts credited to Department of Defense appropriations or funds pursuant to the provisions of section 37(a) of the Arms Export Control Act representing payment for the actual value of defense articles specified in section 21(a)(1)(A) of that Act: Provided, That such amounts shall be credited to the Special Defense Acquisition Fund, as authorized by law, or, to the extent not so credited shall be deposited in the Treasury as miscellaneous receipts as provided in section 3302(b) of title 31, United States Code.*

*SEC. 8027. No appropriation contained in this Act shall be available to fund any costs of a Senior Reserve Officers' Training Corps unit—except to complete training of personnel enrolled in Military Science 4—which in its junior year class (Military Science 3) has for the four preceding academic years, and as of September 30, 1983, enrolled less than (a) seventeen students where the institution prescribes a four-year or a combination four- and two-year program; or (b) twelve students where the institution prescribes a two-year program: Provided, That, notwithstanding the foregoing limitation, funds shall be available to maintain one Senior Reserve Officers' Training Corps unit in each State and at each State-operated maritime academy: Provided further, That units under the consortium system shall be considered as a single unit for purposes of evaluation of productivity under this provision: Provided further, That enrollment standards contained in Department of Defense Directive 1215.8 for Senior Reserve Officers' Training Corps units, as revised during fiscal year 1981, may be used to determine compliance with this provision, in lieu of the standards cited above.*

*SEC. 8028. None of the funds appropriated by this Act for programs of the Central Intelligence Agency shall remain available for obligation beyond the current fiscal year, except for funds appropriated for the Reserve for Contingencies, which shall remain available until September 30, 1987.*

*SEC. 8029. None of the funds appropriated by this Act may be used to support more than 9,901 full-time and 2,603 part-time military personnel assigned to or used in the support of Morale, Welfare, and Recreation activities as described in Department of Defense Instruction 7000.12 and its enclosures, dated September 4, 1980.*

*SEC. 8030. All obligations incurred in anticipation of the appropriations and authority provided in this Act are hereby ratified and confirmed if otherwise in accordance with the provisions of this Act.*

*SEC. 8031. None of the funds appropriated by this Act or heretofore appropriated by any other Act shall be obligated or expended for the payment of anticipatory possession compensation claims to the Federal Republic of Germany other than claims listed in the 1973 agreement (commonly referred to as the Global Agreement) between the United States and the Federal Republic of Germany.*

*SEC. 8032. During the current fiscal year the Department of Defense may enter into contracts to recover indebtedness to the United States pursuant to section 3718 of title 31, United States Code.*

*SEC. 8033. None of the funds appropriated by this Act shall be available for a contract for studies, analyses, or consulting services entered into without competition on the basis of an unsolicited proposal unless the head of the activity responsible for the procurement determines:*

(a) as a result of thorough technical evaluation, only one source is found fully qualified to perform the proposed work, or

(b) the purpose of the contract is to explore an unsolicited proposal which offers significant scientific or technological promise, represents the product of original thinking, and was submitted in confidence by one source, or

(c) where the purpose of the contract is to take advantage of unique and significant industrial accomplishment by a specific concern, or to insure that a new product or idea of a specific concern is given financial support:

*Provided, That this limitation shall not apply to contracts in an amount of less than \$25,000, contracts related to improvements of equipment that is in development or production, or contracts as to which a civilian official of the Department of Defense, who has been confirmed by the Senate, determines that the award of such contract is in the interest of the national defense.*

*SEC. 8034. None of the funds appropriated by this Act shall be available to provide medical care in the United States on an inpatient basis to foreign military and diplomatic personnel or their dependents unless the Department of Defense is reimbursed for the costs of providing such care: Provided, That reimbursements for medical care covered by this section shall be credited to the appropriations against which charges have been made for providing such care, except that inpatient medical care may be provided in the United States without cost to military personnel and their dependents from a foreign country if comparable care is made available to a comparable number of United States military personnel in that foreign country.*

*SEC. 8035. None of the funds appropriated by this Act shall be obligated for the second career training program authorized by Public Law 96-347.*

*SEC. 8036. None of the funds appropriated or otherwise made available in this Act shall be obligated or expended for salaries or expenses during the current fiscal year for the purposes of demilitarization of surplus nonautomatic firearms less than .50 caliber.*

*SEC. 8037. None of the funds provided in this Act shall be available to initiate (1) a multiyear contract that employs economic order quantity procurement in excess of \$20,000,000 in any one year of the contract or that includes an unfunded contingent liability in excess of \$20,000,000, or (2) a contract for advance procurement leading to a multiyear contract that employs economic order quantity procurement in excess of \$20,000,000 in any one year, unless the Committees on Appropriations and Armed Services of the Senate and House of Representatives have been notified at least thirty days in advance of the proposed contract award: Provided, That no part of any appropriation contained in this Act shall be available to initiate a multiyear contract for which the economic order quantity advance procurement is not funded at least to the limits of the Government's liability: Provided further, That no part of any appropriation contained in this Act shall be available to initiate multiyear procurement contracts for any systems or component thereof if the value of the multiyear contract would exceed \$500,000,000 unless specifically provided in this Act: Provided further, That the execution of multiyear authority shall require the use of a present value analysis to*

*determine lowest cost compared to an annual procurement. Funds appropriated in title III of this Act may be used for multiyear procurement contracts as follows:*

*T-700 series aircraft engines;  
MK-46 torpedo program;  
Bradley Fighting Vehicle transmission;  
M-1 tank chassis;  
M-1 tank engine;  
M-1 tank fire control components; and  
LHD-1 amphibious assault ships.*

*SEC. 8038. None of the funds appropriated by this Act which are available for payment of travel allowances for per diem in lieu of subsistence to enlisted personnel shall be used to pay such an allowance to any enlisted member in an amount that is more than the amount of per diem in lieu of subsistence that the enlisted member is otherwise entitled to receive minus the basic allowance for subsistence, or pro rata portion of such allowance, that the enlisted member is entitled to receive during any day, or portion of a day, that the enlisted member is also entitled to be paid a per diem in lieu of subsistence.*

*SEC. 8039. None of the funds appropriated by this Act shall be available to approve a request for waiver of the costs otherwise required to be recovered under the provisions of section 21(e)(1)(C) of the Arms Export Control Act unless the Committees on Appropriations have been notified in advance of the proposed waiver.*

*SEC. 8040. None of the funds appropriated by this Act shall be available for the transportation of equipment or materiel designated as Prepositioned Materiel Configured in Unit Sets (POMCUS) in Europe in excess of four division sets: Provided, That the foregoing limitation shall not apply with respect to any item of equipment or materiel which is maintained in the inventories of the Active and Reserve Forces at levels of at least 70 per centum of the established requirements for such an item of equipment or materiel for the Active Forces and 50 per centum of the established requirement for the Reserve Forces for such an item of equipment or materiel: Provided further, That no additional commitments to the establishment of POMCUS sites shall be made without prior approval of Congress.*

*SEC. 8041. (a) None of the funds in this Act may be used to transfer any article of military equipment or data related to the manufacture of such equipment to a foreign country prior to the approval in writing of such transfer by the Secretary of the military service involved.*

*(b) No funds appropriated by this Act may be used for the transfer of a technical data package from any Government-owned and operated defense plant manufacturing large caliber cannons to any foreign government, nor for assisting any such government in producing any defense item currently being manufactured or developed in a United States Government-owned, Government-operated, defense plant manufacturing large caliber cannons.*

(TRANSFER OF FUNDS)

*SEC. 8042. None of the funds appropriated in this Act may be made available through transfer, reprogramming, or other means for any intelligence or special activity different from that previously justified to the Congress unless the Director of Central Intelligence or the Secretary of Defense has notified the House and Senate Appropriations Committees of the intent to make such funds available for such activity.*

*SEC. 8043. Of the funds appropriated by this Act for strategic programs, the Secretary of Defense shall provide funds for the Advanced Technology Bomber program at a level at least equal to the amount provided by the committee of conference on this Act in order to maintain priority emphasis on this program.*

*SEC. 8044. None of the funds available to the Department of Defense during the current fiscal year shall be used by the Secretary of a military department to purchase coal or coke from foreign nations for use at United States defense facilities in Europe when coal from the United States is available.*

*SEC. 8045. None of the funds available to the Department of Defense shall be available for the procurement of manual typewriters which were manufactured by facilities located within states which are Signatories to the Warsaw Pact.*

*SEC. 8046. None of the funds appropriated by this Act may be used to appoint or compensate more than 37 individuals in the Department of Defense in positions in the Executive Schedule (as provided in sections 5312-5316 of title 5, United States Code).*

*SEC. 8047. None of the funds appropriated by this Act shall be available to convert a position in support of the Army Reserve, Air Force Reserve, Army National Guard, and Air National Guard occupied by, or programed to be occupied by, a (civilian) military technician to a position to be held by a person in an active Guard or Reserve status if that conversion would reduce the total number of positions occupied by, or programed to be occupied by, (civilian) military technicians of the component concerned, below 66,086: Provided, That none of the funds appropriated by this Act shall be available to support more than 43,157 positions in support of the Army Reserve, Army National Guard or Air National Guard occupied by, or programed to be occupied by, persons in an active Guard or Reserve status: Provided further, That none of the funds appropriated by this Act may be used to include (civilian) military technicians in computing civilian personnel ceilings, including statutory or administratively imposed ceilings, on activities in support of the Army Reserve, Air Force Reserve, Army National Guard or Air National Guard.*

*SEC. 8048. (a) The provisions of section 138(c)(2) of title 10, United States Code, shall not apply with respect to fiscal year 1986 or with respect to the appropriation of funds for that year.*

*(b) During fiscal year 1986, the civilian personnel of the Department of Defense may not be managed on the basis of any end-strength, and the management of such personnel during that fiscal year shall not be subject to any constraint or limitation (known as an end-strength) on the number of such personnel who may be employed on the last day of such fiscal year.*



*(c) The fiscal year 1987 budget request for the Department of Defense as well as all justification material and other documentation supporting the fiscal year 1987 Department of Defense budget request shall be prepared and submitted to the Congress as if subsections (a) and (b) of this provision were effective with regard to fiscal year 1987.*

*(TRANSFER OF FUNDS)*

*SEC. 8049. Appropriations or funds available to the Department of Defense during the current fiscal year may be transferred to appropriations provided in this Act for research, development, test, and evaluation to the extent necessary to meet increased pay costs authorized by or pursuant to law, to be merged with and to be available for the same purposes, and the same time period, as the appropriation to which transferred.*

*SEC. 8050. None of the funds available to the Central Intelligence Agency, the Department of Defense, or any other agency or entity of the United States involved in intelligence activities may be obligated or expended during fiscal year 1986 to provide funds, materiel, or other assistance to the Nicaraguan democratic resistance unless in accordance with the terms and conditions specified by section 105 of the Intelligence Authorization Act (Public Law 99-169) for fiscal year 1986.*

*(TRANSFER OF FUNDS)*

*SEC. 8051. In addition to any other transfer authority contained in this Act, amounts from working capital funds may be transferred to the Operation and Maintenance, Army, Navy, and Air Force appropriations contained in this Act to be merged with and to be available for the same purposes and for the same time period as the appropriation to which transferred: Provided, That such transfers shall not exceed \$168,200,000 for Operation and Maintenance, Army; \$420,300,000 for Operation and Maintenance, Navy; and \$164,000,000 for Operation and Maintenance, Air Force.*

*SEC. 8052. None of the funds made available by this Act shall be used in any way for the leasing to non-Federal agencies in the United States aircraft or vehicles owned or operated by the Department of Defense when suitable aircraft or vehicles are commercially available in the private sector: Provided, That nothing in this section shall affect authorized and established procedures for the sale of surplus aircraft or vehicles: Provided further, That nothing in this section shall prohibit the leasing of helicopters authorized by section 1463 of the Department of Defense Authorization Act of 1986.*

*SEC. 8053. None of the funds made available by this Act shall be used in any way, directly or indirectly, to influence congressional action on any legislation or appropriation matters pending before the Congress.*

*SEC. 8054. No funds available to the Department of Defense during the current fiscal year may be used to enter into any contract with a term of eighteen months or more or to extend or renew any contract for a term of eighteen months or more, for any vessel, aircraft or vehicles, through a lease, charter, or similar agreement*

*without previously having been submitted to the Committees on Appropriations of the House of Representatives and the Senate in the budgetary process. Further, any contractual agreement which imposes an estimated termination liability (excluding the estimated value of the leased item at the time of termination) on the Government exceeding 50 per centum of the original purchase value of the vessel, aircraft, or vehicle must have specific authority in an appropriation Act for the obligation of 10 per centum of such termination liability.*

*SEC. 8055. None of the funds appropriated in this Act may be obligated or expended in any way for the purpose of the sale, lease, rental, or excessing of any portion of land currently identified as Fort DeRussy, Honolulu, Hawaii.*

*SEC. 8056. None of the funds made available by this Act shall be available to operate in excess of 247 commissaries in the contiguous United States.*

*SEC. 8057. None of the funds provided in this Act shall be used to procure aircraft ejection seats manufactured in any foreign nation that does not permit United States manufacturers to compete for ejection seat procurement requirements in that foreign nation. This limitation shall apply only to ejection seats procured for installation on aircraft produced or assembled in the United States.*

*SEC. 8058. No more than \$166,766,000 of the funds appropriated by this Act shall be available for the payment of unemployment compensation benefits.*

*SEC. 8059. None of the funds appropriated by this Act should be obligated for the pay of any individual who is initially employed after the date of enactment of this Act as a technician in the administration and training of the Army Reserve and the maintenance and repair of supplies issued to the Army Reserve unless such individual is also a military member of the Army Reserve troop program unit that he or she is employed to support. Those technicians employed by the Army Reserve in areas other than Army Reserve troop program units need only be members of the Selected Reserve.*

*SEC. 8060. None of the funds appropriated by this Act shall be used for the transfer of the Department of Defense Dependents Schools (DODDS) to the Department of Education.*

*SEC. 8061. None of the funds appropriated by this Act shall be used to purchase dogs or cats or otherwise fund the use of dogs or cats for the purpose of training Department of Defense students or other personnel in surgical or other medical treatment of wounds produced by any type of weapon: Provided, That the standards of such training with respect to the treatment of animals shall adhere to the Federal Animal Welfare Law and to those prevailing in the civilian medical community.*

*SEC. 8062. None of the funds made available by this Act shall be used to initiate full-scale engineering development of any major defense acquisition program until the Secretary of Defense has provided to the Committees on Appropriations of the House and Senate—*

*(a) a certification that the system or subsystem being developed will be procured in quantities that are not sufficient to warrant development of two or more production sources, or*

*(b) a plan for the development of two or more sources for the production of the system or subsystem being developed.*

*SEC. 8063. None of the funds appropriated by this Act shall be available to pay any member of the uniformed services for unused accrued leave pursuant to section 501 of title 37, United States Code, for more than sixty days of such leave, less the number of days for which payment was previously made under section 501 after February 9, 1976.*

*SEC. 8064. Within funds available under title II of this Act, but not to exceed \$100,000, and under such regulations as the Secretary of Defense may prescribe, the Department of Defense may, in addition to allowances currently available, make payments for travel and transportation expenses of the surviving spouse, children, parents, and brothers and sisters of any member of the Armed Forces of the United States, who dies as the result of an injury or disease incurred in line of duty to attend the funeral of such member in any case in which the funeral of such member is more than two hundred miles from the residence of the surviving spouse, children, parents or brothers and sisters, if such spouse, children, parents or brothers and sisters, as the case may be, are financially unable to pay their own travel and transportation expenses to attend the funeral of such member.*

*SEC. 8065. None of the funds available to the Department of Defense may be used for the floating storage of petroleum or petroleum products except in vessels of or belonging to the United States.*

*SEC. 8066. Of the funds made available to the Department of the Air Force in this Act, not less than \$3,000,000 shall be available for the Civil Air Patrol.*

*SEC. 8067. Funds available to the Department of Defense may be used by the Department of Defense for the use of helicopters and motorized equipment at Defense installations for removal of feral burros and horses.*

*SEC. 8068. So far as may be practicable, Indian labor shall be employed, and purchases of the products of Indian industry may be made in open market in the discretion of the Secretary of Defense: Provided, That the products must meet pre-set contract specifications.*

*(TRANSFER OF FUNDS)*

*SEC. 8069. Not to exceed \$100,000,000 may be transferred from the appropriation "Operation and Maintenance, Defense Agencies" to operation and maintenance appropriations under the military departments in connection with demonstration projects authorized by section 1092 of title 10, United States Code: Provided, That the Secretary of Defense shall promptly notify the Congress of any such transfer of funds under this provision: Provided further, That the authority to make transfers pursuant to this section is in addition to the authority to make transfers under other provisions of this Act.*

*SEC. 8070. None of the funds available for Defense installations in Europe shall be used for the consolidation or conversion of heating facilities to district heating distribution systems in Europe: Provided, That those facilities identified by the Department of the Army as of April 11, 1985, as being in advanced stages of negotiations shall be exempt from such provision: Provided further, That*

*nothing in this section shall prohibit the conversion or consolidation of heating facilities to district heating distribution systems at Bad Kissingen, Hessen, in the Federal Republic of Germany.*

*SEC. 8071. None of the funds appropriated by this Act shall be available to compensate foreign selling costs as described in Federal Acquisition Regulation 31.205-38(b) as in effect on April 1, 1984.*

*SEC. 8072. Of the funds appropriated for the operation and maintenance of the Armed Forces, obligations may be incurred for humanitarian and civic assistance costs incidental to authorized operations, and these obligations shall be reported to Congress on September 30, 1986: Provided, That funds available for operation and maintenance shall be available for providing humanitarian and similar assistance in the Trust Territories of the Pacific Islands by using Civic Action Teams.*

*SEC. 8073. Notwithstanding any other provision of law, the Secretaries of the Army and Air Force may authorize the retention in an active status until age sixty of any officer who would otherwise be removed from an active status and who is employed as a National Guard or Reserve technician in a position in which active status in a reserve component of the Army or Air Force is required as a condition of that employment.*

*SEC. 8074. None of the funds available to the Department of Defense may be used to transport any chemical munitions into the Lexington-Blue Grass Army Depot for purposes of future demilitarization.*

*SEC. 8075. None of the funds appropriated by this Act may be obligated or expended for the purposes delineated in section 1002(e)(2) of the Department of Defense Authorization Act, 1985, without the prior notification to the Committees on Appropriations of the House of Representatives and the Senate.*

*SEC. 8076. It is the sense of the Congress that the Secretary of Defense should formulate and carry out a program under which contracts awarded by the Department of Defense in fiscal year 1986 would, to the maximum extent practicable and consistent with existing law, be awarded to contractors who agree to carry out such contracts in labor surplus areas (as defined and identified by the Department of Labor).*

*SEC. 8077. It is the sense of the Congress that competition, which is necessary to enhance innovation, effectiveness, and efficiency, and which has served our Nation so well in other spheres of political and economic endeavor, should be expanded and increased in the provision of our national defense.*

*SEC. 8078. Notwithstanding any other provision of law, each contract awarded by the Department of Defense in fiscal year 1986 for construction or services to be performed in whole or in part in a State which is not contiguous with another State and has an unemployment rate in excess of the national average rate of unemployment as determined by the Secretary of Labor shall include a provision requiring the contractor to employ, for the purpose of performing that portion of the contract in such State that is not contiguous with another State, individuals who are residents of such State and who, in the case of any craft or trade, possess or would be able to acquire promptly the necessary skills: Provided, That the Secretary*

*of Defense may waive the requirements of this section in the interest of national security.*

*SEC. 8079. None of the funds appropriated by this Act shall be available to pay a dislocation allowance pursuant to section 407 of title 37, United States Code, in excess of one month's basic allowance for quarters.*

*SEC. 8080. None of the funds available to the Department of Defense shall be obligated or expended to contract out any activity currently performed by the Defense Personnel Support Center in Philadelphia, Pennsylvania: Provided, That this provision shall not apply after notification to the Committees on Appropriations of the House of Representatives and the Senate of the results of the cost analysis of contracting out any such activity.*

*SEC. 8081. None of the funds appropriated by this Act shall be used to make contributions to the Department of Defense Education Benefits Fund pursuant to section 2006(g) of title 10, United States Code, representing the normal cost for future benefits under section 1415(c) of title 38, United States Code, for any member of the armed services who, on or after the date of enactment of this Act, receives an enlistment bonus under section 308a or 308f of title 37, United States Code; nor shall any amounts representing the normal cost of such future benefits be transferred from the Fund by the Secretary of the Treasury to the Administrator of Veterans' Affairs pursuant to section 2006(d) of title 10, United States Code; nor shall the Administrator pay such benefits to any such member.*

*SEC. 8082. Notwithstanding any other provision of this Act, no funds appropriated by this Act shall be expended for the research, development, test, evaluation or procurement for integration of a nuclear warhead into the Joint Tactical Missile System (JTACMS).*

*SEC. 8083. Under regulations prescribed by the Secretary of Defense, the Department of the Air Force and the Defense Logistics Agency may test a flat rate per diem system for military and civilian travel allowances: Provided, That per diem allowances paid under a flat rate per diem system shall be in an amount determined by the Secretary of Defense to be sufficient to meet normal and necessary expenses in the area in which travel is performed, but in no event will the travel allowances exceed \$75 for each day in travel status within the continental United States: Provided further, That the test approved under this section shall expire upon the effective date of permanent legislation establishing a flat rate per diem system for both military and civilian personnel.*

*SEC. 8084. Notwithstanding any other provision of law, during fiscal year 1986, the Department of Defense is to conduct a pilot test project of providing home health care to dependents entitled to health care under section 1076 of title 10, United States Code: Provided, That such care is medically necessary or appropriate, more cost effective than to continue paying for otherwise authorized CHAMPUS benefits in medical facilities, and the beneficiary is not covered for such care under any other public or private health insurance plan.*

*SEC. 8085. Not more than \$2,744,293,000 of the funds appropriated by this Act may be obligated for permanent change of station travel (including all expenses of such travel for organizational movements): Provided, That assignments for temporary duty may not be*

*increased in order to circumvent this limitation: Provided further, That this limitation may be exceeded only upon a determination and notification to the Congress by the Secretary of Defense that such action is necessary to meet national security requirements.*

*SEC. 8086. Funds appropriated in this Act shall be available for the payment of not more than 75 percent of the charges of a postsecondary educational institution for the tuition or expenses of an officer in the Ready Reserve of the Army National Guard or Army Reserve for education or training during his off-duty periods, except that no part of the charges may be paid unless the officer agrees to remain a member of the Ready Reserve for at least four years after completion of such training or education: Provided, That notwithstanding any other provision of law, those individuals who received assistance under the Army National Guard Assistance for Military Professional Development program and who forfeited money as a result of its cancellation on July 22, 1985, and who could not continue in this program, shall be reimbursed for the moneys they forfeited: Provided further, That no interest shall be paid on the amounts reimbursed.*

*SEC. 8087. None of the funds appropriated in this Act shall be used for professional surveying and mapping services performed by contract for the Defense Mapping Agency unless those contracts are procured in accordance with the selection procedures outlined pursuant to section 2855 of title 10, United States Code.*

*SEC. 8088. During the current fiscal year, effective January 1, 1985, the rate of the basic allowance for quarters authorized by section 403(a) of title 37, United States Code, which is payable to a member of the uniformed services who was entitled to that allowance on December 31, 1984, shall not be less than the rate of the basic allowance for quarters that was in effect for that member on December 31, 1984 (unless the member holds a lower grade than he held on that date or has had a change in dependent status from a "with dependents" status to a "without dependents" status).*

*SEC. 8089. None of the funds appropriated by this Act shall be available to convert to contractor performance an activity or function of the Department of Defense that, on or after the date of enactment of this Act, is performed by more than ten Department of Defense civilian employees until a most efficient and cost-effective organization analysis is completed on such activity or function and certification of the analysis is made to the Committees on Appropriations of the House of Representatives and the Senate.*

(TRANSFER OF FUNDS)

*SEC. 8090. Upon a determination by the Secretary of Defense that such action will result in a more economical acquisition of automatic data processing equipment, funds provided in this Act under one appropriation account for the lease or purchase of such equipment may be transferred through the Automatic Data Processing Equipment Management Fund to another appropriation account in this Act for the lease or purchase of automatic data processing equipment to be merged with and to be available for the same purposes, and for the same time period, as the appropriation to which transferred: Provided, That within thirty days after the end of each quar-*

*ter the Secretary of Defense shall report transfers made under this section to the Committees on Appropriations of the Senate and the House of Representatives: Provided further, That the authority to transfer funds under this section shall be in addition to any other transfer authority contained in this Act.*

*SEC. 8091. Appropriations available to the Department of Defense during the current fiscal year shall be available, under such regulations as the Secretary of Defense may deem appropriate, to exchange or furnish mapping, charting, and geodetic data, supplies or services to a foreign country pursuant to an agreement for the production or exchange of mapping, charting, and geodetic data.*

*SEC. 8092. The lands described in Bureau of Land Management casefile AA-57372 shall be conveyed to the Municipality of Anchorage pursuant to the public interest land provisions of the North Anchorage Land Agreement if such lands are declared excess to the needs of the Army in Alaska.*

*SEC. 8093. Section 1411 of the Department of Defense Authorization Act, 1986, (Public Law 99-145) is amended to read as follows:*

*"SEC. 1411. CONDITIONS ON SPENDING FUNDS FOR BINARY CHEMICAL MUNITIONS.*

*"(a) LIMITATION ON FISCAL YEAR 1986 FUNDS.—Funds appropriated pursuant to authorizations of appropriations in title I may not be used—*

*"(1) for procurement or assembly of binary chemical munitions (or components of such munitions); or*

*"(2) for establishment of production facilities necessary for procurement or assembly of binary chemical munitions (or components of such munitions), except in accordance with subsections (b), (c), (d), and (e).*

*"(b) NATO CONSULTATION.—Subject to subsections (c), (d), and (e), funds referred to in subsection (a) may be used for procurement or assembly of binary chemical munitions or for the establishment of production facilities necessary for the procurement or assembly of binary chemical munitions (or components of such munitions) if the President certifies to Congress that the United States—*

*"(1) has submitted to the North Atlantic Treaty Organization, a force goal stating the requirement for modernization of the United States proportional share of the NATO chemical deterrent with binary munitions and said force goal has been formally adopted by the North Atlantic Council;*

*"(2) has developed in coordination with the Supreme Allied Commander, Europe, a plan under which United States binary chemical munitions can be deployed under appropriate contingency plans to deter chemical weapons attacks against the United States and its allies; and*

*"(3) has consulted with other member nations of the North Atlantic Treaty Organization (NATO) on that plan.*

*"(c) CONDITIONS FOR FINAL ASSEMBLY.—Funds referred to in subsection (a) may not be used for the final assembly of complete binary chemical munitions before October 1, 1987, and, subject to subsections (d) and (e), may only be used for such purpose on or after that date if—*

*“(1) a mutually verifiable international agreement concerning binary and other similar chemical munitions has not been entered into by the United States by that date;*

*“(2) the President, after that date, transmits to Congress a certification that—*

*“(A) final assembly of such complete munitions is necessitated by national security interests of the United States and the interests of other NATO member nations;*

*“(B) handling and storage safety specifications established by the Department of Defense with respect to such munitions will be met or exceeded;*

*“(C) applicable Federal safety requirements will be met or exceeded in the handling, storage, and other use of such munitions; and*

*“(D) the plan of the Secretary of Defense for destruction of existing United States chemical warfare stocks developed pursuant to section 1412 (which shall, if not sooner transmitted to Congress, accompany such certification) is ready to be implemented;*

*“(3) final assembly is carried out only after the end of the 60-day period beginning on the date such certification is received by the Congress;*

*“(4) the plan of the Secretary of Defense for land-based storage of such munitions within the United States during peacetime provides that the two components that constitute a binary chemical munition are to be stored in separate States; and*

*“(5) the plan of the Secretary of Defense for the transportation of such munitions within the United States during peacetime provides that the two components that constitute a binary munition are transported separately.*

*“(d) RESTRICTIONS ON PRODUCTION OF THE BIGEYE BOMB.—Except as provided below, none of the funds appropriated pursuant to authorizations of appropriations in title I may be used for procurement or assembly of the BIGEYE binary chemical bomb or for procurement of components for the BIGEYE bomb until 60 days after the Secretary of Defense has submitted a report describing—*

*“(1) the specific operational requirements which must be achieved by the BIGEYE system; and*

*“(2) the actual performance of the system during operational testing with respect to each of the operational test criteria; and*

*“(3) any exceptions to the operational criteria deemed acceptable by the Department of Defense.*

*“Subject to subsection (b) nothing in this subsection will prohibit the procurement of BIGEYE production facilities and associated equipment.*

*“(e) RESTRICTION ON PRODUCTION OF THE GB-2 ARTILLERY PROJECTILE.—None of the funds appropriated pursuant to authorizations in title I for procurement or assembly of the GB-2 artillery projectile may be obligated or expended before October 1, 1986.*

*“(f) SENSE OF CONGRESS.—It is the sense of Congress that existing unitary chemical munitions currently stored in the United States and in European member nations of NATO should be replaced by modern, safer binary chemical munitions.*



*“(g) REPORT.—Not later than October 1, 1986, the President shall submit to Congress a report describing the results of consultations among NATO member nations concerning the organization’s chemical deterrent posture. The report shall include descriptions of any consultations concerning—*

*“(1) efforts to provide key civilian workers at military support facilities in Europe—*

*“(A) with personal and collective equipment to protect against the use of chemical munitions; and*

*“(B) with the training required for the use of such equipment;*

*“(2) efforts to upgrade the chemical reconnaissance, decontamination, and protective capabilities of the military forces of each NATO member nation to a level adequate to meet the chemical threat identified in NATO intelligence estimates;*

*“(3) efforts to initiate a NATO-wide study of measures required to protect ports, airfields, logistics centers, and command and control facilities in European member nations of NATO against chemical attack; and*

*“(4) efforts to initiate a NATO-wide study of equitable and efficient sharing among NATO member nations of responsibilities with regard to deterring the use of chemical munitions in Europe.”*

*SEC. 8094. None of the funds appropriated in this Act may be obligated or expended for procurement of C-12 aircraft unless such aircraft are procured through competitive procedures (as defined in section 2302(2) of title 10, United States Code), which shall be restricted to turboprop aircraft.*

*SEC. 8095. None of the funds in this Act may be obligated for procurement of 120mm mortars or 120mm mortar ammunition manufactured outside of the United States: Provided, That this limitation shall not apply to procurement of such mortars or ammunition required for testing, evaluation, type classification or equipping the Army’s Ninth Infantry Division (Motorized).*

*SEC. 8096. Appropriations made available to the Department of Defense by this Act may be used at sites formerly used by the Department of Defense for removal of unsafe buildings or debris of the Department of Defense: Provided, That such removal must be completed before the property is released from Federal Government control, other than property conveyed to State or local government entities or native corporations.*

*SEC. 8097. None of the funds appropriated by this Act or any other Act may be obligated or expended to carry out a test of the Space Defense System (anti-satellite weapon) against an object in space until the President certifies to Congress that the Soviet Union has conducted, after October 3, 1985, a test against an object in space of a dedicated anti-satellite weapon.*

*SEC. 8098. Of the funds made available by this Act to the Department of the Army, \$7,200,000 shall be transferred to the Bureau of Land Management for the relocation of the district office at Fort Wainwright, Alaska.*

*SEC. 8099. None of the funds appropriated by this Act shall be used for the support of any nonappropriated fund activity of the Department of Defense that procures alcoholic beverages with nonap-*

*propriated funds for resale (including alcoholic beverages sold by the drink) on a military installation located in the United States, unless such alcoholic beverages are procured in the State, or in the case of the District of Columbia, within the District of Columbia, in which the installation is located: Provided, That in a case in which a military installation is located in more than one State, purchases may be made in any State in which the installation is located: Provided further, That not later than one year after the date of enactment of this Act, the Secretary shall transmit a report to the Congress concerning the implementation of this section.*

(TRANSFER OF FUNDS)

*SEC. 8100. The Secretary of Defense may transfer, not to exceed \$468,000,000 from the Foreign Currency Fluctuation, Defense account to appropriations provided in title II of this Act: Provided, That the Secretary of Defense shall report to the Committees on Appropriations of the House of Representatives and Senate of transfers made under this authority: Provided further, That funds so transferred shall be made available for the same time period and purpose as the appropriation to which transferred: Provided further, That this transfer authority is in addition to any other transfer authority provided elsewhere in this Act.*

*SEC. 8101. Within the funds made available under title II of this Act, the military departments may use such funds as necessary, but not to exceed \$4,700,000, to carry out the provisions of section 430 of title 37, United States Code.*

*SEC. 8102. The amendments made to section 7572(b)(3) of title 10, United States Code, and to section 3 of Public Law 96-357 (10 U.S.C. 7572 note) by section 606 of the Department of Defense Authorization Act, 1986, shall apply to reimbursement of expenses incurred on or after October 1, 1985, by a member of a uniformed service on sea duty.*

*SEC. 8103. (a) In addition to other funds made available by this Act, \$6,306,906,000 shall be available for obligation and expenditure from prior year unobligated balances from the following accounts in the amounts specified:*

	Prior Year Transfer
Aircraft Procurement, Army—1985/87 .....	\$117,900,000
Missile Procurement, Army—1984/86 .....	10,100,000
Missile Procurement, Army—1985/87 .....	56,400,000
Procurement of Weapons and Tracked Combat Vehicles, Army—1984/86 .....	336,500,000
Procurement of Weapons and Tracked Combat Vehicles, Army—1985/87 .....	253,800,000
Procurement of Ammunition, Army—1984/86 .....	30,400,000
Procurement of Ammunition, Army—1985/87 .....	147,700,000
Other Procurement, Army—1984/86 .....	81,000,000
Other Procurement, Army—1985/87 .....	176,500,000
Aircraft Procurement, Navy—1984/86 .....	60,800,000
Aircraft Procurement, Navy—1985/87 .....	490,500,000
Weapons Procurement, Navy—1985/87 .....	15,000,000
Shipbuilding and Conversion, Navy—1982/86 .....	391,600,000
Shipbuilding and Conversion, Navy—1983/87 .....	691,300,000
Shipbuilding and Conversion, Navy—1984/88 .....	398,600,000
Shipbuilding and Conversion, Navy—1985/89 .....	517,800,000
Other Procurement, Navy—1984/86 .....	75,790,000
Other Procurement, Navy—1985/87 .....	200,693,000
Procurement, Marine Corps—1985/87 .....	47,717,000
Aircraft Procurement, Air Force—1984/86 .....	246,400,000

	Prior Year Transfer
Aircraft Procurement, Air Force—1985/87 .....	864,000,000
Missile Procurement, Air Force—1984/86 .....	29,400,000
Missile Procurement, Air Force—1985/87 .....	53,400,000
Other Procurement, Air Force—1984/86 .....	94,127,000
Other Procurement, Air Force—1985/87 .....	253,349,000
Procurement, Defense Agencies—1984/86 .....	15,000,000
Procurement, Defense Agencies—1985/87 .....	21,000,000
Research, Development, Test and Evaluation, Army—1985/86 .....	96,130,000
Research, Development, Test and Evaluation, Navy—1985/86 .....	188,000,000
Research, Development, Test and Evaluation, Air Force—1985/86 .....	264,000,000
Research, Development, Test and Evaluation, Defense Agencies—1985/86 .....	82,000,000
TOTAL .....	\$6,306,906,000

*(b) The foregoing unobligated balances in subsection (a) shall remain available for obligation only for the time period provided when originally appropriated, and may be transferred by the Secretary of Defense to appropriations in titles I, II, III, IV, VI and VII as may be required for only the military pay raise of October 1, 1985, payments to the military retirement trust fund including those requirements that may be established by subsequent acts of Congress, the Mariner Fund and the Coastal Defense Augmentation account, and for increased readiness of conventional forces in programs funded in the operation and maintenance accounts, including but not limited to flying hours, steaming hours, and training: Provided, That no funds may be transferred or obligated until 15 days after the Secretary of Defense notifies the Committees on Appropriations of the House and Senate of such transfers and obligations: Provided further, That \$852,100,000 shall be available only for the Mariner Fund and may not be obligated or expended for any purpose until enactment of legislation establishing a Mariner Fund program for construction and lease of militarily useful vessels and until 60 days after notification to the Committees on Appropriations of the House and Senate of the intent to obligate from such Fund: Provided further, That notwithstanding any other provision of this section, after May 1, 1986, obligations from the Military Personnel accounts contained in this Act shall not exceed a rate in excess of the rate required to limit total obligations to the obligation ceilings established by law for such accounts for fiscal year 1986: Provided further, That in addition to funds appropriated elsewhere in this Act, \$140,000,000 of the foregoing unobligated balances shall be for the Coastal Defense Augmentation account: Provided further, That none of the foregoing unobligated balances may be transferred, reprogramed, or otherwise applied to offset the impact of sequester orders required under the provisions of the Balanced Budget and Emergency Deficit Control Act of 1985: Provided further, That the transfer authority contained in this section shall be in addition to any other transfer authority contained in this Act.*

*SEC. 8104. None of the funds available to the Department of the Navy may be used to enter into any contract for the overhaul, repair, or maintenance of any naval vessel on the West Coast of the United States which includes charges for interport differential as an evaluation factor for award.*

*SEC. 8105. Notwithstanding any other provision of law, none of the funds appropriated by this Act shall be used for the installation, maintenance, and operation of a 22<sup>3</sup>/<sub>4</sub> x 36-inch perfecting*

*web offset press with in-line folder procured by or for the Department of the Air Force under solicitation number F01600-85-B0021.*

*SEC. 8106. None of the funds made available by this Act may be used to alter the command structure for military forces in Alaska.*

*SEC. 8107. None of the funds appropriated in this Act may be obligated or expended to carry out a program to paint any naval vessel with paint known as organotin or with any other paint containing the chemical compound tributyltin until such time as the Environmental Protection Agency certifies to the Department of Defense that whatever toxicity as generated by organotin paints as included in Navy specifications does not pose an unacceptable hazard to the marine environment.*

*SEC. 8108. No funds appropriated under this Act for the Strategic Defense Initiative Program shall be earmarked by any agency of the United States Government or any contractor exclusively for contracts with non-United States contractors, subcontractors, or vendors, or exclusively for consortia containing non-United States contractors, subcontractors, or vendors, prior to source selection in order to meet a specific quota or allocation of funds to any allied nation. Furthermore, it is the sense of the Congress that, whenever possible, the Secretary of Defense and others should attempt to award Strategic Defense Initiative contracts to United States contractors, subcontractors, and vendors unless such awards would degrade the likely results obtained from such contracts: Provided, That allied nations should be encouraged to participate in the Strategic Defense Initiative research effort on a competitive basis and be awarded contracts on the basis of technical merit.*

*SEC. 8109. None of the funds appropriated pursuant to this Act to or for the use of the Department of Defense may be obligated or expended for any purpose unless such funds have been authorized to be appropriated for such purpose by law other than this Act: Provided, That the preceding sentence does not apply to funds appropriated in this Act for Coastal Defense Augmentation; \$375,000,000.*

*SEC. 8110. Of the funds available in the Army Industrial Fund, \$25,000,000 shall be available to be used to implement immediately, or to transfer to another appropriation account in this Act to be used to implement immediately, the program proposed by the Department in its letter of August 30, 1985, from the Assistant Secretary of Defense for Acquisition and Logistics, to rehabilitate and convert current steam generating plants at defense facilities in the United States to coal burning facilities in order to achieve a coal consumption target of 1,600,000 short tons of coal per year above current consumption levels at Department of Defense facilities in the United States by fiscal year 1994: Provided, That anthracite or bituminous coal shall be the source of energy at such installations: Provided further, That during the implementation of this proposal, the amount of anthracite coal purchased by the Department shall remain at least at the current annual purchase level, 302,000 short tons.*

*SEC. 8111. The Secretary of Defense and the Administrator of the National Aeronautics and Space Administration will jointly determine which payloads will be launched on Titan II launch vehicles and certify by notice to the Congress that such launches are cost-effective as compared to launches by the space shuttle and do not di-*

*minish the efficient and effective utilization of the space shuttle capability: Provided, That this section may be waived only upon certification by the Secretary of Defense that certain classified payloads must be launched on the Titan II launch vehicle as opposed to the space shuttle, for national security reasons.*

*SEC. 8112. (a) REVISIONS TO DEFENSE CONTRACT ALLOWABLE COST PROVISION.—Section 2324 of title 10, United States Code, is amended as follows:*

*(1) Subsection (e)(2) is amended—*

*(A) by inserting “(A)” after “(2)”; and*

*(B) by adding at the end thereof the following new subparagraph:*

*“(B) The Secretary shall submit to the committees named in subparagraph (C) any proposed regulations that would make substantive changes to regulations prescribed under the second sentence of subparagraphs (A) before the publication of such proposed regulations in accordance with section 22 of the Office of Federal Procurement Policy Act (41 U.S.C. 418b).*

*“(C) The committees named in this subparagraph are—*

*“(i) The Committees on Armed Services and on Government Operations of the House of Representatives; and*

*“(ii) the Committees on Armed Services and on Governmental Affairs of the Senate.”*

*(2) Subsection (h)(2) is amended by inserting “, in an exceptional case,” and “concerned may”.*

*(3) Such section is further amended by redesignating subsection (j) as subsection (k) and inserting after subsection (i) the following new subsection (j):*

*“(j)(1) The Comptroller General shall periodically evaluate the implementation of this section by the Secretary of Defense. Such evaluation shall consider the extent to which—*

*“(A) such implementation is consistent with congressional intent;*

*“(B) such implementation achieves the objective of eliminating unallowable costs charged to defense contracts; and*

*“(C) such implementation (as well as the provisions of this section and the regulation prescribed under this section) could be improved or strengthened.*

*“(2) The Comptroller General shall submit to the committees named in subsection (e)(2)(C) a report on such evaluation within 90 days of publication by the Secretary of Defense in the Federal Register of regulations that make substantive changes in regulations prescribed under subsection (e) or (f) or in any other regulations of the Department of Defense pertaining to allowable costs under covered contracts.”*

*(b) CONGRESSIONAL COMMITTEE REVIEW OF PROPOSED INITIAL REGULATIONS.—(1) The regulations required under section 911(b) of the Department of Defense Authorization Act, 1986 (Public Law 99-145), to be prescribed not later than 150 days after the date of the enactment of such Act shall be submitted to the committees named in paragraph (2) before the publication of such regulations in accordance with section 22 of the Office of Federal Procurement Policy Act (41 U.S.C. 418b).*

*(2) The committees named in this paragraph are—*

(A) the Committees on Armed Services and on Government Operations of the House of Representatives; and

(B) the Committees on Armed Services and on Governmental Affairs of the Senate.

(c) INITIAL COMPTROLLER GENERAL EVALUATION AND REPORT.— The Comptroller General shall submit to the committees named in subsection (b)(2) a report on the Comptroller General's initial evaluation under subsection (j)(1) of section 2324 of title 10, United States Code, as added by subsection (a). Such report shall be submitted within 180 days of the publication by the Secretary of Defense under section 911(b) of the Department of Defense Authorization Act, 1986 (Public Law 99-145), of the regulations referred to in such section.

This Act may be cited as the "Department of Defense Appropriations Act, 1986";

And the Senate agree to the same.

Amendment numbered 6:

That the House recede from its disagreement to the amendment of the Senate numbered 6, and agree to the same with an amendment, as follows:

In lieu of the subsection named in said amendment insert: (c); and the Senate agree to the same.

Amendment numbered 7:

That the House recede from its disagreement to the amendment of the Senate numbered 7, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment, insert:

"(e) Such amounts as may be necessary for programs, projects or activities provided for in the Department of the Interior and Related Agencies Appropriations Act, 1986, at a rate of operations and to the extent and in the manner provided as follows, to be effective as if it had been enacted into law as the regular appropriations Act."

An Act making appropriations for the Department of the Interior and Related Agencies for the fiscal year ending September 30, 1986, and for other purposes.

## TITLE I—DEPARTMENT OF THE INTERIOR

### BUREAU OF LAND MANAGEMENT

#### MANAGEMENT OF LANDS AND RESOURCES

For expenses necessary for protection, use, improvement, development, disposal, cadastral surveying, classification, and performance of other functions, including maintenance of facilities, as authorized by law, in the management of lands and their resources under the jurisdiction of the Bureau of Land Management, including the general administration of the Bureau of Land Management, \$398,566,000.

#### CONSTRUCTION AND ACCESS

For acquisition of lands and interests therein, and construction of buildings, recreation facilities, roads, trails, and appurtenant facilities, \$1,403,000, to remain available until expended.

*PAYMENTS IN LIEU OF TAXES*

*For expenses necessary to implement the Act of October 20, 1976 (31 U.S.C. 6901-07), \$105,000,000, of which not to exceed \$400,000 shall be available for administrative expenses.*

*LAND ACQUISITION*

*For expenses necessary to carry out the provisions of sections 205, 206, and 318(d) of Public Law 94-579 including administrative expenses and acquisition of lands or waters, or interest therein, \$2,300,000, to be derived from the Land and Water Conservation Fund, to remain available until expended.*

*OREGON AND CALIFORNIA GRANT LANDS*

*For expenses necessary for management, protection, and development of resources and for construction, operation, and maintenance of access roads, reforestation, and other improvements on the revested Oregon and California Railroad grant lands, on other Federal lands in the Oregon and California land-grant counties of Oregon, and on adjacent rights-of-way; and acquisition of lands or interests therein including existing connecting roads on or adjacent to such grant lands; \$56,114,000, to remain available until expended: Provided, That the amount appropriated herein for road construction shall be transferred to the Federal Highway Administration, Department of Transportation: Provided further, That 25 per centum of the aggregate of all receipts during the current fiscal year from the revested Oregon and California Railroad grant lands is hereby made a charge against the Oregon and California land grant fund and shall be transferred to the General Fund in the Treasury in accordance with the provisions of the second paragraph of subsection (b) of title II of the Act of August 28, 1937 (50 Stat. 876).*

*RANGE IMPROVEMENTS*

*For rehabilitation, protection, and acquisition of lands and interests therein, and improvement of Federal rangelands pursuant to section 401 of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1701), notwithstanding any other Act, sums equal to 50 per centum of all moneys received during the prior fiscal year under sections 3 and 15 of the Taylor Grazing Act (43 U.S.C. 315, et seq.), but not less than \$10,000,000 (43 U.S.C. 1901), and the amount designated for range improvements from grazing fees and mineral leasing receipts from Bankhead-Jones lands transferred to the Department of the Interior pursuant to law, to remain available until expended: Provided, That not to exceed \$600,000 shall be available for administrative expenses: Provided further, That the dollar equivalent of value, in excess of the grazing fee established under law and paid to the United States Government, received by any permittee or lessee as compensation for an assignment of a grazing permit or lease, or any grazing privileges or rights thereunder, and in excess of the installation and maintenance cost of grazing improvements provided for by the permittee in the allotment management plan or amendments or otherwise approved by the Bureau of Land Management, shall be paid to the Bureau of Land Management and dis-*

*posed of as provided for by section 401(b) of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1701): Provided further, That if the dollar value prescribed above is not paid to the Bureau of Land Management, the grazing permit or lease shall be canceled.*

**SERVICE CHARGES, DEPOSITS, AND FORFEITURES**

*For administrative expenses and other costs related to processing application documents and other authorizations for use and disposal of public lands and resources, for monitoring construction, operation, and termination of facilities in conjunction with use authorizations, and for rehabilitation of damaged property, such amounts as may be collected under sections 209(b), 304(a), 304(b), 305(a), and 504(g) of the Act approved October 21, 1976 (43 U.S.C. 1701), and sections 101 and 203 of Public Law 93-153, to be immediately available until expended.*

**MISCELLANEOUS TRUST FUNDS**

*In addition to amounts authorized to be expended under existing law, there is hereby appropriated such amounts as may be contributed under section 307 of the Act of October 21, 1976 (43 U.S.C. 1701), and such amounts as may be advanced for administrative costs, surveys, appraisals, and costs of making conveyances of omitted lands under section 211(b) of that Act, to remain available until expended.*

**ADMINISTRATIVE PROVISIONS**

*Appropriations for the Bureau of Land Management shall be available for purchase, erection, and dismantlement of temporary structures and alteration and maintenance of necessary buildings and appurtenant facilities to which the United States has title; up to \$10,000 for payments, at the discretion of the Secretary, for information or evidence concerning violations of laws administered by the United States Bureau of Land Management; miscellaneous and emergency expenses of enforcement activities authorized or approved by the Secretary and to be accounted for solely on his certificate, not to exceed \$10,000: Provided, That appropriations herein made for the Bureau of Land Management expenditures in connection with the revested Oregon and California Railroad and reconveyed Coos Bay Wagon Road grant lands (other than expenditures made under the appropriation "Oregon and California grant lands") shall be reimbursed to the General Fund of the Treasury from the 25 per centum referred to in subsection (c), title II, of the Act approved August 28, 1937 (50 Stat. 876), of the special fund designated the "Oregon and California land grant fund" and section 4 of the Act approved May 24, 1939 (53 Stat. 754), of the special fund designated the "Coos Bay Wagon Road grant fund": Provided further, That appropriations herein made may be expended for surveys of Federal lands of the United States and on a reimbursable basis for surveys of Federal lands of the United States and for protection of lands for the State of Alaska: Provided further, That an appeal of any reductions in grazing allotments on public rangelands must be taken within thirty days after receipt of a final grazing allotment decision. Reductions of up to 10 per centum in grazing allotments shall become effective when so designated by the Secretary of the Interior.*



*Upon appeal any proposed reduction in excess of 10 per centum shall be suspended pending final action on the appeal, which shall be completed within two years after the appeal is filed: Provided further, That appropriations herein made shall be available for paying costs incidental to the utilization of services contributed by individuals who serve without compensation as volunteers in aid of work of the Bureau.*

*Notwithstanding any other provision of this Act, in the event the sale, award, or operation of any timber sale or sales in the Medford (Oregon) District of the Bureau of Land Management is enjoined, stayed or otherwise delayed by reason of administrative appeal or judicial review, the Secretary of the Interior shall resell timber returned under provisions of the Federal Timber Contract Payment Modification Act to the extent necessary to achieve sale of the full annual allowable cut for fiscal years 1985 and 1986 in the Medford District. The Secretary shall determine the potential environmental degradation of timber sales returned pursuant to the Federal Timber Contract Payment Modification Act and shall characterize each sale's potential environmental impact as minimal, moderate, or serious. The Secretary must give resale priority to those sales with the least risk of potential environmental degradation. Sales that are reoffered may be modified, including minor additions. Any decision of the Secretary to resell such timber shall not be subject to judicial review.*

#### **UNITED STATES FISH AND WILDLIFE SERVICE**

##### **RESOURCE MANAGEMENT**

*For expenses necessary for scientific and economic studies, conservation, management, investigations, protection, and utilization of sport fishery and wildlife resources, except whales, seals, and sea lions, and for the performance of other authorized functions related to such resources; for the general administration of the United States Fish and Wildlife Service; and for maintenance of the herd of long-horned cattle on the Wichita Mountains Wildlife Refuge; and not less than \$3,300,000 for high priority projects within the scope of the approved budget which shall be carried out by Youth Conservation Corps as if authorized by the Act of August 13, 1970, as amended by Public Law 93-408, \$301,222,000, of which \$4,420,000 to carry out the purposes of 16 U.S.C. 1535, shall remain available until expended; and of which \$5,665,000 shall be for operation and maintenance of fishery mitigation facilities constructed by the Corps of Engineers under the Lower Snake River Compensation Plan, authorized by the Water Resources Development Act of 1976 (90 Stat. 2921), to compensate for loss of fishery resources from water development projects on the Lower Snake River, which will remain available until expended.*

##### **CONSTRUCTION AND ANADROMOUS FISH**

*For construction and acquisition of buildings and other facilities required in the conservation, management, investigations, protection, and utilization of sport fishery and wildlife resources, and the acquisition of lands and interests therein; \$21,296,000, to remain*

*available until expended, of which \$2,000,000 shall be available for expenses to carry out the Anadromous Fish Conservation Act (16 U.S.C. 757a-757g).*

**MIGRATORY BIRD CONSERVATION ACCOUNT**

*For an advance to the migratory bird conservation account, as authorized by the Act of October 4, 1971, as amended (16 U.S.C. 715k-3, 5), \$15,000,000, to remain available until expended.*

**LAND ACQUISITION**

*For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 460l-4-11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the United States Fish and Wildlife Service, \$40,670,000, to be derived from the Land and Water Conservation Fund, to remain available until expended.*

**NATIONAL WILDLIFE REFUGE FUND**

*For expenses necessary to implement the Act of October 17, 1978 (16 U.S.C. 715s), \$5,645,000.*

**ADMINISTRATIVE PROVISIONS**

*Appropriations and funds available to the United States Fish and Wildlife Service shall be available for purchase of not to exceed 191 passenger motor vehicles of which 178 are for replacement only (including 67 for police-type use); purchase of 4 new aircraft for replacement only; acceptance of one donated aircraft as an addition; not to exceed \$300,000 for payment, at the discretion of the Secretary, for information, rewards, or evidence concerning violations of laws administered by the United States Fish and Wildlife Service, and miscellaneous and emergency expenses of enforcement activities, authorized or approved by the Secretary and to be accounted for solely on his certificate; repair of damage to public roads within and adjacent to reservation areas caused by operations of the United States Fish and Wildlife Service; options for the purchase of land at not to exceed \$1 for each option; facilities incident to such public recreational uses on conservation areas as are consistent with their primary purpose; and the maintenance and improvement of aquaria, buildings, and other facilities under the jurisdiction of the United States Fish and Wildlife Service and to which the United States has title, and which are utilized pursuant to law in connection with management and investigation of fish and wildlife resources.*

**NATIONAL PARK SERVICE**

**OPERATION OF THE NATIONAL PARK SYSTEM**

*For expenses necessary for the management, operation, and maintenance of areas and facilities administered by the National Park Service (including special road maintenance service to trucking permittees on a reimbursable basis), and for the general administration of the National Park Service, including not to exceed \$410,000 for*

*the Roosevelt Campobello International Park Commission, \$490,000 for the Volunteers-in-the-Park program, not less than \$3,300,000 for high priority projects within the scope of the approved budget which shall be carried out by Youth Conservation Corps as if authorized by the Act of August 13, 1970, as amended by Public Law 93-408, and \$175,000 for the National Capital Children's Museum and \$175,000 for the Arena Stage as if authorized by the Historic Sites Act of 1935 (16 U.S.C. 462(e)), \$627,763,000 without regard to the Act of August 24, 1912, as amended (16 U.S.C. 451): Provided, That the Park Service shall not enter into future concessionaire contracts, including renewals, that do not include a termination for cause clause that provides for possible extinguishment of possessory interests excluding depreciated book value of concessionaire investments without compensation: Provided further, That hereafter appropriations for maintenance and improvement of roads within the boundary of Indiana Dunes National Lakeshore shall be available for such purposes without regard to whether title to such road rights-of-way is in the United States: Provided further, That \$85,000 shall be available to assist the town of Harpers Ferry, West Virginia, for police force use: Provided further, That the educational center to be located at the Boott Mill Complex, Building No. 6, in the Lowell National Historical Park, Massachusetts, is hereby designated and shall be known as the "Paul E. Tsongas Industrial History Center": Provided further, That \$150,000 shall be available solely for the restoration and renovation of the Lonoke Depot in Lonoke, Arkansas.*

#### NATIONAL RECREATION AND PRESERVATION

*For expenses necessary to carry out recreation programs, natural programs, cultural programs, environmental compliance and review, and grant administration, not otherwise provided for, \$11,096,000.*

#### HISTORIC PRESERVATION FUND

*For expenses necessary in carrying out the provisions of the Historic Preservation Act of 1966 (80 Stat. 915), as amended (16 U.S.C. 470), \$24,945,000 to be derived from the Historic Preservation Fund, established by section 108 of that Act, as amended, to remain available for obligation until September 30, 1987.*

#### CONSTRUCTION

*For construction, improvements, repair or replacement of physical facilities, without regard to the Act of August 24, 1912, as amended (16 U.S.C. 451), \$114,121,000, to remain available until expended, of which \$8,500,000 shall be derived by transfer from the National Park System Visitor Facilities Fund, including \$3,168,000 to carry out the provisions of sections 303 and 304 of Public Law 95-290; including, subject to authorization, \$8,100,000 be expended for engineering and construction of the Burr Trail National Rural Scenic Road in and adjacent to the Capitol Reef National Park and the Glen Canyon National Recreation Area and an interpretive center near the town of Boulder, Utah, such funds to be transferred to the State of Utah for accomplishment of these activities in accordance with the provisions of a cooperative agreement to be developed among the National Park Service, the Bureau of Land Management,*

*Garfield County, and the State of Utah: Provided, That appropriations for maintenance and improvement of roads within Capitol Reef National Park and Glen Canyon National Recreation Area and construction and maintenance of an interpretive center shall hereafter be available for such purposes without regard to whether title to such road rights-of-way or lands for the interpretive center is in the United States: Provided further, That in the event the National Park Service fails to maintain the road as provided under the terms of said cooperative agreement, any rights-of-way which may be transferred to the National Park Service will revert to Garfield County: Provided further, That in the event of reversion of the road to Garfield County, the County shall provide payment to the United States of an amount based upon the depreciated value of the capital investment resulting from Federal funds expended on the road for construction purposes; and including \$2,000,000 to assist local communities to protect Mammoth Cave National Park from groundwater pollution: Provided further, That the National Park Service share of the Mammoth Cave protection project shall not exceed 25 per centum: Provided further, That for payment of obligations incurred for continued construction of the Cumberland Gap Tunnel, as authorized by section 160 of Public Law 93-87, \$10,300,000, to be derived from the Highway Trust Fund and to remain available until expended to liquidate contract authority provided under section 104(a)(8) of Public Law 95-599, as amended, such contract authority to remain available until expended: Provided further, That funds made available pursuant to this Act for the Cumberland Gap Tunnel shall only be available when the States of Kentucky and Tennessee have entered into an agreement with the National Park Service to operate and maintain all portions of U.S. Route 25E, including the Tunnel, within the boundaries of the Cumberland Gap National Historic Park.*

**LAND ACQUISITION AND STATE ASSISTANCE**

*For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601-4-11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the National Park Service, \$98,400,000, to be derived from the Land and Water Conservation Fund, to remain available until expended, of which \$50,000,000 is for the State Assistance program including \$1,650,000 to administer the program: Provided, That State administrative expenses associated with the State grant portion of the State Assistance program shall not exceed 15 percent: Provided further, That none of the State Assistance funds may be used as a contingency fund: Provided further, That of the amounts previously appropriated to the Secretary's contingency fund for grants to States, \$852,000 shall be available in 1986 for administrative expenses of the State grant program.*

**JOHN F. KENNEDY CENTER FOR THE PERFORMING ARTS**

*For expenses necessary for operating and maintaining the nonperforming arts functions of the John F. Kennedy Center for the Performing Arts, \$4,800,000.*

*ILLINOIS AND MICHIGAN CANAL NATIONAL HERITAGE CORRIDOR  
COMMISSION*

*For the operation of the Illinois and Michigan Canal National Heritage Corridor Commission, \$250,000.*

*JEFFERSON NATIONAL EXPANSION MEMORIAL COMMISSION*

*For the operation of the Jefferson National Expansion Memorial Commission, \$75,000.*

*ADMINISTRATIVE PROVISIONS*

*Appropriations for the National Park Service shall be available for the purchase of not to exceed 1 aircraft and 286 passenger motor vehicles, of which 242 shall be for replacement only, including not to exceed 174 for police-type use and 6 buses; to provide, notwithstanding any other provision of law, at a cost not exceeding \$100,000, transportation for children in nearby communities to and from any unit of the National Park System used in connection with organized recreation and interpretive programs of the National Park Service; options for the purchase of land at not to exceed \$1 for each option; and for the procurement and delivery of medical services within the jurisdiction of units of the National Park System: Provided, That any funds available to the National Park Service may be used, with the approval of the Secretary, to maintain law and order in emergency and other unforeseen law enforcement situations and conduct emergency search and rescue operations in the National Park System: Provided further, That none of the funds appropriated to the National Park Service may be used to process any grant or contract documents which do not include the text of 18 U.S.C. 1913: Provided further, That none of the funds appropriated to the National Park Service may be used to add industrial facilities to the list of National Historic Landmarks without the consent of the owner: Provided further, That the National Park Service may use helicopters and motorized equipment at Death Valley National Monument for removal of feral burros and horses: Provided further, That the loan ceiling established under section 4(b) of Public Law 97-310, the Wolf Trap Farm Park Act, as amended, is increased to \$9,500,000. Notwithstanding the loan repayment provisions of Public Law 97-310, the dollar amount of items paid for by the Wolf Trap Foundation from funds provided by the additional loan authority in this section that is subsequently reimbursed to the Foundation by a court award or insurance settlement shall be repaid to the Secretary of the Interior by the Wolf Trap Foundation within 90 days of the date of the court award or insurance settlement.*

*GEOLOGICAL SURVEY*

*SURVEYS, INVESTIGATIONS, AND RESEARCH*

*For expenses necessary for the Geological Survey to perform surveys, investigations, and research covering topography, geology, and the mineral and water resources of the United States, its Territories and possessions, and other areas as authorized by law (43 U.S.C. 31, 1332 and 1340); classify lands as to their mineral and water resources; give engineering supervision to power permittees and Feder-*

*al Energy Regulatory Commission licensees; administer the minerals exploration program (30 U.S.C. 641); and publish and disseminate data relative to the foregoing activities; \$431,961,000: Provided, That \$52,324,000 shall be available only for cooperation with States or municipalities for water resources investigations: Provided further, That no part of this appropriation shall be used to pay more than one-half the cost of any topographic mapping or water resources investigations carried on in cooperation with any State or municipality: Provided further, That in fiscal year 1986 and thereafter, all amortization fees resulting from the Geological Survey providing telecommunications services shall be deposited in a special fund to be established on the books of the Treasury and be immediately available for payment of replacement or expansion of telecommunications services, to remain available until expended: Provided further, That the Geological Survey is authorized to accept lands, buildings, equipment, and other contributions from public and private sources and to prosecute projects in cooperation with other agencies, Federal, State, or private.*

#### ADMINISTRATIVE PROVISIONS

*The amount appropriated for the Geological Survey shall be available for purchase of not to exceed 16 passenger motor vehicles, for replacement only; reimbursement to the General Services Administration for security guard services; contracting for the furnishing of topographic maps and for the making of geophysical or other specialized surveys when it is administratively determined that such procedures are in the public interest; construction and maintenance of necessary buildings and appurtenant facilities; acquisition of lands for observation wells; expenses of the United States National Committee on Geology; and payment of compensation and expenses of persons on the rolls of the Geological Survey appointed, as authorized by law, to represent the United States in the negotiation and administration of interstate compacts: Provided, That appropriations herein made shall be available for paying costs incidental to the utilization of services contributed by individuals who serve without compensation as volunteers in aid of work of the Geological Survey, and that within appropriations herein provided, Geological Survey officials may authorize either direct procurement of or reimbursement for expenses incidental to the effective use of volunteers such as, but not limited to, training, transportation, lodging, subsistence, equipment, and supplies: Provided further, That provision for such expenses or services is in accord with volunteer or cooperative agreements made with such individuals, private organizations, educational institutions, or State or local governments.*

#### MINERALS MANAGEMENT SERVICE

##### LEASING AND ROYALTY MANAGEMENT

*For expenses necessary for minerals leasing and environmental studies, regulation of industry operations, and collection of royalties, as authorized by law; for enforcing laws and regulations applicable to oil, gas, and other minerals leases, permits, licenses and operating contracts; and for matching grants or cooperative agree-*

*ments; including the purchase of not to exceed 8 passenger motor vehicles for replacement only; \$168,018,000, of which not less than \$45,260,000 shall be available for royalty management activities including general administration: Provided, That notwithstanding any other provision of law, when in fiscal year 1986 and thereafter any permittee provides data and information to the Secretary pursuant to section 1352(a)(1)(C)(iii) of title 43, United States Code, the Secretary shall pay only the reasonable cost of reproducing such data and information: Provided further, That notwithstanding any other provision of law, funds appropriated under this Act shall be available for the payment of interest in accordance with 30 U.S.C. 1721(b) and (d).*

#### *BUREAU OF MINES*

##### *MINES AND MINERALS*

*For expenses necessary for conducting inquiries, technological investigations and research concerning the extraction, processing, use and disposal of mineral substances without objectionable social and environmental costs; to foster and encourage private enterprise in the development of mineral resources and the prevention of waste in the mining, minerals, metal and mineral reclamation industries; to inquire into the economic conditions affecting those industries; to promote health and safety in mines and the mineral industry through research; and for other related purposes as authorized by law, \$134,255,000, of which \$79,537,000 shall remain available until expended.*

##### *ADMINISTRATIVE PROVISIONS*

*The Secretary is authorized to accept lands, buildings, equipment, and other contributions from public and private sources and to prosecute projects in cooperation with other agencies, Federal, State, or private: Provided, That the Bureau of Mines is authorized, during the current fiscal year, to sell directly or through any Government agency, including corporations, any metal or mineral product that may be manufactured in pilot plants operated by the Bureau of Mines, and the proceeds of such sales shall be covered into the Treasury as miscellaneous receipts.*

#### *OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT*

##### *REGULATION AND TECHNOLOGY*

*For necessary expenses to carry out the provisions of the Surface Mining Control and Reclamation Act of 1977, Public Law 95-87, \$85,153,000, including the purchase of not to exceed 14 passenger motor vehicles, of which 9 shall be for replacement only; and uniform allowances of not to exceed \$400 for each uniformed employee of the Office of Surface Mining Reclamation and Enforcement; and notwithstanding 31 U.S.C. 3302, an amount equal to receipts to the General Fund of the Treasury from performance bond forfeitures, estimated at \$500,000 in fiscal year 1986, to remain available until expended: Provided, That no funds shall be used to finalize or implement any proposed rule, or take any other action which would*

*result in the adoption by the Office of Surface Mining Reclamation and Enforcement of a rule or regulation pursuant to section 507(a) of Public Law 95-87 which would require applicants to reimburse the Department of the Interior for costs incurred in the collection of application fees for permits to conduct surface coal mining and reclamation operations; for permits to conduct coal exploration; for processing mining plans; or for the review of surface coal mining and reclamation permits.*

**ABANDONED MINE RECLAMATION FUND**

*For necessary expenses to carry out the provisions of title IV of the Surface Mining Control and Reclamation Act of 1977, Public Law 95-87, including the purchase of not more than 21 passenger motor vehicles, of which 15 shall be for replacement only, to remain available until expended, \$207,385,000, to be derived from receipts of the Abandoned Mine Reclamation Fund: Provided, That pursuant to Public Law 97-365, the Department of the Interior is authorized to utilize up to 20 per centum from the recovery of the delinquent debt owed to the United States Government to pay for contracts to collect these debts: Provided further, That of the funds made available to the States to contract for reclamation projects authorized in section 406(a) of Public Law 95-87, administrative expenses may not exceed 15 per centum: Provided further, That none of these funds shall be used for a reclamation grant to any State if the State has not agreed to participate in a nationwide data system established by the Office of Surface Mining Reclamation and Enforcement through which all permit applications are reviewed and approvals withheld if the applicants (or those who control the applicants) applying for or receiving such permits have outstanding State or Federal air or water quality violations in accordance with section 510(c) of the Act of August 3, 1977 (30 U.S.C. 1260(c)), including failure to abate cessation orders, outstanding civil penalties associated with such failure to abate cessation orders or uncontested past due Abandoned Mine Land fees: Provided further, That the Secretary of the Interior may deny fifty percent of an Abandoned Mine Reclamation fund grant, available to a State pursuant to title IV of Public Law 95-87, when pursuant to the procedures set forth in section 521 of the Act, the Secretary determines that a State is systematically failing to adequately administer the enforcement provisions of the approved State regulatory program. Funds will be denied until such time as the State and the Office of Surface Mining Reclamation and Enforcement have agreed upon an explicit plan of action for correcting the enforcement deficiency. A State may enter into such agreement without admission of culpability. If a State enters into such agreement, the Secretary shall take no action pursuant to section 521(b) of the Act as long as the State is complying with the terms of the agreement: Provided further, That expenditure of moneys as authorized in section 402(g)(3) shall be on a priority basis with the first priority being protection of public health, safety, general welfare, and property from extreme danger of adverse effects of coal mining practices, as stated in section 403 of Public Law 95-87.*



*BUREAU OF INDIAN AFFAIRS*  
*OPERATION OF INDIAN PROGRAMS*

*For operation of Indian programs by direct expenditure, contracts, cooperative agreements and grants including expenses necessary to provide education and welfare services for Indians, either directly or in cooperation with States and other organizations, including payment of care, tuition, assistance, and other expenses of Indians in boarding homes, institutions, or schools; grants and other assistance to needy Indians; maintenance of law and order; management, development, improvement, and protection of resources and appurtenant facilities under the jurisdiction of the Bureau of Indian Affairs, including payment of irrigation assessments and charges; acquisition of water rights; advances for Indian industrial and business enterprises; operation of Indian arts and crafts shops and museums; development of Indian arts and crafts, as authorized by law; for the general administration of the Bureau of Indian Affairs, including such expenses in field offices, \$891,312,000, of which not to exceed \$54,556,000 for higher education scholarships and assistance to public schools under the Act of April 16, 1934 (48 Stat. 596), as amended (25 U.S.C. 452 et seq.), shall remain available for obligation until September 30, 1987, and the funds made available to tribes and tribal organizations through contracts authorized by the Indian Self-Determination and Education Assistance Act of 1975 (88 Stat. 2203; 25 U.S.C. 450 et seq.) shall remain available until September 30, 1987: Provided, That this carryover authority does not extend to programs directly operated by the Bureau of Indian Affairs: Provided further, That not to exceed \$18,042,000 shall be obligated for automatic data processing in fiscal year 1986; and includes expenses necessary to carry out the provisions of section 19(a) of Public Law 93-531 (25 U.S.C. 640d-18(a)), \$2,886,000, to remain available until expended; and an additional \$6,000,000 which, notwithstanding any other law, is immediately available for obligation before January 18, 1986, by the Secretary of the Interior through the Bureau of Indian Affairs only for the emergency provision of hay to Indians using the distribution formula of the Indian Acute Distress Donation Program to aid in maintaining foundation cattle herds in Montana, North Dakota, and South Dakota. The Secretary may, but is not required to, enter into contracts under section 102 of the Indian Self-Determination Act (88 Stat. 2206; 25 U.S.C. 450f) in connection with the appropriation made in this paragraph and no indirect cost or overhead shall be allowed under any such contract from any appropriation. All costs incurred directly or indirectly by the Secretary in connection with the appropriation made in this paragraph for other than the direct cost of the hay and its transportation shall be met from other amounts appropriated for the operation of Indian programs. Any part of the appropriation made in this paragraph which is not expended by March 15, 1986, shall be deobligated and shall not be available for obligation or expenditure.*

*The Secretary of the Interior shall make a report or reports to Congress by September 1, 1986 on (1) the use of the appropriation in the preceding paragraph, (2) the impact of the drought disaster on the Indian reservations in Montana, North Dakota, and South*

*Dakota, (3) long-term strategies to address the disaster on each of those reservations, and (4) the effectiveness of the carrying out of the roles (including resource management and the establishment, waiver, and collection of grazing fees and rents or other payments) of the Federal and tribal governments in ranching, agriculture, and other land use on Indian reservations throughout the United States with recommendations to improve that effectiveness.*

*None of the funds appropriated to the Bureau of Indian Affairs shall be expended as matching funds for programs funded under section 103(b)(2) of the Carl D. Perkins Vocational Education Act: Provided further, That no part of any appropriations to the Bureau of Indian Affairs shall be available to provide general assistance payments for Alaska Natives in the State of Alaska unless and until otherwise specifically provided for by Congress: Provided further, That notwithstanding any other provision of law, within fourteen days of the date of enactment of this Act the Snowflake Dormitory in Arizona shall be closed and thereafter no funds available to the Bureau of Indian Affairs shall be available to operate an educational or boarding program at that location: Provided further, That notwithstanding any law or regulation, in allocating funds for aid to public schools under the Act of April 16, 1934, as amended, the Secretary shall enter into contracts only for the provision of supplementary educational services for Indian children: Provided further, That the Secretary of the Interior shall transfer without cost to the Saint Labre Indian School of Ashland, Montana, the interests of the United States in the supplies and equipment acquired by or for the school during the period when it was financially aided by the Bureau of Indian Affairs.*

#### CONSTRUCTION

*For construction, major repair and improvement of irrigation and power systems, including architectural and engineering services by contract; acquisition of lands and interests in lands; preparation of lands for farming; and construction, repair, and improvement of Indian housing, \$101,054,000, to remain available until expended: Provided, That no funds shall be expended for land acquisition on behalf of the Covelo Indian Community until the Community has sufficient non-Federal funds, which when combined with the Federal funds, will complete the land acquisition: Provided further, That such amount includes \$22,000,000 for use by the Secretary to construct homes and related facilities for the Navajo and Hopi Indian Relocation Commission in lieu of construction by the Commission under section 15(d)(3) of the Act of December 22, 1974 (88 Stat. 1719; 25 U.S.C. 640d-14(d)(3)), and to ensure that a priority for the use of these funds is given to Navajo families who are actual, physical residents of the Hopi Partitioned Lands on the date of enactment hereof, and to expedite relocations and construction under this proviso (1) with respect to any lands acquired pursuant to section 11(a) of the Act of December 22, 1974 (25 U.S.C. 640d-10(a)), the Secretary shall not be required to enter into contracts under section 102 of the Indian Self-Determination Act (88 Stat. 2206; 25 U.S.C. 450f) in carrying out this proviso, (2) the Secretary's authority under section 106(a) of the Indian Self-Determination Act (88 Stat. 2210; 25 U.S.C.*

*450j(a)) shall apply for contracts for construction under this proviso without regard to the status of the contractors with respect to any lands acquired pursuant to section 11(a) of the Act of December 22, 1974 (25 U.S.C. 640d-10(a)), (3) the Secretary may carry out construction and lease approvals or executions under this proviso without regard to the Commission's regulations and under such administrative procedures as the Secretary may adopt without regard to the rulemaking requirements of any law, executive order, or regulation, (4) an action under this proviso is not a major Federal action for the purpose of the National Environmental Policy Act of 1969, as amended, and (5) after January 1, 1986, the Secretary may issue leases and rights-of-way for housing and related facilities to be constructed on the lands which are subject to section 11(h) of the Act of December 22, 1974, as amended (25 U.S.C. 640d-10(h)).*

#### ROAD CONSTRUCTION

*Not to exceed 5 per centum of contract authority available to the Bureau of Indian Affairs from the Federal Highway Trust Fund may be used to cover roads program management costs and construction supervision costs of the Bureau of Indian Affairs: Provided, That \$3,200,000 of the contract authority available to the Bureau of Indian Affairs from the Federal Highway Trust Fund for road construction to serve the Navajo Reservation shall be used by the Secretary of the Interior for road construction projects to serve land transferred or acquired under the Act of December 22, 1974, as amended (88 Stat. 1712; 25 U.S.C. 640d et seq.): Provided further, That the foregoing shall not alter the amount of funds or contract authority that would otherwise be available for road construction to serve any Indian reservation or land other than the Navajo reservation.*

#### ALASKA NATIVE ESCROW ACCOUNT

*For the Federal contribution to the Alaska Native Escrow Account related to proceeds received by Federal agencies from lands or resources of lands after the date of withdrawal of the land for Native selection as authorized by Public Law 94-204, an amendment to the Alaska Native Claims Settlement Act (43 U.S.C. 1631-1641; 89 Stat. 1476), and Public Law 96-487, the Alaska National Interest Lands Conservation Act (94 Stat. 2497), \$7,877,000: Provided, That those funds appropriated hereunder which represent proceeds received from lands which have been conveyed on or before the date of enactment of this Act shall be distributed to the appropriate Native corporations pursuant to Public Law 96-487 immediately upon receipt in the escrow account: Provided further, That those funds which represent proceeds received from lands withdrawn for Native Selection but not yet conveyed on the date of the enactment of this Act will be held in the escrow account and invested until conveyance, and shall, during the time that such funds are on deposit in the escrow account, be entitled to their share of the interest earned by the escrow account pursuant to the first proviso of section 2(b) of Public Law 94-204.*

**TRIBAL TRUST FUNDS**

*In addition to the tribal funds authorized to be expended by existing law, there is hereby appropriated not to exceed \$4,000,000 from tribal funds not otherwise available for expenditure.*

**REVOLVING FUND FOR LOANS**

*During fiscal year 1986, and within the resources and authority available, gross obligations for the principal amount of direct loans pursuant to the Indian Financing Act of 1974 (88 Stat. 77; 25 U.S.C. 1451 et seq.), shall not exceed \$16,300,000: Provided, That notwithstanding section 102 of the Indian Financing Act of 1974, as amended (25 U.S.C. 1462) and regulations restricting the purposes for loans under that Act, the Secretary may make a loan under title I of that Act to the Zuni Pueblo for the acquisition in trust for the Pueblo of private lands in the area known as Zuni Heaven in an amount not to exceed \$1,470,000.*

**INDIAN LOAN GUARANTY AND INSURANCE FUND**

*For payment of interest subsidies on new and outstanding guaranteed loans and for necessary expenses of management and technical assistance in carrying out the provisions of the Indian Financing Act of 1974, as amended (88 Stat. 77; 25 U.S.C. 1451 et seq.), \$2,210,000, to remain available until expended: Provided, That during fiscal year 1986, total commitments to guarantee loans pursuant to the Indian Financing Act of 1974 (88 Stat. 77; 25 U.S.C. 1451 et seq.), may be made only to the extent that the total loan principal, any part of which is to be guaranteed, shall not exceed resources and authority available.*

**ADMINISTRATIVE PROVISIONS**

*Appropriations for the Bureau of Indian Affairs (except the revolving fund for loans and the Indian loan guarantee and insurance fund) shall be available for expenses of exhibits; and purchase of not to exceed 150 passenger carrying motor vehicles, of which 100 shall be for replacement only.*

**TERRITORIAL AND INTERNATIONAL AFFAIRS**

**ADMINISTRATION OF TERRITORIES**

*For expenses necessary for the administration of territories under the jurisdiction of the Department of the Interior, \$80,376,000, of which (1) \$77,903,000 shall be available until expended for technical assistance; repurchase premium, late charges, and payments of the annual interest rate differential required by the Federal Financing Bank, under terms of the second refinancing of an existing loan to the Guam Power Authority, as authorized by law (Public Law 98-454; 98 Stat. 1732); grants to the judiciary in American Samoa for compensation and expenses, as authorized by law (48 U.S.C. 1661(c)); grants to the Government of American Samoa, in addition to current local revenues, for support of governmental functions; \$2,000,000 for a loan to the Government of the United States Virgin Islands, for construction of an extension to the Alexander Hamilton*

*Airport runway, St. Croix: Provided, That issuance of such loan shall be contingent upon approval of a multiyear grant of Airport Improvement Program funds from the Federal Aviation Administration, and a written guarantee from the Government of the United States Virgin Islands as to the source of funds to be used for repayment of the loan; construction grants to the Government of Guam of \$4,583,000, as authorized by law (Public Law 98-454; 98 Stat. 1732); direct grants to the Government of the Northern Mariana Islands as authorized by law (Public Law 94-241; 90 Stat. 272, and Public Law 98-454; 98 Stat. 1732); and (2) \$2,473,000 for fiscal year 1986 for salaries and expenses of the Office of Territorial and International Affairs, of which not to exceed \$1,000 shall be available during 1986 for official reception and representation expenses: Provided further, That the territorial and local governments herein provided for are authorized to make purchases through the General Services Administration: Provided further, That all financial transactions of the territorial and local governments herein provided for, including such transactions of all agencies or instrumentalities established or utilized by such governments, shall be audited by the General Accounting Office, in accordance with the provisions of the Budget and Accounting Act, 1921 (42 Stat. 23), as amended, and the Accounting and Auditing Act of 1950 (64 Stat. 834): Provided further, That upon enactment of this Act the remaining balance of fiscal year 1985 funds provided in Public Law 98-473 for a grant to the College of the Virgin Islands Eastern Caribbean Center is released to the College of the Virgin Islands.*

**TRUST TERRITORY OF THE PACIFIC ISLANDS**

*For expenses necessary for the Department of the Interior in administration of the Trust Territory of the Pacific Islands pursuant to the Trusteeship Agreement approved by joint resolution of July 18, 1947 (61 Stat. 397), and the Act of June 30, 1954 (68 Stat. 330), as amended (90 Stat. 299; 91 Stat. 1159; 92 Stat. 495), grants for the expenses of the High Commissioner of the Trust Territory of the Pacific Islands; grants for the compensation and expenses of the Judiciary of the Trust Territory of the Pacific Islands; grants to the Trust Territory of the Pacific Islands, in addition to local revenues, for support of governmental functions; \$80,372,000, of which \$70,922,000 is for operations, and \$9,450,000 is for construction, to remain available until expended: Provided, That all financial transactions of the Trust Territory, including such transactions of all agencies or instrumentalities established or utilized by such Trust Territory, shall be audited by the General Accounting Office in accordance with the provisions of the Budget and Accounting Act, 1921 (42 Stat. 23), as amended, and the Accounting and Auditing Act of 1950 (64 Stat. 834): Provided further, That the government of the Trust Territory of the Pacific Islands is authorized to make purchases through the General Services Administration.*

*DEPARTMENTAL OFFICES*  
*OFFICE OF THE SECRETARY*

*For necessary expenses of the Office of the Secretary of the Interior, \$43,411,000, of which not to exceed \$10,000 may be for official reception and representation expenses: Provided, That notwithstanding any other provision of law, of the funds provided under this heading, not to exceed \$300,000 shall be used to pay or repay the costs of development of alternative winter stock water supplies by water users who have been deprived of winter stock water from the main channel of Willow Creek, Idaho, below Ririe Dam and Reservoir because of the operation of the dam and reservoir (hereinafter in this account referred to as claimants).*

*Any payment to a claimant made under this section shall constitute full settlement and satisfaction of all claims such claimant may have against the United States relating to the loss of winter stock water from Willow Creek, Idaho. The provisions of this section shall not apply to any claim settled prior to the date of enactment of this Act.*

*The Secretary shall make a payment to a claimant only if—*

*(1) the claimant notifies the Secretary of his claim within six months after the date of enactment of this Act;*

*(2) the claimant provides an affidavit proving, to the satisfaction of the Secretary, his use of winter stock water from Willow Creek prior to December 31, 1979; and*

*(3) the claimant executes a waiver and release, in a manner satisfactory to the Secretary, of any and all claims against the United States relating to the loss of winter stock water from Willow Creek, Idaho. Such waiver and release shall be recorded in the county where the claimant's land is located.*

*Any claimant who has developed an alternate winter stock water supply since December 31, 1979, shall be eligible for a payment of an amount equal to the actual construction costs incurred by such claimant in the development of such supply, as determined by the Secretary.*

*Any claimant who has not developed an alternate winter stock water supply as of the date of enactment of this Act, shall be eligible for a payment of an amount equal to the funds necessary for the development of such supply, as determined by the Secretary. The Secretary's determination shall be based on the size and configuration of the claimant's land and on the size and type of the claimant's livestock operation.*

*Costs and expenses incurred by a claimant in the operation and maintenance of his alternate winter stock water supply shall not be reimbursable.*

*OFFICE OF THE SOLICITOR*  
*SALARIES AND EXPENSES*

*For necessary expenses of the Office of the Solicitor, \$20,378,000.*

**OFFICE OF INSPECTOR GENERAL**

*For necessary expenses of the Office of Inspector General, \$16,214,000.*

**CONSTRUCTION MANAGEMENT**

*For necessary expenses of the Office of Construction Management, \$780,000: Provided, That the Secretary of the Interior shall submit to the House and Senate Committees on Appropriations a revised Memorandum of Agreement between the Bureau of Indian Affairs and the Office of Construction Management, vesting the program direction and control of the facility design, construction, repair, operation and maintenance programs of the Bureau in the Office of Construction Management, and a detailed plan for implementation of said Agreement, within 60 days of the enactment of this Act.*

**OFFICE OF THE SECRETARY**

**(SPECIAL FOREIGN CURRENCY PROGRAM)**

*For payment in foreign currencies which the Treasury Department shall determine to be excess to the normal requirement of the United States, for necessary expenses of the United States Fish and Wildlife Service and the National Park Service as authorized by law, \$1,000,000, to remain available until expended: Provided, That this appropriation shall be available, in addition to other appropriations, to such office for payment in the foregoing currencies (7 U.S.C. 1704).*

**ADMINISTRATIVE PROVISIONS**

*There is hereby authorized for acquisition from available resources within the Working Capital Fund, 5 additional aircraft, all of which shall be for replacement only: Provided, That no programs funded with appropriated funds in the "Office of the Secretary", "Office of the Solicitor", and "Office of Inspector General" may be augmented through the Working Capital Fund or the Consolidated Working Fund.*

**GENERAL PROVISIONS, DEPARTMENT OF THE INTERIOR**

*SEC. 101. Appropriations made in this title shall be available for expenditure or transfer (within each bureau or office), with the approval of the Secretary, for the emergency reconstruction, replacement, or repair of aircraft, buildings, utilities, or other facilities or equipment damaged or destroyed by fire, flood, storm, or other unavoidable causes: Provided, That no funds shall be made available under this authority until funds specifically made available to the Department of the Interior for emergencies shall have been exhausted.*

*SEC. 102. The Secretary may authorize the expenditure or transfer of any no year appropriation in this title, in addition to the amounts included in the budget programs of the several agencies, for the suppression or emergency prevention of forest or range fires on or threatening lands under jurisdiction of the Department of the Interior; for the emergency rehabilitation of burned-over lands*

*under its jurisdiction; for emergency actions related to potential or actual earthquakes, floods or volcanoes; for emergency reclamation projects under section 410 of Public Law 95-87; and shall transfer, from any no year funds available to the Office of Surface Mining Reclamation and Enforcement, such funds as may be necessary to permit assumption of regulatory authority in the event a primacy State is not carrying out the regulatory provisions of the Surface Mining Act: Provided, That appropriations made in this title for fire suppression purposes shall be available for the payment of obligations incurred during the preceding fiscal year, and for reimbursement to other Federal agencies for destruction of vehicles, aircraft, or other equipment in connection with their use for fire suppression purposes, such reimbursement to be credited to appropriations currently available at the time of receipt thereof: Provided further, That funds transferred pursuant to this section must be replenished by a supplemental appropriation which must be requested as promptly as possible.*

*SEC. 103. Appropriations made in this title shall be available for operation of warehouses, garages, shops, and similar facilities, wherever consolidation of activities will contribute to efficiency or economy, and said appropriations shall be reimbursed for services rendered to any other activity in the same manner as authorized by sections 1535 and 1536 of title 31, U.S.C.: Provided, That reimbursements for costs and supplies, materials, equipment, and for services rendered may be credited to the appropriation current at the time such reimbursements are received.*

*SEC. 104. Appropriations made to the Department of the Interior in this title shall be available for services as authorized by 5 U.S.C. 3109, when authorized by the Secretary, in total amount not to exceed \$300,000; hire, maintenance, and operation of aircraft; hire of passenger motor vehicles; purchase of reprints; payment for telephone service in private residences in the field, when authorized under regulations approved by the Secretary; and the payment of dues, when authorized by the Secretary, for library membership in societies or associations which issue publications to members only or at a price to members lower than to subscribers who are not members: Provided, That no funds available to the Department of the Interior are available for any expenses of the Great Hall of Commerce.*

*SEC. 105. Appropriations available to the Department of the Interior for salaries and expenses shall be available for uniforms or allowances therefor, as authorized by law (5 U.S.C. 5901-5902 and D.C. Code 4-204).*

*SEC. 106. Appropriations made in this title shall be available for obligation in connection with contracts issued by the General Services Administration for services or rentals for periods not in excess of twelve months beginning at any time during the fiscal year.*

*SEC. 107. No funds provided in this title may be expended by the Department of the Interior for the preparation for, or conduct of, pre-leasing and leasing activities (including but not limited to: calls for information, tract selection, notices of sale, receipt of bids and award of leases) of lands within:*

*(a) An area of the Outer Continental Shelf, as defined in section 2(a) of the Outer Continental Shelf Lands Act (43 U.S.C. 1331(a)), located in the Atlantic Ocean, bounded by the follow-*



*ing line: from the intersection of the seaward limit of the Commonwealth of Massachusetts territorial sea and the 71 degree west longitude line south along that longitude line to its intersection with the line which passes between blocks 598 and 642 on Outer Continental Shelf protraction diagram NK 19-10; then along that line in an easterly direction to its intersection with the line between blocks 600 and 601 of protraction diagram NK 19-11; then in a northerly direction along that line to the intersection with the 60 meter isobath between blocks 204 and 205 of protraction diagram NK 19-11; then along the 60 meter isobath, starting in a roughly southeasterly direction; then turning northeast and north until such isobath intersects the maritime boundary between Canada and the United States of America, then north northeasterly along this boundary until this line intersects the 60 meter isobath at the northern edge of block 851 of protraction diagram NK 19-6; then along a line that lies between blocks 851 and 807 of protraction diagram NK 19-6 in a westerly direction to the first point of intersection with the seaward limit of the Commonwealth of Massachusetts territorial sea; then southwesterly along the seaward limit of the territorial sea to the point of beginning at the intersection of the seaward limit of the territorial sea and the 71 degree west longitude line.*

*(b) The following blocks are excluded from the described area: In protraction diagram NK 19-10, blocks numbered 474 through 478, 516 through 524, 560 through 568, and 604 through 612; in protraction diagram NK 19-6, blocks numbered 969 through 971; in protraction diagram NK 19-5, blocks numbered 1005 through 1008; and in protraction diagram NK 19-8, blocks numbered 37 through 40, 80 through 84, 124 through 127, and 168 through 169.*

*(c) The following blocks are included in the described area: In protraction diagram NK 19-11, blocks numbered 633 through 644, 677 through 686, 721 through 724, 765 through 767, 809 through 810, and 853; in protraction diagram NK 19-9, blocks numbered 106, 150, 194, 238, 239, and 283; and in protraction diagram NK 19-6, blocks numbered 854, 899, 929, 943, 944, and 987.*

*(d) Blocks in and at the head of submarine canyons: An area of the Outer Continental Shelf, as defined in section 2(a) of the Outer Continental Shelf Lands Act (45 U.S.C. 1331(a)), located in the Atlantic Ocean off the coastline of the Commonwealth of Massachusetts, lying at the head of, or within the submarine canyons known as Atlantis Canyon, Veatch Canyon, Hydrographer Canyon, Welker Canyon, Oceanographer Canyon, Gilbert Canyon, Lydonia Canyon, Alvin Canyon, Powell Canyon, and Munson Canyon, and consisting of the following blocks, respectively:*

*(1) On Outer Continental Shelf protraction diagram NJ 19-1; blocks 36, 37, 38, 42-44, 80-82, 86-88, 124, 125, 130-132, 168, 169, 174-176, 212, 213.*

*(2) On Outer Continental Shelf protraction diagram NJ 19-2; blocks 8, 9, 17-19, 51-52, 53, 54, 61-63, 95-98, 139, 140.*

(3) On Outer Continental Shelf protraction diagram NK 19-10; blocks 916, 917, 921, 922, 960, 961, 965, 966, 1003-1005, 1009, 1011.

(4) On Outer Continental Shelf protraction diagram NK 19-11; blocks 521, 522, 565, 566, 609, 610, 653-655, 697-700, 734, 735, 741-744, 769, 778-781, 785-788, 813, 814, 822-826, 829-831, 857, 858, 866-869, 873-875, 901, 902, 910-913, 917, 945-947, 955, 956, 979, 980, 989-991, 999.

(5) On Outer Continental Shelf protraction diagram NK 19-12; blocks 155, 156, 198, 199, 280-282, 324-326, 369-371, 401, 413-416, 442-446, 450, 451, 489-490, 494, 495, 530, 531, 533-540, 574, 575, 577-583, 618, 619, 621-623, 626, 627, 662, 663, 665-667, 671, 672, 706, 707, 710, 711, 750, 751, 754, 755, 794, 795, 798, 799.

(e) Nothing in this section shall prohibit the lease of that portion of any blocks described in subsection (d) above which lies outside the geographical boundaries of the submarine canyons and submarine canyon heads described in subsection (d) above: Provided, That for purposes of this subsection, the geographical boundaries of the submarine canyons and submarine canyon heads shall be those recognized by the National Oceanographic and Atmospheric Administration, Department of Commerce, on the date of enactment of this Act.

(f) Nothing in this section shall prohibit the Secretary of the Interior from granting contracts for scientific study, the results of which could be used in making future leasing decisions in the planning area and in preparing environmental impact statements as required by the National Environmental Policy Act.

(g) References made to blocks, protraction diagrams, and isobaths are to such blocks, protraction diagrams, and isobaths as they appear on the map entitled Outer Continental Shelf of the North Atlantic from 39° to 45° North Latitude (Map No. MMS-10), prepared by the United States Department of the Interior, Minerals Management Service, Atlantic OCS Region.

SEC. 108. None of the funds appropriated or otherwise made available pursuant to this Act shall be obligated or expended to finance changing the name of the mountain located 63 degrees, 04 minutes, 15 seconds west, presently named and referred to as Mount McKinley.

SEC. 109. Notwithstanding any other provision of law, appropriations in this title shall be available to provide insurance on official motor vehicles, aircraft, and boats operated by the Department of the Interior in Canada and Mexico.

SEC. 110. No funds provided in this title may be used to detail any employee to an organization unless such detail is in accordance with Office of Personnel Management regulations.

SEC. 111. The Secretary of the Interior is hereby directed to make every effort during the balance of fiscal year 1986 to resolve the outstanding conflicts with respect to the future leasing and protection of lands on the California outer continental shelf for oil and gas exploration and development. To this end, the Secretary shall submit to the Congress once every 60 days following the date of enactment of this Act until the end of fiscal year 1986 a report summarizing the progress of negotiations carried out to resolve these out-

*standing conflicts. Such negotiations shall be conducted by the Secretary and the following Members of Congress to be designated by the Speaker of the House of Representatives and the Majority Leader of the Senate:*

*(1) The Chairmen and ranking minority members of the following committees and subcommittees of the Congress having jurisdiction over these issues:*

*(A) The Subcommittee on the Interior of the Committee on Appropriations of the House of Representatives.*

*(B) The Subcommittee on Energy and the Environment of the Committee on Interior and Insular Affairs of the House of Representatives.*

*(C) The Subcommittee on the Panama Canal and Outer Continental Shelf of the Committee on Merchant Marine and Fisheries of the House of Representatives.*

*(D) The Subcommittee on the Interior of the Committee on Appropriations of the Senate.*

*(E) The Committee on Energy and Natural Resources of the Senate.*

*(2) Two United States Senators from California.*

*(3) Seven members of the California delegation to the House of Representatives.*

*SEC. 112. None of the funds provided by this Act shall be expended by the Secretary of the Interior to promulgate final regulations concerning paleontological research on Federal lands until the Secretary has received the National Academy of Sciences' report concerning the permitting and post-permitting regulations concerning paleontological research and until the Secretary has, within 30 days, submitted a report to the appropriate committees of the Congress comparing the National Academy of Sciences' report with the proposed regulations of the Department of the Interior.*

## *TITLE II—RELATED AGENCIES*

### *DEPARTMENT OF AGRICULTURE*

#### *FOREST SERVICE*

##### *FOREST RESEARCH*

*For necessary expenses of forest research as authorized by law, \$126,283,000, of which \$6,840,000 shall remain available until expended for competitive research grants, as authorized by section 5 of Public Law 95-307.*

##### *STATE AND PRIVATE FORESTRY*

*For necessary expenses of cooperating with, and providing technical and financial assistance to States, Territories, possessions, and others; and for forest pest management activities, \$57,986,000, to remain available for obligation until expended, to carry out activities authorized in Public Law 95-313: Provided, That a grant of \$3,000,000 shall be made to the State of Minnesota for the purposes authorized by section 6 of Public Law 95-495.*

NATIONAL FOREST SYSTEM

*For necessary expenses of the Forest Service, not otherwise provided for, for management, protection, improvement, and utilization of the National Forest System, and for liquidation of obligations incurred in the preceding fiscal year for forest fire protection and emergency rehabilitation, including administrative expenses associated with the management of funds provided under the heads "Forest Research", "State and Private Forestry", "National Forest System", "Construction", and "Land Acquisition", \$1,054,629,000, of which \$182,053,000, for reforestation, timber stand improvement, cooperative law enforcement, and maintenance of forest development roads and trails shall remain available for obligation until September 30, 1987: Provided, That the unobligated balances available September 30, 1985 and funds becoming available in fiscal year 1986 under the Act of October 14, 1980 (16 U.S.C. 1606), shall be transferred to and merged with the National Forest System appropriation account as of October 1, 1985: Provided further, That notwithstanding any other provision of law, subsection (e) of section 303 of the Act of October 14, 1980, as amended by the Act of January 6, 1983, Public Law 97-424 (16 U.S.C. 1606), is repealed and subsection (d) of section 303 of the Act of October 14, 1980, as amended by the Act of January 6, 1983, Public Law 97-424 (16 U.S.C. 1606), is amended to read as follows:*

*"(d) The Secretary of Agriculture is hereafter authorized to obligate such sums as are available in the Trust Fund (including any amounts not obligated in previous fiscal years) for—*

*(1) reforestation and timber stand improvement as specified in section (3)(d) of the Forest and Rangeland Renewable Resources Planning Act of 1974 (16 U.S.C. 1601 (d)); and*

*(2) properly allocable administrative costs of the Federal Government for the activities specified above."*

CONSTRUCTION

*For necessary expenses of the Forest Service, not otherwise provided for, for construction, \$223,865,000, to remain available until expended, of which \$27,449,000 is for construction and acquisition of buildings and other facilities; and \$196,416,000 is for construction of forest roads and trails by the Forest Service as authorized by 16 U.S.C. 532-538 and 23 U.S.C. 101 and 205: Provided, That funds becoming available in fiscal year 1986 under the Act of March 4, 1913 (16 U.S.C. 501), shall be transferred to the General Fund of the Treasury of the United States: Provided further, That road construction standards used to construct Forest Service roads, purchaser credit roads, or purchaser elect roads shall be applied, or other management initiatives or administrative cost-saving actions taken, including reductions in personnel or overhead charges, in fiscal year 1986 in a manner so as to achieve a 5 per centum reduction in the average cost per road mile as compared to fiscal year 1985: Provided further, That such actions shall be taken so as to achieve this 5 per centum reduction in each Forest Service region: Provided further, That notwithstanding any other provision of this Act or any other provision of law, \$9,915,000 of the contract authority available in the Federal Highway Trust Fund and not otherwise appropriated*

*shall be available to the Forest Service for road construction to Forest Development Road Standards to serve the Mount St. Helens National Volcanic Monument, Washington: Provided further, That the foregoing shall not alter the amount of funds or contract authority that would otherwise be available for road construction to serve any State other than the State of Washington.*

**LAND ACQUISITION**

*For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601-4-11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the Forest Service, \$28,300,000, to be derived from the Land and Water Conservation Fund, to remain available until expended: Provided, That of the amount appropriated, \$3,900,000 shall be paid to Edwards Investments, an Idaho partnership, upon delivery of a quitclaim deed to the United States conveying acceptable title to all of Edwards Investments' interest in all of those portions of a former Chicago, Milwaukee, St. Paul, and Pacific Railroad right-of-way between Avery, Idaho and St. Regis, Montana that cross or adjoin Federal lands, including all of Edwards Investments' interests in all improvements on said right-of-way. Upon acquisition, some or all of the right-of-way may be used as a road and available for public travel where determined appropriate by the Chief of the Forest Service.*

**ACQUISITION OF LANDS FOR NATIONAL FORESTS,**

**SPECIAL ACTS**

*For acquisition of land within the exterior boundaries of the Cache, Uinta, and Wasatch National Forests, Utah; the Toiyabe National Forest, Nevada; and the Angeles, San Bernardino, and Cleveland National Forests, California, as authorized by law, \$782,000, to be derived from forest receipts.*

**ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES**

*For acquisition of lands in accordance with the Act of December 4, 1967, as amended (16 U.S.C. 484a), all funds deposited by State, county or municipal governments, public school districts or other public school authorities pursuant to that Act, to remain available until expended.*

**RANGE BETTERMENT FUND**

*For necessary expenses of range rehabilitation, protection, and improvement in accordance with section 401(b)(1), of the Act of October 21, 1976, Public Law 94-579, as amended, 50 per centum of all moneys received during the prior fiscal year, as fees for grazing domestic livestock on lands in National Forests in the sixteen Western States, to remain available until expended.*

MISCELLANEOUS TRUST FUNDS

*For expenses authorized by 16 U.S.C. 1643(b), \$90,000, to remain available until expended, to be derived from the fund established pursuant to 16 U.S.C. 1643(b).*

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

*Appropriations to the Forest Service for the current fiscal year shall be available for: (a) purchase of not to exceed 252 passenger motor vehicles of which 13 will be used primarily for law enforcement purposes and of which 233 shall be for replacement only; acquisition of 161 passenger motor vehicles from excess sources, and hire of such vehicles; operation and maintenance of aircraft, the purchase of not to exceed 2 for replacement only, and acquisition of 43 aircraft from excess sources; notwithstanding other provisions of law, existing aircraft being replaced may be sold, with proceeds derived or trade-in value used to offset the purchase price for the replacement aircraft; (b) services pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$100,000 for employment under 5 U.S.C. 3109; (c) uniform allowances for each uniformed employee of the Forest Service, not in excess of \$400 annually; (d) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (e) acquisition of land, waters, and interests therein, pursuant to the Act of August 3, 1956 (7 U.S.C. 428a); (f) for expenses pursuant to the Volunteers in the National Forest Act of 1972 (16 U.S.C. 558a, 558d, 558a note); and (g) for debt collection contracts in accordance with 31 U.S.C. 3718(c).*

*None of the funds made available under this Act shall be obligated or expended to change the boundaries of any region, to abolish any region, to move or close any regional office for research, State and private forestry, or National Forest System administration of the Forest Service, Department of Agriculture, without the consent of the House and Senate Committees on Appropriations and the Committee on Agriculture, Nutrition, and Forestry in the United States Senate and the Committee on Agriculture in the United States House of Representatives.*

*Any appropriations or funds available to the Forest Service may be advanced to the National Forest System appropriation for the emergency rehabilitation of burned-over lands under its jurisdiction. The Secretary of Agriculture may authorize the expenditure of any no year appropriation available to the Forest Service for emergency actions related to emergency flood repair needs at the Monongahela National Forest and at the Parsons, West Virginia, Research Laboratory: Provided, That funds made available for such emergency actions shall be available for the payment of obligations incurred during the preceding fiscal year and funds expended pursuant to this provision must be replenished by a supplemental appropriation which must be requested as promptly as possible.*

*Appropriations and funds available to the Forest Service shall be available to comply with the requirements of section 313(a) of the Federal Water Pollution Control Act, as amended (33 U.S.C. 1323(a)).*

*The appropriation structure for the Forest Service may not be altered without advance approval of the House and Senate Committees on Appropriations.*

*Funds appropriated to the Forest Service shall be available for assistance to or through the Agency for International Development and the Office of International Cooperation and Development in connection with forest and rangeland research, and technical information and assistance in foreign countries.*

*Funds previously appropriated for timber salvage sales may be recovered from receipts deposited for use by the applicable national forest and credited to the Forest Service Permanent Appropriations to be expended for timber salvage sales from any national forest: Provided further, That no less than \$24,000,000 shall be made available to the Forest Service for obligation in fiscal year 1986 from the Timber Salvage Sale Fund appropriation.*

*Provisions of section 702(b) of the Department of Agriculture Organic Act of 1944 (7 U.S.C. 2257) shall apply to appropriations available to the Forest Service only to the extent that the proposed transfer is approved by the House and Senate Committees on Appropriations in compliance with the reprogramming procedures contained in House Report 97-942.*

*No funds appropriated to the Forest Service shall be transferred to the Working Capital Fund of the Department of Agriculture without the approval of the Chief of the Forest Service.*

*Not to exceed \$900,000 shall be available from National Forest System appropriations or permanent appropriations for the specific purpose of removing slash and cull logs from the Bull Run, Oregon, watershed to preserve water quality and reduce fire hazards.*

*None of the funds made available under this Act shall be obligated or expended to adjust annual recreational residence fees to an amount greater than that annual fee in effect at the time of the next to last fee adjustment, plus 50 per centum. In those cases where the currently applicable annual recreational residence fee exceeds that adjusted amount, the Forest Service shall credit to the permittee that excess amount, times the number of years that that fee has been in effect, to offset future fees owed to the Forest Service.*

*Current permit holders who acquired their recreational residence permit after the next to last fee adjustment shall have their annual permit fee computed as if they had their permit prior to the next to last fee adjustment, except that no permittee shall receive an unearned credit.*

*Notwithstanding any delegations of authority provided for in regulations of the Department of Agriculture or in the Forest Service manual, the Chief of the Forest Service shall, personally and without aid of mechanical devices or persons acting on his behalf, execute (1) all deeds conveying federally owned land which exceeds \$250,000 in value, (2) all acceptances of options on lands to be acquired which exceed \$250,000 in value, (3) all recommendations that condemnation be initiated, (4) all letters accepting donations of land, (5) all decisions on appeals of decisions related to land transactions made by regional foresters, and (6) land related transmittals to the House or Senate Committees on Appropriations, including all proposals for congressional action such as the acquisition of lands*

*in excess of the approved appraised value, condemnation actions, and other items covered in reprogramming guidelines.*

*Funds available to the Forest Service shall be available to conduct a program of not less than \$3,400,000 for high priority projects within the scope of the approved budget which shall be carried out by Youth Conservation Corps as if authorized by the Act of August 13, 1970, as amended by Public Law 93-408.*

### **DEPARTMENT OF THE TREASURY**

#### **ENERGY SECURITY RESERVE**

#### **(INCLUDING RESCISSION)**

*Of the funds appropriated to the Energy Security Reserve by the Department of the Interior and Related Agencies Appropriations Act, 1980, (Public Law 96-126) and subsequently made available to carry out Part B of title I of the Energy Security Act (Public Law 96-294) by Public Laws 96-304, 96-514, and 98-473, the amounts available to the Board of Directors of the United States Synthetic Fuels Corporation and not obligated as of the date of enactment of this Act are rescinded, except that this rescission shall not apply to (1) funds made available for Clean Coal Technology by this Act; (2) such amounts as may be necessary to make payments for synthetic fuels projects or modules for which legally binding awards or commitments for financial assistance were entered into under title I of the Energy Security Act before the date of enactment of this Act; and (3) \$10,000,000 to be used to terminate the Corporation in accordance with subtitle J of the Energy Security Act: Provided, That to the extent that the Secretary of the Treasury may be required to take an action under section 131(q) of the Energy Security Act in connection with such awards or commitments, the Secretary shall complete such action within 30 days of enactment of this Act: Provided further, That the limitation in Public Law 98-473 on the initial use of \$5,700,000,000 of such funds only for obligation to synthetic fuel projects with Letters of Intent authorized by the Board of Directors of the United States Synthetic Fuels Corporation on or before June 1, 1984, is hereby repealed: Provided further, That of the funds in the Energy Security Reserve prior to the date of enactment of this Act \$400,000,000 shall be available for the Clean Coal Technology Program in the Department of Energy authorized under the Clean Coal Technology Reserve proviso of Public Law 98-473 for the purpose of conducting cost-shared Clean Coal Technology projects for the construction and operation of facilities to demonstrate the feasibility for future commercial applications of such technology, to remain available until expended, of which \$100,000,000 shall be immediately available; (2) an additional \$150,000,000 shall be available beginning October 1, 1986; and (3) an additional \$150,000,000 shall be available beginning October 1, 1987: Provided further, That the proviso in Public Law 98-473 depositing and retaining in the Clean Coal Technology Reserve \$750,000,000 of funds in the Energy Security Reserve rescinded by said Act is amended so as to reduce the current amount of such deposited and retained funds to \$350,000,000: Provided further, That notwithstanding section 191 of the Energy Security Act (Public Law 96-*



294), effective the date of enactment of this Act, the Board may not make any legally binding awards or commitments for financial assistance (including any changes in an existing award or commitment) pursuant to the Energy Security Act for synthetic fuel project proposals, except that nothing in this Act shall impair or alter the powers, duties, rights, obligations, privileges, or liabilities of the Corporation, its Board or Chairman, or project sponsors in the performance and completion of the terms and undertakings of a legally binding award or commitment entered into prior to the date of enactment of the Act: Provided further, That (1) within 60 days of enactment of this Act, the Directors of the Synthetic Fuels Corporation shall terminate their duties under the Energy Security Act and be discharged; and (2) within 120 days of enactment of this Act, the Corporation shall terminate in accordance with Subtitle J of said Act: Provided further, That within 60 days of enactment of this Act (or earlier, in the event of absence of a Chairman of the Synthetic Fuels Corporation) the Secretary of the Treasury shall assume the duties of the Chairman: Provided further, That, notwithstanding any other provisions of law, the duties and responsibilities of the Secretary of the Treasury under Subtitle J of said Act or this Act may not be transferred to any other Federal department or agency: Provided further, That notwithstanding such termination, the Advisory Committee established under section 123 of the Energy Security Act (42 U.S.C. 8719) shall remain in effect to advise the Secretary of the Treasury regarding the administration of any contract or obligation of the Corporation pursuant to subtitle D of said Act: Provided further, That the Director of the Office of Personnel Management shall, before February 1, 1986, determine the amount of compensation rights which each Director, officer, or employee shall be legally entitled to under any contract in effect on the date of enactment of this Act: Provided further, That effective on the date of enactment of this Act, no change in any compensation or benefit in effect on the date of enactment of this Act shall be allowed or permitted, unless the Director of the Office of Personnel Management agrees that such change is reasonable: Provided further, That effective on the date of enactment of this Act, (1) no officer or employee of the Corporation shall receive a salary in excess of the rate of basic pay payable for level IV of the Executive Schedule under title 5 of the United States Code; and (2) the Corporation shall not waive any requirements in its By-Laws which are necessary for a Director, officer, or employee to qualify for pension or termination benefits under the By-Laws and written personnel policies and procedures in effect on the date of enactment of this Act: Provided further, That the Corporation, by September 15, 1986, shall transmit to the Committee on Energy and Natural Resources of the Senate and to the Committee on Energy and Commerce and Committee on Banking, Housing and Urban Affairs of the House of Representatives a report (1) containing a review of implementation of its Phase I Business Plan dated February 19, 1985 and (2) fulfilling the requirements of section 126(b)(3) of the Energy Security Act (42 U.S.C. 8722(c)(3)).

Of the funds available from the Energy Security Reserve to the Secretary of Energy for alcohol fuel loan guarantees under Public Law 96-304, as amended by Public Laws 96-514, 97-12 and 97-394, the Secretary shall provide a loan for odor abatement at an ethanol

*producing facility that has received financial assistance under title II of Public Law 96-294 and that was in operation on November 1, 1985: Provided, That—*

*(1) such loan shall not exceed 90 percent of the net cost of the odor abatement project and in no case shall the amount of such loan exceed \$3,000,000,*

*(2) the Secretary shall not provide such loan until the Secretary has received satisfactory assurances that a non-Federal share in the amount of 10 percent of the net cost of the odor abatement project is available,*

*(3) payment of principal under the loan shall not be due until the repayment in full of permanent financing guaranteed by the Department of Energy for the construction of such ethanol producing facility,*

*(4) interest shall accrue immediately upon receipt of the loan and payment of interest shall be made at regular intervals established by the Secretary but not to exceed the current average rate of outstanding marketable obligations of the United States with comparable maturities,*

*(5) the Secretary shall not make such loan until the Secretary has received satisfactory assurances that any expenses of operating equipment installed using funds made available under this loan shall be paid by the New Energy Corporation of Indiana,*

*(6) principal and interest payments made under this loan shall be repaid into the Alcohol Fuels Loan Guarantee Reserve, and*

*(7) the Secretary shall establish such other terms and conditions as the Secretary considers appropriate.*

## DEPARTMENT OF ENERGY

### CLEAN COAL TECHNOLOGY

*Within 60 days following enactment of this Act, the Secretary of Energy shall, pursuant to the Federal Nonnuclear Energy Research and Development Act of 1974 (42 U.S.C. 5901, et seq.), issue a general request for proposals for clean coal technology projects for which the Secretary of Energy upon review may provide financial assistance awards. Proposals for clean coal technology projects under this section shall be submitted to the Department of Energy within 60 days after issuance of the general request for proposals. The Secretary of Energy shall make any project selections no later than August 1, 1986: Provided, That the Secretary may vest fee title or other property interests acquired under cost-shared clean coal technology agreements in any entity, including the United States: Provided further, That the Secretary shall not finance more than 50 percent of the total costs of a project as estimated by the Secretary as of the date of award of financial assistance: Provided further, That cost-sharing by project sponsors is required in each of the design, construction, and operating phases proposed to be included in a project: Provided further, That financial assistance for costs in excess of those estimated as of the date of award of original financial assistance may not be provided in excess of the proportion of costs borne by the Government in the original agreement and only up to 25 per centum of the original financial assistance: Provided*

*further, That revenues or royalties from prospective operation of projects beyond the time considered in the award of financial assistance, or proceeds from prospective sale of the assets of the project, or revenues or royalties from replication of technology in future projects or plants are not cost-sharing for the purposes of this appropriation: Provided further, That other appropriated Federal funds are not cost-sharing for the purposes of this appropriation: Provided further, That existing facilities, equipment, and supplies, or previously expended research or development funds are not cost-sharing for the purposes of this appropriation, except as amortized, depreciated, or expensed in normal business practice.*

**FOSSIL ENERGY RESEARCH AND DEVELOPMENT**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses in carrying out fossil energy research and development activities, under the authority of the Department of Energy Organization Act (Public Law 95-91), including the acquisition of interest, including defeasible and equitable interests in any real property or any facility or for plant or facility acquisition or expansion, \$312,848,000, to remain available until expended, of which \$535,000 is for the functions of the Office of the Federal Inspector for the Alaska Natural Gas Transportation System established pursuant to the authority of Public Law 94-586 (90 Stat. 2908-2909), and \$8,230,000 to be derived by transfer from unobligated balances in the "Fossil energy construction" account, \$2,010,000 to be derived by transfer from the account entitled "Alternative fuels production", of which \$200,000 is derived from Public Law 98-146 for a wood pellet gasifier facility, and \$2,775,000 to be derived by transfer from amounts derived from fees for guarantees of obligations collected pursuant to section 19 of the Federal Nonnuclear Energy Research and Development Act of 1974, as amended (42 U.S.C. 5919), and deposited in the "Energy security reserve" established by Public Law 96-126: Provided, That no part of the sum herein made available shall be used for the field testing of nuclear explosives in the recovery of oil and gas: Provided further, That notwithstanding any other provision of law, funds appropriated under this head in Public Law 97-394 for a Western Hemisphere alternative fuels facility feasibility study, which remain unobligated, shall be available for carrying out any fossil energy research and development activities: Provided further, That \$15,000,000 of the sum provided under this heading shall be available for demonstration of the Kilngas coal gasification process, with the provision that the United States Treasury shall be repaid up to double the total Federal expenditure for such process from proceeds to the participants from the commercial sale, lease, manufacture, or use of such process.*

*Of the funds herein provided, \$29,000,000 is for implementation of the June, 1984 multiyear, cost-shared magnetohydrodynamics program targeted on proof-of-concept testing: Provided further, That 10 per centum private sector cash or in-kind contributions shall be required for obligations incurred in fiscal year 1986, 20 per centum private sector cash or in-kind contributions shall be required for obligations in fiscal year 1987, and for each subsequent fiscal year's*

*obligations private sector contributions shall increase by 5 per centum over the life of the proof-of-concept plan: Provided further, That existing facilities, equipment, and supplies, or previously expended research or development funds are not cost-sharing for the purposes of this appropriation, except as amortized, depreciated, or expensed in normal business practice: Provided further, That cost-sharing shall not be required for the costs of constructing or operating government-owned facilities or for the costs of Government organizations, National Laboratories, or universities and such costs shall not be used in calculating the required percentage for private sector contributions: Provided further, That private sector contribution percentages need not be met on each contract but must be met in total for each fiscal year.*

#### NAVAL PETROLEUM AND OIL SHALE RESERVES

*For necessary expenses in carrying out naval petroleum and oil shale reserves activities, including the purchase of not to exceed 3 passenger motor vehicles, for replacement only, \$13,668,000, to remain available until expended.*

#### ENERGY CONSERVATION

*For necessary expenses in carrying out energy conservation activities, \$449,418,000, to remain available until expended: Provided, That pursuant to section 111(b)(1)(B) of the Energy Reorganization Act of 1974, as amended, 42 U.S.C. 5821(b)(1)(B), of the amount appropriated under this head, \$10,319,000 shall be available for a grant for basic industry research facilities located at Northwestern University without section 111(b)(2) of such Act being applicable: Provided further, That section 404 of Public Law 98-558 shall not be effective in any fiscal year in which the amount made available for low income weatherization assistance from appropriations under this head is less than 5 per centum above the amount made available in fiscal year 1985: Provided further, That \$7,500,000 of the amount provided under this heading shall be available for a research and development initiative with the National Laboratories for new technologies up to proof-of-concept testing to increase significantly the energy efficiency of processes that produce steel: Provided further, That obligation of funds for these activities shall be contingent on an agreement to provide cash or in-kind contributions to the initiative or to other collaborative research and development activities related to the purpose of the initiative equal to 30 percent of the amount of Federal government obligations: Provided further, That existing facilities, equipment, and supplies, or previously expended research or development funds are not acceptable as contributions for the purposes of this appropriation, except as amortized, depreciated, or expensed in normal business practice: Provided further, That the total Federal expenditure under this proviso shall be repaid up to one and one-half times from the proceeds of the commercial sale, lease, manufacture, or use of technologies developed under this proviso, at a rate of one-fourth of all net proceeds.*

*ECONOMIC REGULATION*

*For necessary expenses in carrying out the activities of the Economic Regulatory Administration and the Office of Hearings and Appeals, \$24,623,000.*

*EMERGENCY PREPAREDNESS*

*For necessary expenses in carrying out emergency preparedness activities, \$6,044,000.*

*STRATEGIC PETROLEUM RESERVE*

*For expenses necessary to carry out the provisions of sections 151 through 166 of the Energy Policy and Conservation Act of 1975 (Public Law 94-163), \$113,043,000, to remain available until expended.*

*SPR PETROLEUM ACCOUNT*

*Notwithstanding any other provision of law, the Secretary of Agriculture, at the request of the Secretary of Energy, may exchange agricultural products owned by the Commodity Credit Corporation for crude oil to be delivered to the Strategic Petroleum Reserve: Provided, That the Secretary of Energy shall approve the quantity, quality, delivery method, scheduling, market value and other aspects of the exchange of such agricultural products: Provided further, That if the volume of agricultural products to be exchanged has a value in excess of the market value of the crude oil acquired by such exchange, then the Secretary of Agriculture shall require as part of the terms and conditions of the exchange that the party or entity providing such crude oil shall agree to purchase, within six months following the exchange, current crop commodities or value-added food products from United States producers or processors in an amount equal to at least one-half the difference between the value of the commodities received in exchange and the market value of the crude oil acquired for the Strategic Petroleum Reserve.*

*ENERGY INFORMATION ADMINISTRATION*

*For necessary expenses in carrying out the activities of the Energy Information Administration, \$60,682,000.*

*ADMINISTRATIVE PROVISIONS, DEPARTMENT OF ENERGY*

*Appropriations under this Act for the current fiscal year shall be available for hire of passenger motor vehicles; hire, maintenance, and operation of aircraft; purchase, repair, and cleaning of uniforms; and reimbursement to the General Services Administration for security guard services.*

*From appropriations under this Act, transfers of sums may be made to other agencies of the Government for the performance of work for which the appropriation is made.*

*None of the funds made available to the Department of Energy under this Act shall be used to implement or finance authorized price support or loan guarantee programs unless specific provision is made for such programs in an appropriations Act.*

*The Secretary is authorized to accept lands, buildings, equipment, and other contributions from public and private sources and to prosecute projects in cooperation with other agencies, Federal, State, private, or foreign: Provided, That revenues and other moneys received by or for the account of the Department of Energy or otherwise generated by sale of products in connection with projects of the Department appropriated under this Act may be retained by the Secretary of Energy, to be available until expended, and used only for plant construction, operation, costs, and payments to cost-sharing entities as provided in appropriate cost-sharing contracts or agreements: Provided further, That the remainder of revenues after the making of such payments shall be covered into the Treasury as miscellaneous receipts: Provided further, That any contract, agreement or provision thereof entered into by the Secretary pursuant to this authority shall not be executed prior to the expiration of 30 calendar days (not including any day in which either House of Congress is not in session because of adjournment of more than three calendar days to a day certain) from the receipt by the Speaker of the House of Representatives and the President of the Senate of a full and comprehensive report on such project, including the facts and circumstances relied upon in support of the proposed project.*

*The Secretary of Energy may transfer to the Emergency Preparedness appropriation such funds as are necessary to meet any unforeseen emergency needs from any funds available to the Department of Energy from this Act.*

*The reporting requirement established by the last paragraph under the heading "Department of Energy Alternative Fuels Production" in an Act making appropriations for the Department of the Interior and Related Agencies for the fiscal year ending September 30, 1980 (42 U.S.C. 5915 note; Public Law 96-126), is hereby repealed.*

## DEPARTMENT OF HEALTH AND HUMAN SERVICES

### HEALTH RESOURCES AND SERVICES ADMINISTRATION

#### INDIAN HEALTH SERVICES

*For expenses necessary to carry out the Act of August 5, 1954 (68 Stat. 674), the Indian Self-Determination Act, the Indian Health Care Improvement Act, and titles III and V and section 338G of the Public Health Service Act with respect to the Indian Health Service, including hire of passenger motor vehicles and aircraft; purchase of reprints; purchase and erection of portable buildings; payments for telephone service in private residences in the field, when authorized under regulations approved by the Secretary, \$323,133,000: Provided, That funds made available to tribes and tribal organizations through grants and contracts authorized by the Indian Self-Determination and Education Assistance Act of 1975 (88 Stat. 2203; 25 U.S.C. 450), shall remain available until September 30, 1987. Funds provided in this Act may be used for one-year contracts and grants which are to be performed in two fiscal years, so long as the total obligation is recorded in the year for which the funds are appropriated: Provided further, That the amounts collected by the Secretary of Health and Human Services under the authority of title IV of the*

*Indian Health Care Improvement Act shall be available until September 30, 1987, for the purpose of achieving compliance with the applicable conditions and requirements of titles XVIII and XIX of the Social Security Act (exclusive of planning, design, construction of new facilities, or major renovation of existing Indian Health Service facilities): Provided further, That funding contained herein, and in any earlier appropriations Acts, for scholarship programs under section 103 of the Indian Health Care Improvement Act and section 338G of the Public Health Service Act with respect to the Indian Health Service shall remain available for expenditure until September 30, 1987.*

#### INDIAN HEALTH FACILITIES

*For construction, major repair, improvement, and equipment of health and related auxiliary facilities, including quarters for personnel; preparation of plans, specifications, and drawings; acquisition of sites, purchase and erection of portable buildings, purchases of trailers and for provision of domestic and community sanitation facilities for Indians, as authorized by section 7 of the Act of August 5, 1954 (42 U.S.C. 2004a), the Indian Self-Determination Act and the Indian Health Care Improvement Act, \$46,947,000, to remain available until expended: Provided, That the Rosebud, South Dakota, hospital shall be designed and constructed with a capacity of 35 beds.*

#### ADMINISTRATIVE PROVISIONS

##### INDIAN HEALTH SERVICE

*Appropriations in this Act to the Indian Health Service, available for salaries and expenses, shall be available for services as authorized by 5 U.S.C. 3109 but at rates not to exceed the per diem equivalent to the rate for GS-18, and for uniforms or allowances therefor as authorized by law (5 U.S.C. 5901-5902), and for expenses of attendance at meetings which are concerned with the functions or activities for which the appropriation is made or which will contribute to improved conduct, supervision, or management of those functions or activities: Provided, That none of the funds appropriated under this Act to the Indian Health Service shall be available for the initial lease of permanent structures without advance provision therefor in appropriations Acts: Provided further, That non-Indian patients may be extended health care at all Indian Health Service facilities, if such care can be extended without impairing the ability of the Indian Health Service to fulfill its responsibility to provide health care to Indians served by such facilities and subject to such reasonable charges as the Secretary of Health and Human Services shall prescribe, the proceeds of which shall be deposited in the fund established by sections 401 and 402 of the Indian Health Care Improvement Act: Provided further, That funds appropriated to the Indian Health Service in this Act, except those used for administrative and program direction purposes, shall not be subject to limitations directed at curtailing Federal travel and transportation: Provided further, That with the exception of service units which currently have a billing policy, the Indian Health Service shall not ini-*

*tiate any further action to bill Indians in order to collect from third-party payers nor to charge those Indians who may have the economic means to pay unless and until such time as Congress has agreed upon a specific policy to do so and has directed the Indian Health Service to implement such a policy: Provided further, That notwithstanding any other provision of law, to satisfy the outstanding judgment against the Seattle Indian Health Board resulting from termination of its occupancy of the Kobe Park building in Seattle, Washington, \$180,000 shall be provided from the unobligated balance available to the Indian Health Service from prior years' appropriations. Such payment shall be made only if the owners of the Kobe Park Building Company accept the sum named as full satisfaction for current or future claims against the Seattle Indian Health Board and the individual members of the Board.*

**DEPARTMENT OF EDUCATION**

**OFFICE OF ELEMENTARY AND SECONDARY EDUCATION**

**INDIAN EDUCATION**

*For necessary expenses to carry out, to the extent not otherwise provided, the Indian Education Act, \$67,476,000 of which \$50,323,000 shall be for part A and \$14,820,000 shall be for parts B and C: Provided, That the amounts available pursuant to section 423 of the Act shall remain available for obligation until September 30, 1987.*

**OTHER RELATED AGENCIES**

**NAVAJO AND HOPI INDIAN RELOCATION COMMISSION**

**SALARIES AND EXPENSES**

*For necessary expenses of the Navajo and Hopi Indian Relocation Commission as authorized by Public Law 93-531, \$22,491,000 to remain available until expended, for operating expenses of the Commission: Provided, That notwithstanding any regulation to the contrary, the Commission shall notify the Secretary of the Interior by January 1, 1986, of those eligible relocatees who, as of November 30, 1985, were physically domiciled on the lands partitioned to the Hopi Tribe, who had applied by November 30, 1985, for relocation to the lands which are subject to section 11(h) of the Act of December 22, 1974, as amended (25 U.S.C. 640d-10(h)): Provided further, That none of the funds contained in this or any other Act may be used to evict any Navajo household who, as of November 30, 1985, is physically domiciled on the lands partitioned to the Hopi Tribe until such time as a new or replacement home is available for such household.*

**SMITHSONIAN INSTITUTION**

**SALARIES AND EXPENSES**

*For necessary expenses of the Smithsonian Institution, including research in the fields of art, science, and history; development, preservation, and documentation of the National Collections; presenta-*



*tion of public exhibits and performances; collection, preparation, dissemination, and exchange of information and publications; conduct of education, training, and museum assistance programs; maintenance, alteration, operation, lease (for terms not to exceed ten years), and protection of buildings, facilities, and approaches; not to exceed \$100,000 for services as authorized by 5 U.S.C. 3109; up to 5 replacement passenger vehicles; purchase, rental, repair, and cleaning of uniforms for employees; \$178,063,000 including not less than \$777,000 to carry out the provisions of the National Museum Act, \$175,000 to be made available to the trustees of the John F. Kennedy Center for the Performing Arts for payment to the National Symphony Orchestra and \$175,000 for payment to the Washington Opera Society for activities related to their responsibilities as resident entities of the Center, and such funds as may be necessary to support American overseas research centers: Provided, That funds appropriated herein are available for advance payments to independent contractors performing research services or participating in official Smithsonian presentations: Provided further, That none of these funds shall be available to a Smithsonian Research Foundation.*

**MUSEUM PROGRAMS AND RELATED RESEARCH**

**(SPECIAL FOREIGN CURRENCY PROGRAM)**

*For payments in foreign currencies which the Treasury Department shall determine to be excess to the normal requirements of the United States, for necessary expenses for carrying out museum programs, scientific and cultural research, and related educational activities, as authorized by law, \$2,500,000, to remain available until expended and to be available only to United States institutions: Provided, That this appropriation shall be available, in addition to other appropriations to the Smithsonian Institution, for payments in the foregoing currencies: Provided further, That none of these funds shall be available to a Smithsonian Research Foundation: Provided further, That not to exceed \$500,000 may be used to make grant awards to employees of the Smithsonian Institution.*

**CONSTRUCTION AND IMPROVEMENTS, NATIONAL ZOOLOGICAL PARK**

*For necessary expenses of planning, construction, remodeling, and equipping of buildings and facilities at the National Zoological Park, by contract or otherwise, \$5,551,000, to remain available until expended.*

**RESTORATION AND RENOVATION OF BUILDINGS**

*For necessary expenses of restoration and renovation of buildings owned or occupied by the Smithsonian Institution, by contract or otherwise, as authorized by section 2 of the Act of August 22, 1949 (63 Stat. 623), including not to exceed \$10,000 for services as authorized by 5 U.S.C. 3109, \$11,075,000, to remain available until expended: Provided, That contracts awarded for environmental systems, protection systems, and exterior repair or renovation of buildings of the Smithsonian Institution may be negotiated with selected contractors and awarded on the basis of contractor qualifications as well as price.*

CONSTRUCTION

*For necessary expenses to construct, equip, and furnish the Center for African, Near Eastern, and Asian Cultures in the area south of the original Smithsonian Institution Building, \$4,000,000, to remain available until expended.*

NATIONAL GALLERY OF ART

SALARIES AND EXPENSES

*For the upkeep and operations of the National Gallery of Art, the protection and care of the works of art therein, and administrative expenses incident thereto, as authorized by the Act of March 24, 1937 (50 Stat. 51), as amended by the public resolution of April 13, 1939 (Public Resolution 9, Seventy-sixth Congress), including services as authorized by 5 U.S.C. 3109; payment in advance when authorized by the treasurer of the Gallery for membership in library, museum, and art associations or societies whose publications or services are available to members only, or to members at a price lower than to the general public; purchase, repair, and cleaning of uniforms for guards, and uniforms, or allowances therefor, for other employees as authorized by law (5 U.S.C. 5901-5902); purchase, or rental of devices and services for protecting buildings and contents thereof, and maintenance, alteration, improvement, and repair of buildings, approaches, and grounds; and purchase of services for restoration and repair of works of art for the National Gallery of Art by contracts made, without advertising, with individuals, firms, or organizations at such rates or prices and under such terms and conditions as the Gallery may deem proper, \$33,754,000, of which not to exceed \$2,200,000 for the special exhibition program shall remain available until expended.*

REPAIR, RESTORATION AND RENOVATION OF BUILDINGS

*For necessary expenses of repair, restoration and renovation of buildings, grounds and facilities owned or occupied by the National Gallery of Art, by contract or otherwise, as authorized, \$3,300,000, to remain available until expended: Provided, That contracts awarded for environmental systems, protection systems, and exterior repair or renovation of buildings of the National Gallery of Art may be negotiated with selected contractors and awarded on the basis of contractor qualifications as well as price.*

WOODROW WILSON INTERNATIONAL CENTER FOR SCHOLARS

SALARIES AND EXPENSES

*For expenses necessary in carrying out the provisions of the Woodrow Wilson Memorial Act of 1968 (82 Stat. 1356), including hire of passenger vehicles and services as authorized by 5 U.S.C. 3109, \$3,392,000.*

ENDOWMENT CHALLENGE FUND

*For the purpose of an endowment challenge fund for the Woodrow Wilson International Center for Scholars, \$1,000,000, to remain available until September 30, 1988: Provided, That such sums shall*

*become available only to the extent matched on a three-to-one basis by private funds: Provided further, That these funds may be invested in securities approved by the Board of Trustees and the income from such investments may be used to support programs of the Center deemed appropriate by the Trustees and by the Director of the Center.*

*NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES*

*NATIONAL ENDOWMENT FOR THE ARTS*

*GRANTS AND ADMINISTRATION*

*For necessary expenses to carry out the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$137,260,000, of which \$121,678,000 shall be available to the National Endowment for the Arts for the support of projects and productions in the arts through assistance to groups and individuals pursuant to section 5(c) of the Act, of which not less than 20 per centum of the funds provided for section 5(c) shall be available for assistance pursuant to section 5(g) of the Act, and \$15,582,000 shall be available for administering the functions of the Act.*

*MATCHING GRANTS*

*To carry out the provisions of section 10(a)(2) of the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$29,400,000, to remain available until September 30, 1987, to the National Endowment for the Arts, of which \$20,580,000 shall be available for purposes of section 5(1): Provided, That this appropriation shall be available for obligation only in such amounts as may be equal to the total amounts of gifts, bequests, and devises of money, and other property accepted by the Chairman or by grantees of the Endowment under the provisions of section 10(a)(2), subsections 11(a)(2)(A) and 11(a)(3)(A) during the current and preceding fiscal years for which equal amounts have not previously been appropriated.*

*ARTS AND ARTIFACTS INDEMNITY FUND*

*For payment of certified claims for losses or damages pursuant to the Arts and Artifacts Indemnity Act of 1975, \$300,000, to remain available until expended: Provided, That such funds shall be available to the National Endowment for the Arts for obligation only for claims for losses or damages which the Federal Council on the Arts and Humanities has certified as valid and reported to the Speaker of the House of Representatives and the President pro tempore of the Senate, as provided by the Act.*

*NATIONAL ENDOWMENT FOR THE HUMANITIES*

*GRANTS AND ADMINISTRATION*

*For necessary expenses to carry out the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$110,818,000, of which \$96,618,000 shall be available to the National Endowment for the Humanities for support of activities in the humanities, pur-*

*suant to section 7(c) of the Act, of which not less than 20 per centum shall be available for assistance pursuant to section 7(f) of the Act, and \$14,200,000 shall be available for administering the functions of the Act.*

#### MATCHING GRANTS

*To carry out the provisions of section 10(a)(2) of the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$28,660,000, to remain available until September 30, 1987, of which \$17,000,000 shall be available to the National Endowment for the Humanities for the purposes of section 7(h): Provided, That this appropriation shall be available for obligation only in such amounts as may be equal to the total amounts of gifts, bequests, and devises of money, and other property accepted by the Chairman or by grantees of the Endowment under the provisions of subsections 11(a)(2)(B) and 11(a)(3)(B) during the current and preceding fiscal years for which equal amounts have not previously been appropriated.*

#### NATIONAL CAPITAL ARTS AND CULTURAL AFFAIRS

*There is hereby authorized a program to support artistic and cultural programs in the Nation's Capital to be established under the direction of the National Endowment for the Humanities. Not to exceed \$5,000,000 annually is authorized to provide grants for general operating support to eligible organizations located in the District of Columbia which are engaged primarily in performing, exhibiting and/or presenting arts.*

*Eligibility for grants shall be limited to not-for-profit, non-academic institutions of demonstrated national repute and is further limited to organizations having an annual operating budget in excess of \$1,000,000 for each of the three years prior to receipt of a grant. The following organizations are deemed eligible to receive grants under this section: Folger Theater, Corcoran Gallery of Art, Phillips Gallery, Arena Stage, the National Building Museum, the National Capital Children's Museum, the National Symphony Orchestra, the Washington Opera Society, and Ford's Theater.*

*The Chairman of the National Endowment for the Humanities shall establish an application process and shall, along with the Chairman of the National Endowment for the Arts and the Chairman of the Commission on Fine Arts determine the eligibility of applicant organizations in addition to those herein named.*

*Of the funds provided for grants, 70 per centum shall be equally distributed among all qualifying organizations and 30 per centum shall be distributed based on the size of an organization's total operating budget compared to the combined total of the operating budgets of all eligible institutions. No organization shall receive a grant in excess of \$500,000 in a single year.*

*An application process shall be established no later than March 1, 1986, and initial grants shall be awarded no later than June 1, 1986.*

*There is hereby appropriated \$2,000,000, to remain available until expended, to carry out the provisions of this section.*

*INSTITUTE OF MUSEUM SERVICES*

*GRANTS AND ADMINISTRATION*

*For carrying out title II of the Arts, Humanities, and Cultural Affairs Act of 1976, as amended, \$21,523,000: Provided, That none of these funds shall be available for the compensation of Executive Level V or higher positions.*

*ADMINISTRATIVE PROVISIONS*

*None of the funds appropriated to the National Foundation on the Arts and the Humanities may be used to process any grant or contract documents which do not include the text of 18 U.S.C. 1913: Provided, That none of the funds appropriated to the National Foundation on the Arts and the Humanities may be used for official reception and representation expenses.*

*COMMISSION OF FINE ARTS*

*SALARIES AND EXPENSES*

*For expenses made necessary by the Act establishing a Commission of Fine Arts (40 U.S.C. 104), \$382,000.*

*ADVISORY COUNCIL ON HISTORIC PRESERVATION*

*SALARIES AND EXPENSES*

*For expenses made necessary by the Act establishing an Advisory Council on Historic Preservation, Public Law 89-665, as amended, \$1,585,000: Provided, That none of these funds shall be available for the compensation of Executive Level V or higher positions.*

*NATIONAL CAPITAL PLANNING COMMISSION*

*SALARIES AND EXPENSES*

*For necessary expenses, as authorized by the National Capital Planning Act of 1952 (40 U.S.C. 71-71i), including services as authorized by 5 U.S.C. 3109, \$2,712,000.*

*FRANKLIN DELANO ROOSEVELT MEMORIAL COMMISSION*

*SALARIES AND EXPENSES*

*For necessary expenses of the Franklin Delano Roosevelt Memorial Commission, established by the Act of August 11, 1955 (69 Stat. 694), as amended by Public Law 92-332 (86 Stat. 401), \$21,000, to remain available for obligation until September 30, 1987.*

*PENNSYLVANIA AVENUE DEVELOPMENT CORPORATION*

*SALARIES AND EXPENSES*

*For necessary expenses, as authorized by section 17(a) of Public Law 92-578, as amended, \$2,329,000 for operating and administrative expenses of the Corporation.*

*PUBLIC DEVELOPMENT*

*For public development activities and projects in accordance with the development plan as authorized by section 17(b) of Public Law 92-578, as amended, \$3,250,000, to remain available for obligation until expended.*

*UNITED STATES HOLOCAUST MEMORIAL COUNCIL*

*HOLOCAUST MEMORIAL COUNCIL*

*For expenses of the Holocaust Memorial Council, as authorized by Public Law 96-388, \$2,125,000: Provided, That persons other than members of the United States Holocaust Memorial Council may be designated as members of committees associated with the United States Holocaust Memorial Council subject to appointment by the Chairman of the Council: Provided further, That any persons so designated shall serve without cost to the Federal Government.*

*TITLE III—GENERAL PROVISIONS*

*SEC. 301. The expenditure of any appropriation under this Act for any consulting service through procurement contract, pursuant to 5 U.S.C. 3109, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise provided under existing law, or under existing Executive Order issued pursuant to existing law.*

*SEC. 302. No part of any appropriation under this Act shall be available to the Secretaries of the Interior and Agriculture for use for any sale hereafter made of unprocessed timber from Federal lands west of the 100th meridian in the contiguous 48 States which will be exported from the United States, or which will be used as a substitute for timber from private lands which is exported by the purchaser: Provided, That this limitation shall not apply to specific quantities of grades and species of timber which said Secretaries determine are surplus to domestic lumber and plywood manufacturing needs.*

*SEC. 303. No part of any appropriation under this Act shall be available to the Secretary of the Interior or the Secretary of Agriculture for the leasing of oil and natural gas by noncompetitive bidding on publicly owned lands within the boundaries of the Shawnee National Forest, Illinois: Provided, That nothing herein is intended to inhibit or otherwise affect the sale, lease, or right to access to minerals owned by private individuals.*

*SEC. 304. No part of any appropriation contained in this Act shall be available for any activity or the publication or distribution of literature that in any way tends to promote public support or opposition to any legislative proposal on which congressional action is not complete.*

*SEC. 305. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.*

*SEC. 306. None of the funds provided in this Act to any department or agency shall be obligated or expended to provide a personal cook, chauffeur, or other personal servants to any officer or employee of such department or agency.*

*SEC. 307. Except for lands described by sections 105 and 106 of Public Law 96-560, section 103 of Public Law 96-550, section 5(d)(1) of Public Law 96-312, and except for land in the State of Alaska, and lands in the national forest system released to management for any use the Secretary of Agriculture deems appropriate through the land management planning process by any statement or other Act of Congress designating components of the National Wilderness Preservation System now in effect or hereinafter enacted, and except to carry out the obligations and responsibilities of the Secretary of the Interior under section 17(k)(1) (A) and (B) of the Mineral Leasing Act of 1920 (30 U.S.C. 226), none of the funds provided in this Act shall be obligated for any aspect of the processing or issuance of permits or leases pertaining to exploration for or development of coal, oil, gas, oil shale, phosphate, potassium, sulphur, gilsonite, or geothermal resources on Federal lands within any component of the National Wilderness Preservation System or within any Forest Service RARE II areas recommended for wilderness designation or allocated to further planning in Executive Communication 1504, Ninety-sixth Congress (House Document numbered 96-119); or within any lands designated by Congress as wilderness study areas or within Bureau of Land Management wilderness study areas: Provided, That nothing in this section shall prohibit the expenditure of funds for any aspect of the processing or issuance of permits pertaining to exploration for or development of the mineral resources described in this section, within any component of the National Wilderness Preservation System now in effect or hereinafter enacted, any Forest Service RARE II areas recommended for wilderness designation or allocated to further planning, within any lands designated by Congress as wilderness study areas, or Bureau of Land Management wilderness study areas, under valid existing rights, or leases validly issued in accordance with all applicable Federal, State, and local laws or valid mineral rights in existence prior to October 1, 1982: Provided further, That funds provided in this Act may be used by the Secretary of Agriculture in any area of National Forest lands or the Secretary of the Interior to issue under their existing authority in any area of National Forest or public lands withdrawn pursuant to this Act such permits as may be necessary to conduct prospecting, seismic surveys, and core sampling conducted by helicopter or other means not requiring construction of roads or improvement of existing roads or ways, for the purpose of gathering information about and inventorying energy, mineral, and other resource values of such area, if such activity is carried out in a manner compatible with the preservation of the wilderness environment: Provided further, That seismic activities involving the use of explosives shall not be permitted in designated wilderness areas: Provided further, That funds provided in this Act may be used by the Secretary of the Interior to augment recurring surveys of the mineral values of wilderness areas pursuant to section 4(d)(2) of the Wilderness Act and acquire information on other national forest and public land areas withdrawn pursuant to this Act, by conducting in conjunction with the Secretary of Energy, the National Laboratories, or other Federal agencies, as appropriate, such mineral inventories of areas withdrawn pursuant to this Act as he deems appropriate. These inventories shall be conducted in a manner compat-*

*ible with the preservation of the wilderness environment through the use of methods including core sampling conducted by helicopter; geophysical techniques such as induced polarization, synthetic aperture radar, magnetic and gravity surveys; geochemical techniques including stream sediment reconnaissance and x-ray diffraction analysis; land satellites; or any other methods he deems appropriate. The Secretary of the Interior is hereby authorized to conduct inventories or segments of inventories, such as data analysis activities, by contract with private entities deemed by him to be qualified to engage in such activities whenever he has determined that such contracts would decrease Federal expenditures and would produce comparable or superior results: Provided further, That in carrying out any such inventory or surveys, where National Forest System lands are involved, the Secretary of the Interior shall consult with the Secretary of Agriculture concerning any activities affecting surface resources: Provided further, That funds provided in this Act may be used by the Secretary of the Interior to issue oil and gas leases for the subsurface of any lands designated by Congress as wilderness study areas, that are immediately adjacent to producing oil and gas fields or areas that are prospectively valuable. Such leases shall allow no surface occupancy and may be entered only by directional drilling from outside the wilderness study area or other nonsurface disturbing methods.*

*SEC. 308. None of the funds provided in this Act shall be used to evaluate, consider, process, or award oil, gas, or geothermal leases on Federal lands in the Mount Baker-Snoqualmie National Forest, State of Washington, within the hydrographic boundaries of the Cedar River municipal watershed upstream of river mile 21.6, the Green River municipal watershed upstream of river mile 61.0, the North Fork of the Tolt River proposed municipal watershed upstream of river mile 11.7, and the South Fork Tolt River municipal watershed upstream of river mile 8.4.*

*SEC. 309. No assessments may be levied against any program, budget activity, subactivity, or project funded by this Act unless such assessments and the basis therefor are presented to the Committees on Appropriations and are approved by such committees.*

*SEC. 310. Employment funded by this Act shall not be subject to any personnel ceiling or other personnel restriction for permanent or other than permanent employment except as provided by law.*

*SEC. 311. Notwithstanding any other provisions of law, the Secretary of the Interior, the Secretary of Agriculture, the Secretary of Energy, and the Secretary of the Smithsonian Institution, are authorized to enter into contracts with State and local governmental entities, including local fire districts, for procurement of services in the presuppression, detection, and suppression of fires on any units within their jurisdiction.*

*SEC. 312. None of the funds provided by this Act to the United States Fish and Wildlife Service may be obligated or expended to plan for, conduct, or supervise deer hunting on the Loxahatchee National Wildlife Refuge.*

*SEC. 313. No funds appropriated by this Act shall be available for the implementation or enforcement of any rule or regulation of the United States Fish and Wildlife Service, Department of the Interior, requiring the use of steel shot in connection with the hunting of wa-*



*terfowl in any State of the United States unless the appropriate State regulatory authority approves such implementation.*

*SEC. 314. None of the funds provided in this Act may be used to establish new grizzly bear populations in any unit of the National Park System or the National Forest System where no verified grizzly bear population currently exists. None of the funds provided in this Act may be used for augmentation in occupied areas of grizzly bear habitat unless an augmentation plan has been developed and made available for public review and comment in full compliance with the National Environmental Policy Act by all participating federal agencies: Provided, That it is not intended to prohibit the preparation of proposals to augment existing grizzly bear populations in occupied grizzly bear habitat: Provided further, That such augmentation may be conducted only with funds specifically identified for such purpose in an agency budget justification and subsequently approved in a report accompanying an appropriation bill making appropriations for that agency, or with funds provided for through reprogramming procedures: Provided further, That notwithstanding any other provision of law, agencies included in this Act are authorized to reimburse permittees for such reasonable expenses as may be incurred as a result of moving permitted animals from one location to another, as may be required by the permitting agency, in order to prevent harassment and attacks by grizzly bears. Such expenses are to be determined by the agency responsible for the permitted action.*

*SEC. 315. Notwithstanding any other provision of law, section 8336(j)(3)(A) of title 5, United States Code is amended by striking "5 years" and inserting in lieu thereof "10 years".*

*SEC. 316. Section 317 of title III of the Act of December 30, 1982 (96 Stat. 1966), is amended by deleting the words "but before December 31, 1985".*

*SEC. 317. Funds available to the Department of the Interior and the Forest Service in fiscal year 1986 for the purpose of contracting for services that require the utilization of privately owned aircraft for the carriage of cargo or freight shall be used only to contract for aircraft that are certified as air-worthy by the Administrator of the Federal Aviation Administration as standard category aircraft under 14 CFR 21.183 unless the Secretary of the contracting department determines that such aircraft are not reasonably available to conduct such services.*

*SEC. 318. None of the funds made available to the Department of the Interior or the Forest Service during fiscal year 1986 by this or any other Act may be used to implement the proposed jurisdictional interchange program until enactment of legislation which authorizes the jurisdictional interchange.*

*SEC. 319. Notwithstanding any other provision of law, any lease for those Federal lands within the Gallatin and Flathead National Forests which were affected by case CV-82-42-BU of the United States District Court for the District of Montana, Butte Division, for which the Secretary has directed or assented to the suspension of operations and production pursuant to section 39 of the Act of February 25, 1920 (30 U.S.C. 184) shall be excepted from the limits on aggregate acreage set out in that Act: Provided, That any person, association or corporation receiving relief under this section shall bring its aggregate acreage into compliance with the provisions of the Act*

of February 25, 1920 (30 U.S.C. 184) within six months from the date the suspension of operation and production ends.

*SEC. 320. The provisions of section 2(a)(2)(A) of the Mineral Lands Leasing Act of 1920 (41 Stat. 437), as amended by section 3 of the Federal Coal Leasing Amendments Act of 1976 (90 Stat. 1083) shall not take effect until December 31, 1986.*

*SEC. 321. (a) None of the funds available to the Bureau of Indian Affairs for the construction of housing on lands acquired pursuant to section 11 of Public Law 93-531, as amended, shall be expended until a report is submitted to the House and Senate Committees on Appropriations detailing the proposed uses of such funds on the lands acquired pursuant to section 11 of Public Law 93-531.*

*(b) In addition to plans for housing, the report shall include a description of other services intended to be provided including, but not limited to, water, sewers, roads, schools, and health facilities. If such services are not to be provided the report shall describe alternative services available. The report shall further identify the proposed sites to which households will be relocated, including the distance from the Joint Use Area to such sites. This report shall be submitted no later than February 15, 1986, by the Navajo and Hopi Indian Relocation Commission and shall include the views of the Secretary of the Interior on the provision of housing and roads on the new lands.*

*SEC. 322. Notwithstanding any other provision of law, the limitation placed on the Secretary of the Interior by the last sentence of section 319 of "An Act making appropriations for the Department of the Interior and related agencies for the fiscal year ending September 30, 1985, and for other purposes", as enacted into law by Public Law 98-473 (98 Stat. 1837), shall remain in effect until Congress determines otherwise.*

*SEC. 323. The Secretary of the Interior, acting through the Bureau of Indian Affairs and in consultation and cooperation with the Secretary of Health and Human Services and the Secretary of Education, shall develop and begin implementation of a program which provides instruction in health promotion and disease prevention to juvenile Indians enrolled in schools operated by, or on behalf of, the Bureau of Indian Affairs.*

And the Senate Agree to the same.

*SEC. 324. Public Law 96-388, as amended (36 U.S.C. 1401 et seq.), is further amended as follows:*

*(1) The first sentence of section 36 U.S.C. 1401 is amended to read: "There is hereby established as an independent Federal establishment the United States Holocaust Memorial Council (hereinafter in this chapter referred to as the 'Council').";*

*(2) 36 U.S.C. 1407 is amended by adding the word "invest," after the word "administer," in the first sentence, and by adding the following new sentence as the penultimate sentence: "Funds donated to and accepted by the Council pursuant to this section are not to be regarded as appropriated funds and are not subject to any requirements or restrictions applicable to appropriated funds."; and*

*(3) By adding the following new sections at the end of 36 U.S.C. 1408:*

**"REPORT TO THE CONGRESS**

*The Executive Director shall make a full report annually to the Congress of his stewardship of the authority to construct, operate, and maintain the Holocaust Museum, including an accounting of all financial transactions involving donated funds.*

**AUDIT BY THE COMPTROLLER GENERAL; ACCESS TO RECORDS**

*Financial transactions of the Council, including those involving donated funds, shall be audited by the Comptroller General as requested by the Congress, in accordance with generally accepted auditing standards. In conducting any audit pursuant to this section, appropriate representatives of the Comptroller General shall have access to all books, accounts, financial records, reports, files and other papers, items or property in use by the Council, as necessary to facilitate such audit, and such representatives shall be afforded full facilities for verifying transactions with the balances."*

*SEC. 325. Each amount of budget authority provided in this Act, or made available in the Energy Security Reserve for the Clean Coal Technology Program, for payments not required by law, is hereby reduced by 0.6 per centum: Provided, That such reductions shall be applied ratably to each account, program, activity, and project provided for in this Act; and the Senate agree to the same.*

*Amendment numbered 8:*

*That the House recede from its disagreement to the amendment of the Senate numbered 8, and agree to the same with an amendment, as follows:*

*In lieu of the matter stricken and inserted by said amendment, insert the following:*

*(e) Such amounts as may be necessary for projects or activities provided for in the Department of Transportation and Related Agencies Appropriations Act, 1986, at a rate for operations and to the extent and in the manner provided for in the following Act; this subsection shall be effective as if it had been enacted into law as the regular appropriations Act:*

*AN ACT Making appropriations for the Department of Transportation and related agencies for the fiscal year ending September 30, 1986, and for other purposes.*

**TITLE I—DEPARTMENT OF TRANSPORTATION**

**OFFICE OF THE SECRETARY**

**SALARIES AND EXPENSES**

*For necessary expenses of the Office of the Secretary of Transportation, including not to exceed \$30,000 for allocation within the Department of official reception and representation expenses as the Secretary may determine, \$51,300,000, together with \$500,000 of the unobligated balances available under this head at the beginning of fiscal year 1986, and of which \$3,500,000 shall remain available until expended and shall be available for the purposes of the Minority Business Resource Center as authorized by 49 U.S.C. 332: Provided, That, notwithstanding any other provision of law, funds avail-*

*able for the purposes of the Minority Business Resource Center in this or any other Act may be used for business opportunities related to any mode of transportation.*

**TRANSPORTATION PLANNING, RESEARCH, AND DEVELOPMENT**

*For necessary expenses for conducting transportation planning, research, and development activities, including the collection of national transportation statistics, and university research and internships, to remain available until expended, \$3,500,000.*

**WORKING CAPITAL FUND**

*Necessary expenses for operating costs and capital outlays of the Department of Transportation Working Capital Fund not to exceed \$64,500,000 shall be paid, in accordance with law, from appropriations made available by this Act and prior appropriation Acts to the Department of Transportation, together with advances and reimbursements received by the Department of Transportation.*

**PAYMENTS TO AIR CARRIERS**

*For payments to air carriers of so much of the compensation fixed and determined under section 419 of the Federal Aviation Act of 1958, as amended (49 U.S.C. 1389), as is payable by the Department of Transportation, \$28,000,000, to remain available until expended.*

**COAST GUARD**

**OPERATING EXPENSES**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses for the operation and maintenance of the Coast Guard, not otherwise provided for; purchase of not to exceed eight passenger motor vehicles for replacement only; and recreation and welfare, \$1,652,000,000, of which \$10,000,000 shall be derived from unobligated balances of "Pollution fund" and of which \$15,000,000 shall be expended from the Boat Safety Account: Provided, That, notwithstanding any other provision of law, of the funds available under this head \$789,800,000 shall be available for compensation and benefits of military personnel: Provided further, That, of the funds available under this head, not less than \$328,000,000 shall be available for drug enforcement activities: Provided further, That the number of aircraft on hand at any one time shall not exceed two hundred and ten, exclusive of planes and parts stored to meet future attrition: Provided further, That none of the funds appropriated in this or any other Act shall be available for pay or administrative expenses in connection with shipping commissioners in the United States: Provided further, That none of the funds provided in this Act shall be available for expenses incurred for yacht documentation under 46 U.S.C. 103 except to the extent fees are collected from yacht owners and credited to this appropriation.*

*ACQUISITION, CONSTRUCTION, AND IMPROVEMENTS*

*For necessary expenses of acquisition, construction, rebuilding, and improvement of aids to navigation, shore facilities, vessels, and aircraft, including equipment related thereto; to remain available until September 30, 1990, \$217,300,000: Provided, That the Secretary of Transportation shall issue regulations requiring that written warranties shall be included in all contracts with prime contractors for major systems acquisitions of the Coast Guard: Provided further, That any such written warranty shall not apply in the case of any system or component thereof that has been furnished by the Government to a contractor: Provided further, That the Secretary of Transportation may provide for a waiver of the requirements for a warranty where: (1) the waiver is necessary in the interest of the national defense or the warranty would not be cost effective; and (2) the Committees on Appropriations of the Senate and the House of Representatives are notified in writing of the Secretary's intention to waive and reasons for waiving such requirements: Provided further, That the requirements for such written warranties shall not cover combat damage.*

*ALTERATION OF BRIDGES*

*For necessary expenses for alteration or removal of obstructive bridges, \$5,200,000, to remain available until expended.*

*RETIRED PAY*

*For retired pay, including the payment of obligations therefor otherwise chargeable to lapsed appropriations for this purpose, and payments under the Retired Serviceman's Family Protection and Survivor Benefit Plans, and for payments for medical care of retired personnel and their dependents under the Dependents Medical Care Act (10 U.S.C., ch. 55), \$351,800,000.*

*RESERVE TRAINING*

*For all necessary expenses for the Coast Guard Reserve, as authorized by law; maintenance and operation of facilities; and supplies, equipment, and services, \$61,502,000.*

*RESEARCH, DEVELOPMENT, TEST, AND EVALUATION*

*For necessary expenses, not otherwise provided for, for basic and applied scientific research, development, test, and evaluation; maintenance, rehabilitation, lease, and operation of facilities and equipment, as authorized by law, \$21,000,000, to remain available until expended: Provided, That there may be credited to this appropriation funds received from State and local governments, other public authorities, private sources and foreign countries, for expenses incurred for research, development, testing, and evaluation.*

*OFFSHORE OIL POLLUTION COMPENSATION FUND*

*For necessary expenses to carry out the provisions of title III of the Outer Continental Shelf Lands Act Amendments of 1978 (Public Law 95-372), \$1,000,000, to be derived from the Offshore Oil Pollu-*

*tion Compensation Fund and to remain available until expended. In addition, to the extent that available appropriations are not adequate to meet the obligations of the Fund, the Secretary of Transportation is authorized to issue to the Secretary of the Treasury notes or other obligations in such amounts and at such times as may be necessary: Provided, That none of the funds in this Act shall be available for the implementation or execution of programs the obligations for which are in excess of \$60,000,000 in fiscal year 1986 for the "Offshore Oil Pollution Compensation Fund".*

**DEEPWATER PORT LIABILITY FUND**

*For necessary expenses to carry out the provisions of section 18 of the Deepwater Port Act of 1974 (Public Law 93-627), \$1,000,000, to be derived from the Deepwater Port Liability Fund and to remain available until expended. In addition, to the extent that available appropriations are not adequate to meet the obligations of the Fund, the Secretary of Transportation is authorized to issue, and the Secretary of the Treasury is authorized to purchase, without fiscal year limitation, notes or other obligations in such amounts and at such times as may be necessary: Provided, That none of the funds in this Act shall be available for the implementation or execution of programs the obligations for which are in excess of \$50,000,000 in fiscal year 1986 for the "Deepwater Port Liability Fund".*

**BOAT SAFETY**

**(LIQUIDATION OF CONTRACT AUTHORIZATION)**

*For payment of obligations incurred for recreational boating safety assistance under Public Law 92-75, as amended, \$30,000,000, to be derived from the Boat Safety Account and to remain available until expended: Provided, That none of the funds in this Act shall be available for the planning or execution of programs the obligations for which are in excess of \$30,000,000 in fiscal year 1986 for recreational boating safety assistance: Provided further, That no obligations may be incurred for the improvement of recreational boating facilities.*

**FEDERAL AVIATION ADMINISTRATION**

**HEADQUARTERS ADMINISTRATION**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses, not otherwise provided for, of providing administrative services at the headquarters location of the Federal Aviation Administration, including but not limited to accounting, budgeting, personnel, legal, public affairs, and executive direction for the Federal Aviation Administration, \$64,400,000: Provided, That the Secretary of Transportation is authorized to transfer appropriated funds between this appropriation and the Federal Aviation Administration appropriation for operations: Provided further, That this appropriation shall be neither increased nor decreased by more than 2 per centum by any such transfers: Provided further,*

*That any such transfers shall be reported to the Committees on Appropriations.*

**OPERATIONS**

*For necessary expenses of the Federal Aviation Administration, not otherwise provided for, including administrative expenses for research and development, and for establishment of air navigation facilities, and carrying out the provisions of the Airport and Airway Development Act, as amended, or other provisions of law authorizing obligation of funds for similar programs of airport and airway development or improvement; purchase of four passenger motor vehicles for replacement only, \$2,694,600,000, of which not to exceed \$446,000,000 shall be derived from the Airport and Airway Trust Fund: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities, other public authorities, and private sources, for expenses incurred in the maintenance and operation of air navigation facilities: Provided further, That none of these funds shall be available for new applicants for the second career training program.*

**FACILITIES AND EQUIPMENT (AIRPORT AND AIRWAY TRUST FUND)**

*For necessary expenses, not otherwise provided for, for acquisition, establishment, and improvement by contract or purchase, and hire of air navigation and experimental facilities, including initial acquisition of necessary sites by lease or grant; engineering and service testing including construction of test facilities and acquisition of necessary sites by lease or grant; and construction and furnishing of quarters and related accommodations of officers and employees of the Federal Aviation Administration stationed at remote localities where such accommodations are not available; to be derived from the Airport and Airway Trust Fund and to remain available until September 30, 1990, \$993,000,000: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities, other public authorities, and private sources, for expenses incurred in the establishment and modernization of air navigation facilities: Provided further, That of the funds available under this head, \$10,000,000 shall be available for the Secretary of Transportation to enter into grant agreements with universities or colleges to conduct demonstration projects in the development, advancement, or expansion of airway science curriculum programs, and such funds, which shall remain available until expended, shall be made available under such terms and conditions as the Secretary of Transportation may prescribe, to such universities or colleges for the purchase or lease of buildings and associated facilities, instructional materials, or equipment to be used in conjunction with airway science curriculum programs.*

**RESEARCH, ENGINEERING AND DEVELOPMENT (AIRPORT AND AIRWAY TRUST FUND)**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses, not otherwise provided for, for research, engineering and development, in accordance with the provisions of*

*the Federal Aviation Act (49 U.S.C. 1301-1542), including construction of experimental facilities and acquisition of necessary sites by lease or grant, to be derived from the Airport and Airway Trust Fund and to remain available until expended, \$190,000,000, together with \$15,000,000 to be transferred from unobligated balances of "Facilities and equipment", of which \$3,036,412 shall be available for icing and related next generation weather radar atmospheric research to be conducted by the University of North Dakota, \$2,000,000 shall be available for the Center for Research and Training in Information-based Aviation and Transportation Management at Barry University and \$2,000,000 shall be available for the Institute for Aviation Safety Research at Wichita State University: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities, other public authorities, and private sources, for expenses incurred for research, engineering and development.*

**GRANTS-IN-AID FOR AIRPORTS (LIQUIDATION OF CONTRACT AUTHORIZATION) (AIRPORT AND AIRWAY TRUST FUND)**

*For liquidation of obligations incurred for airport planning and development under section 14 of Public Law 91-258, as amended, and under other law authorizing such obligations, and obligations for noise compatibility planning and programs, \$693,000,000, to be derived from the Airport and Airway Trust Fund and to remain available until expended: Provided, That none of the funds in this Act shall be available for the planning or execution of programs the commitments for which are in excess of \$925,000,000 in fiscal year 1986 for grants-in-aid for airport planning and development, and noise compatibility planning and programs, notwithstanding section 506(e)(4) of the Airport and Airway Improvement Act of 1982.*

**OPERATION AND MAINTENANCE, METROPOLITAN WASHINGTON AIRPORTS**

*For expenses incident to the care, operation, maintenance, improvement, and protection of the federally-owned civil airports in the vicinity of the District of Columbia, including purchase of eight passenger motor vehicles for police use, for replacement only; purchase, cleaning, and repair of uniforms; and arms and ammunition, \$34,100,000: Provided, That there may be credited to this appropriation funds received from air carriers, concessionaires, and non-federal tenants sufficient to cover utility and fuel costs which are in excess of \$6,682,000: Provided further, That there may be credited to this appropriation funds received from States, counties, municipalities, other public authorities, or private sources, for expenses incurred in the maintenance and operation of the federally-owned civil airports.*

**CONSTRUCTION, METROPOLITAN WASHINGTON AIRPORTS**

*For necessary expenses for construction at the federally-owned civil airports in the vicinity of the District of Columbia, \$7,000,000, to remain available until September 30, 1988.*



*AVIATION INSURANCE REVOLVING FUND*

*The Secretary of Transportation is hereby authorized to make such expenditures and investments, within the limits of funds available pursuant to section 1306 of the Act of August 23, 1958, as amended (49 U.S.C. 1536), and in accordance with section 104 of the Government Corporation Control Act, as amended (31 U.S.C. 9104), as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for aviation insurance activities under said Act.*

*AIRCRAFT PURCHASE LOAN GUARANTEE PROGRAM*

*The Secretary of Transportation may hereafter issue notes or other obligations to the Secretary of the Treasury, in such forms and denominations, bearing such maturities, and subject to such terms and conditions as the Secretary of the Treasury may prescribe. Such obligations may be issued to pay any necessary expenses required pursuant to any guarantee issued under the Act of September 7, 1957, Public Law 85-307, as amended (49 U.S.C. 1324 note). The aggregate amount of such obligations during fiscal year 1986 shall not exceed \$75,000,000. Such obligations shall be redeemed by the Secretary from appropriations authorized by this section. The Secretary of the Treasury shall purchase any such obligations, and for such purpose he may use as a public debt transaction the proceeds from the sale of any securities issued under the Second Liberty Bond Act, as now or hereafter in force. The purposes for which securities may be issued under such Act are extended to include any purchase of notes or other obligations issued under the subsection. The Secretary of the Treasury may sell any such obligations at such times and price and upon such terms and conditions as he shall determine in his discretion. All purchases, redemptions, and sales of such obligations by such Secretary shall be treated as public debt transactions of the United States.*

*FEDERAL HIGHWAY ADMINISTRATION*

*LIMITATION ON GENERAL OPERATING EXPENSES*

*Necessary expenses for administration, operation, and research of the Federal Highway Administration, not to exceed \$203,761,000, shall be paid, in accordance with law, from appropriations made available by this Act to the Federal Highway Administration together with advances and reimbursements received by the Federal Highway Administration: Provided, That not to exceed \$48,415,000 of the amount provided herein shall remain available until expended: Provided further, That all unobligated amounts made available under this head in prior fiscal years for the establishment and implementation of a demonstration bonding program for economically and socially disadvantaged businesses shall remain available for such purposes until expended: Provided further, That, notwithstanding any other provision of law, there may be credited to this account funds received from States, counties, municipalities, other public authorities and private sources, for training expenses incurred for non-federal employees: Provided further, That none of the*

*funds provided in this Act shall be used for the approval of, or to pay the salary of any person who approves projects to construct a landfill in the Hudson River as part of an Interstate System highway in New York City.*

**HIGHWAY SAFETY RESEARCH AND DEVELOPMENT**

**(HIGHWAY TRUST FUND)**

*For necessary expenses in carrying out provisions of sections 307(a) and 403 of title 23, United States Code, to be derived from the Highway Trust Fund and to remain available until expended, \$8,500,000.*

**HIGHWAY-RELATED SAFETY GRANTS (LIQUIDATION OF CONTRACT AUTHORIZATION) (HIGHWAY TRUST FUND)**

*For payment of obligations incurred in carrying out the provisions of title 23, United States Code, section 402, administered by the Federal Highway Administration, to remain available until expended, \$9,000,000 to be derived from the Highway Trust Fund: Provided, That not to exceed \$100,000 of the amount appropriated herein shall be available for "Limitation on general operating expenses": Provided further, That none of the funds in this Act shall be available for the planning or execution of programs the obligations for which are in excess of \$10,000,000 in fiscal year 1986 for "Highway-related safety grants".*

**HIGHWAY BEAUTIFICATION**

*Funds appropriated and obligated to carry out sections 131 and 136 of title 23, United States Code, which have been deobligated subsequent to enactment of this Act shall remain available until expended.*

**RAILROAD-HIGHWAY CROSSINGS DEMONSTRATION PROJECTS**

*For necessary expenses of certain railroad-highway crossings demonstration projects as authorized by section 163 of the Federal-Aid Highway Act of 1973, as amended, to remain available until expended, \$16,000,000, of which \$10,666,667 shall be derived from the Highway Trust Fund: Provided, That the unobligated balance of funds appropriated in Public Law 93-98 for Wheeling, West Virginia, is hereby made available for allocation to carry out highway projects on the Federal-aid system in Wheeling, West Virginia at full federal expense.*

**FEDERAL-AID HIGHWAYS (LIQUIDATION OF CONTRACT AUTHORIZATION) (HIGHWAY TRUST FUND)**

*For carrying out the provisions of title 23, United States Code, which are attributable to Federal-aid highways, including the National Scenic and Recreational Highway as authorized by 23 U.S.C. 148, not otherwise provided, including reimbursements for sums expended pursuant to the provisions of 23 U.S.C. 308, \$13,836,000,000 or so much thereof as may be available in and derived from the Highway Trust Fund, to remain available until expended: Provided, That none of the funds in this Act shall be available for the imple-*

*mentation or execution of programs the obligations for which are in excess of \$12,750,000,000 for Federal-aid highways and highway safety construction programs for fiscal year 1986, except that this limitation shall not apply to obligations for emergency relief under section 125 of title 23, United States Code, obligations under section 157 of title 23, United States Code, projects covered under section 147 of the Surface Transportation Assistance Act of 1978, section 9 of the Federal-Aid Highway Act of 1981, subsections 131 (b) and (j) of Public Law 97-424, section 118 of the National Visitors Center Facilities Act of 1968, or section 320 of title 23, United States Code.*

**RIGHT-OF-WAY REVOLVING FUND (LIMITATION ON DIRECT LOANS)  
(HIGHWAY TRUST FUND)**

*During fiscal year 1986 and with the resources and authority available, gross obligations for the principal amount of direct loans shall not exceed \$50,000,000.*

**MOTOR CARRIER SAFETY**

*For necessary expenses to carry out the motor carrier safety functions of the Secretary as authorized by the Department of Transportation Act (80 Stat. 939-940), \$13,900,000, of which \$953,000 shall remain available until expended, and not to exceed \$1,601,000 shall be available for "Limitation on general operating expenses".*

**MOTOR CARRIER SAFETY GRANTS**

**(HIGHWAY TRUST FUND)**

*For necessary expenses to carry out provisions of section 402 of Public Law 97-424, \$17,000,000, to be derived from the Highway Trust Fund and to remain available until September 30, 1989.*

**ACCESS HIGHWAYS TO PUBLIC RECREATION AREAS ON CERTAIN  
LAKES**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses of certain access highway projects, as authorized by section 155, title 23, United States Code, to remain available until expended, \$10,000,000, of which \$5,000,000 shall be derived from unobligated balances of "Research, training, and human resources".*

**BALTIMORE-WASHINGTON PARKWAY**

**(HIGHWAY TRUST FUND)**

*For necessary expenses, not otherwise provided, to carry out the provisions of the Federal-Aid Highway Act of 1970, for the Baltimore-Washington Parkway, to remain available until expended, \$3,000,000 to be derived from the Highway Trust Fund and to be withdrawn therefrom at such times and in such amounts as may be necessary: Provided, That, notwithstanding subsection (b) of section 146 of the Federal-Aid Highway Act of 1970 and any agreement entered into under such subsection, the Secretary of the Interior shall*

*not be required to convey to the State of Maryland any portion of the Baltimore-Washington Parkway located in the State of Maryland, and the State of Maryland shall not be required to accept conveyance of any such portion: Provided further, That funds authorized by such section may be expended without regard to any requirement of such an agreement that such portion of the Baltimore-Washington Parkway be conveyed to the State of Maryland.*

**WASTE ISOLATION PILOT PROJECT ROADS**

*For necessary expenses in connection with the upgrading of certain highways for the transportation of nuclear waste generated during defense-related activities, not otherwise provided for, \$7,000,000, to remain available until expended.*

**RAIL LINE CONSOLIDATION PROJECT**

**(TRANSFER OF FUNDS)**

*For necessary expenses to carry out a project to consolidate two rail lines on a common alignment in the vicinity of Orange, Texas, that demonstrates methods by which a rail line consolidation project will reduce motor vehicle traffic congestion and increase employment, to remain available until expended, \$4,000,000 to be derived from unobligated balances of "Research, training, and human resources".*

**AIRPORT-HIGHWAY DEMONSTRATION PROJECT**

**(TRANSFER OF FUNDS)**

*For necessary expenses to carry out a highway project to depress a highway in Shawnee, Oklahoma, that demonstrates methods of improving air service to a small community by extension of a runway over a depressed road, to remain available until expended, \$1,350,000 to be derived from unobligated balances of "Research, training, and human resources".*

**EXPRESSWAY GAP CLOSING DEMONSTRATION PROJECT**

*For necessary expenses to carry out a highway construction project along State Route 113 in north-central California that demonstrates methods of reducing motor vehicle congestion and increasing employment, there is authorized to be appropriated \$23,500,000, to remain available until expended, of which \$9,000,000 is hereby appropriated: Provided, That such funds shall be exempt from any limitation on obligations for Federal-aid highways and highway safety construction programs.*

**NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION**

**OPERATIONS AND RESEARCH**

**(INCLUDING TRANSFERS OF FUNDS)**

*For expenses necessary to discharge the functions of the Secretary with respect to traffic and highway safety and functions under the Motor Vehicle Information and Cost Savings Act (Public Law 92-*

513, as amended), \$88,851,000, of which \$5,000,000 shall be derived from unobligated balances of "Research, training, and human resources", and of which \$29,894,000 shall be derived from the Highway Trust Fund: Provided, That not to exceed \$36,296,000 shall remain available until expended, of which \$14,833,000 shall be derived from the Highway Trust Fund: Provided further, That, of the funds available under this head, \$10,000,000 shall be available to implement the recommendations of the 1985 National Academy of Sciences report on trauma research: Provided further, That for the purpose of carrying out a national program to encourage the use of automobile passive restraints as authorized by 23 U.S.C. 403, an additional \$500,000 is available to be derived from unobligated balances of "Carpool and vanpool projects".

*HIGHWAY TRAFFIC SAFETY GRANTS*

*(LIQUIDATION OF CONTRACT AUTHORIZATION)*

*(HIGHWAY TRUST FUND)*

For payment of obligations incurred in carrying out the provisions of 23 U.S.C. 402, 406 and 408, and section 209 of Public Law 95-599, as amended, to remain available until expended, \$149,000,000, to be derived from the Highway Trust Fund: Provided, That none of the funds in this Act shall be available for the planning or execution of programs the total obligations for which are in excess of \$126,500,000 in fiscal year 1986 for "State and community highway safety" authorized under 23 U.S.C. 402: Provided further, That none of these funds shall be used for construction, rehabilitation or remodeling costs or for office furnishings and fixtures for State, local, or private buildings or structures: Provided further, That none of the funds in this Act shall be available for the planning or execution of programs the total obligations for which are in excess of \$28,800,000 for "Alcohol safety incentive grants" authorized under 23 U.S.C. 408: Provided further, That none of the funds in this Act shall be available for the planning or execution of programs authorized by section 209 of Public Law 95-599, as amended, the total obligations for which are in excess of \$5,000,000 in fiscal years 1983, 1984, 1985, and 1986: Provided further, That not to exceed \$5,000,000 shall be available for administering the provisions of 23 U.S.C. 402.

*FEDERAL RAILROAD ADMINISTRATION*

*OFFICE OF THE ADMINISTRATOR*

For necessary expenses of the Federal Railroad Administration, not otherwise provided for, \$10,120,000.

*RAILROAD SAFETY*

For necessary expenses in connection with railroad safety, not otherwise provided for, \$27,764,000, of which \$1,500,000 shall remain available until expended.

*RAILROAD RESEARCH AND DEVELOPMENT*

*For necessary expenses for railroad research and development, \$10,600,000, to remain available until expended.*

*RAIL SERVICE ASSISTANCE*

*For necessary expenses for rail service assistance authorized by section 5 of the Department of Transportation Act, as amended, for Washington Union Station, as authorized by Public Law 97-125, and for necessary administrative expenses in connection with federal rail assistance programs not otherwise provided for, \$20,200,000, to remain available until expended: Provided, That none of the funds provided under this Act shall be available for the planning or execution of a program making commitments to guarantee new loans under the Emergency Rail Services Act of 1970, as amended, and that no new commitments to guarantee loans under section 211(a) or 211(h) of the Regional Rail Reorganization Act of 1973, as amended, shall be made: Provided further, That none of the funds in this Act shall be available for the acquisition, sale or transfer of Washington Union Station without the prior approval of the House and Senate Committees on Appropriations: Provided further, That, of the funds available under this head, \$15,000,000 shall be available for allocation to the States under section 5(h)(2) of the Department of Transportation Act, as amended: Provided further, That, notwithstanding any other provision of law, a State may not apply for fiscal year 1986 funds available under section 5(h)(2) until such State has expended all funds granted to it in the fiscal years prior to the beginning of fiscal year 1981, other than funds not expended due to pending litigation: Provided further, That a State denied funding by reason of the immediately preceding proviso may still apply for and receive funds for planning purposes: Provided further, That, notwithstanding any other provision of law, of the funds available under section 5(h)(2), \$10,000,000 shall be made available for use under sections 5(h)(3)(B)(ii) and 5(h)(3)(C) of the Department of Transportation Act, as amended, notwithstanding the limitations set forth in section 5(h)(3)(B)(i).*

*CONRAIL LABOR PROTECTION*

*Such sums as may be necessary shall be made available for necessary expenses of administration of section 701 of the Regional Rail Reorganization Act of 1973 by the Railroad Retirement Board.*

*NORTHEAST CORRIDOR IMPROVEMENT PROGRAM*

*For necessary expenses related to Northeast Corridor improvements authorized by title VII of the Railroad Revitalization and Regulatory Reform Act of 1976, as amended (45 U.S.C. 851 et seq.), \$12,500,000, to remain available until expended: Provided, That, notwithstanding any other provision of law, the provisions of Public Law 85-804 shall apply to the Northeast Corridor Improvement Program: Provided further, That the Secretary may waive the provisions of 23 U.S.C. 322 (c) and (d) if such action would serve a public purpose: Provided further, That all public at grade-level crossings remaining along the Northeast Corridor upon completion of the*

*project shall be equipped with protective devices including gates and lights.*

*GRANTS TO THE NATIONAL RAILROAD PASSENGER CORPORATION*

*(INCLUDING TRANSFERS OF FUNDS)*

*To enable the Secretary of Transportation to make grants to the National Railroad Passenger Corporation for operating losses incurred by the Corporation, capital improvements, and labor protection costs authorized by 45 U.S.C. 565, to remain available until expended, \$616,000,000, of which \$23,000,000 shall be derived from unobligated balances of "Conrail labor protection" and \$5,500,000 shall be derived from unobligated balances of "Rail labor assistance" as of September 30, 1985: Provided, That none of the funds herein appropriated shall be used for lease or purchase of passenger motor vehicles or for the hire of vehicle operators for any officer or employee, other than the president of the Corporation, excluding the lease of passenger motor vehicles for those officers or employees while in official travel status: Provided further, That the Secretary shall make no commitments to guarantee new loans or loans for new purposes under 45 U.S.C. 602 in fiscal year 1986: Provided further, That the incurring of any obligation or commitment by the Corporation for the purchase of capital improvements prohibited by this Act or not expressly provided for in an appropriation Act shall be deemed a violation of 31 U.S.C. 1341: Provided further, That no funds are required to be expended or reserved for expenditure pursuant to 45 U.S.C. 601(e): Provided further, That none of the funds in this or any other Act shall be made available to finance the rehabilitation and other improvements (including upgrading track and the signal system, ensuring safety at public and private highway and pedestrian crossings by improving signals or eliminating such crossings, and the improvement of operational portions of stations related to intercity rail passenger service) on the main line track between Atlantic City, New Jersey, and the main line of the Northeast Corridor, unless the Secretary of Transportation certifies that not less than 40 per centum of the costs of such improvements shall be derived from non-federal sources: Provided further, That, notwithstanding any other provision of law, the National Railroad Passenger Corporation shall not operate rail passenger service between Atlantic City, New Jersey, and the Northeast Corridor main line unless the Corporation's Board of Directors determines that revenues from such service have covered or exceeded 80 per centum of the short term avoidable costs of operating such service in the first year of operation and 100 per centum of the short term avoidable operating costs for each year thereafter: Provided further, That none of the funds provided in this or any other Act shall be made available to finance the acquisition and rehabilitation of a line, and construction necessary to facilitate improved rail passenger service, between Spuyten Duyvil, New York, and the main line of the Northeast Corridor unless the Secretary of Transportation certifies that not less than 40 per centum of the costs of such improvement shall be derived from non-Amtrak sources.*

*RAILROAD REHABILITATION AND IMPROVEMENT FINANCING FUNDS*

*The total commitments to guarantee new loans pursuant to sections 511 through 513 of the Railroad Revitalization and Regulatory Reform Act of 1976 (Public Law 94-210), as amended, shall not exceed \$4,000,000 of contingent liabilities for loan principal during fiscal year 1986: Provided, That the Secretary of Transportation is authorized to issue to the Secretary of the Treasury notes or other obligations pursuant to section 512 of the Railroad Revitalization and Regulatory Reform Act of 1976 (Public Law 94-210), as amended, in such amounts and at such times as may be necessary to pay any amounts required pursuant to the guarantee of the principal amount of obligations under sections 511 through 513 of such Act, such authority to exist as long as any such guaranteed obligation is outstanding: Provided further, That the aggregate amount of such notes or other obligations during fiscal year 1986 shall not exceed \$100,000,000.*

*REDEEMABLE PREFERENCE SHARES*

*Notwithstanding any other provision of law, the Secretary of Transportation is hereby authorized to expend proceeds from the sale of fund anticipation notes to the Secretary of the Treasury and any other moneys deposited in the Railroad Rehabilitation and Improvement Fund pursuant to sections 502, 505-507, and 509 of the Railroad Revitalization and Regulatory Reform Act of 1976 (Public Law 94-210), as amended, and section 803 of Public Law 95-620, for uses authorized for the Fund, in amounts not to exceed \$33,500,000.*

*CONRAIL COMMUTER TRANSITION ASSISTANCE*

*(TRANSFER OF FUNDS)*

*For necessary capital expenses of Conrail commuter transition assistance, not otherwise provided for, \$5,000,000 to be derived from unobligated balances of "Research, training, and human resources" and to remain available until expended.*

*URBAN MASS TRANSPORTATION ADMINISTRATION*

*ADMINISTRATIVE EXPENSES*

*For necessary administrative expenses of the urban mass transportation program authorized by the Urban Mass Transportation Act of 1964, as amended (49 U.S.C. 1601 et seq.), and 23 U.S.C. chapter 1, in connection with these activities, including hire of passenger motor vehicles and services as authorized by 5 U.S.C. 3109, \$30,000,000, of which not to exceed \$650,000 shall be available for the Office of the Administrator.*

*RESEARCH, TRAINING, AND HUMAN RESOURCES*

*For necessary expenses for research, training, and human resources as authorized by the Urban Mass Transportation Act of 1964, as amended (49 U.S.C. 1601 et seq.), to remain available until expended, \$17,400,000: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities,*



*other public authorities and private sources, for expenses incurred for training.*

**FORMULA GRANTS**

*For necessary expenses to carry out the provisions of sections 9 and 18 of the Urban Mass Transportation Act of 1964, as amended (49 U.S.C. 1601 et seq.), \$2,150,000,000, to remain available until expended.*

**DISCRETIONARY GRANTS**

*None of the funds in this Act shall be available for the implementation or execution of programs in excess of \$1,045,500,000 in fiscal year 1986 for grants under the contract authority authorized in section 21(a)(2)(B) of the Urban Mass Transportation Act of 1964, as amended (49 U.S.C. 1601 et seq.).*

**LIQUIDATION OF CONTRACT AUTHORIZATION**

*For payment of obligations incurred in carrying out section 21(a)(2) of the Urban Mass Transportation Act of 1964, as amended (49 U.S.C. 1601 et seq.), administered by the Urban Mass Transportation Administration, \$775,000,000, to be derived from the Highway Trust Fund and to remain available until expended.*

**INTERSTATE TRANSFER GRANTS—TRANSIT**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses to carry out the provisions of 23 U.S.C. 103(e)(4) related to transit projects, to remain available until September 30, 1987, \$218,750,000, of which \$18,750,000 shall be derived from unobligated balances of "Research, training, and human resources".*

**WASHINGTON METRO**

*For necessary expenses to carry out the provisions of section 14 of Public Law 96-184, \$227,000,000, to remain available until expended.*

**SAINT LAWRENCE SEAWAY DEVELOPMENT CORPORATION**

*The Saint Lawrence Seaway Development Corporation is hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to the Corporation, and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the Corporation's budget for the current fiscal year except as hereinafter provided.*

**LIMITATION ON ADMINISTRATIVE EXPENSES**

*Not to exceed \$1,916,000 shall be available for administrative expenses which shall be computed on an accrual basis, including not to exceed \$3,000 for official entertainment expenses to be expended*

*upon the approval or authority of the Secretary of Transportation: Provided, That Corporation funds shall be available for the hire of passenger motor vehicles and aircraft, operation and maintenance of aircraft, uniforms or allowances therefor for operation and maintenance personnel, as authorized by law (5 U.S.C. 5901-5902), and \$15,000 shall be available for services as authorized by 5 U.S.C. 3109.*

**RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION**

**RESEARCH AND SPECIAL PROGRAMS**

*For expenses necessary to discharge the functions of the Research and Special Programs Administration, for expenses for conducting research and development and for grants-in-aid to carry out a pipeline safety program, as authorized by section 5 of the Natural Gas Pipeline Safety Act of 1968 (49 U.S.C. 1674), \$19,300,000, of which \$6,975,000 shall remain available until expended.*

**OFFICE OF THE INSPECTOR GENERAL**

**SALARIES AND EXPENSES**

*For necessary expenses of the Office of the Inspector General in carrying out the provisions of the Inspector General Act of 1978, \$27,600,000.*

**TITLE II—RELATED AGENCIES**

**ARCHITECTURAL AND TRANSPORTATION BARRIERS  
COMPLIANCE BOARD**

**SALARIES AND EXPENSES**

*For expenses necessary for the Architectural and Transportation Barriers Compliance Board, as authorized by section 502 of the Rehabilitation Act of 1973, as amended, \$1,975,000.*

**NATIONAL TRANSPORTATION SAFETY BOARD**

**SALARIES AND EXPENSES**

*For necessary expenses of the National Transportation Safety Board, including hire of passenger motor vehicles and aircraft; services as authorized by 5 U.S.C. 3109, but at rates for individuals not to exceed the per diem rate equivalent to the rate for a GS-18; uniforms, or allowances therefor, as authorized by law (5 U.S.C. 5901-5902), \$22,300,000, of which not to exceed \$500 may be used for official reception and representation expenses.*

**INTERSTATE COMMERCE COMMISSION**

**SALARIES AND EXPENSES**

**(INCLUDING TRANSFER OF FUNDS)**

*For necessary expenses of the Interstate Commerce Commission, including services as authorized by 5 U.S.C. 3109, and not to exceed*

*\$1,500 for official reception and representation expenses, \$50,480,000, of which \$2,300,000 shall be derived from unobligated balances of "Payments for directed rail service": Provided, That joint board members and cooperating State commissioners may use Government transportation requests when traveling in connection with their official duties as such.*

*PAYMENTS FOR DIRECTED RAIL SERVICE*

*None of the funds provided in this Act shall be available for the execution of programs the obligations for which can reasonably be expected to exceed \$1,000,000 for directed rail service authorized under 49 U.S.C. 11125 or any other legislation.*

*PANAMA CANAL COMMISSION*

*OPERATING EXPENSES*

*For operating expenses necessary for the Panama Canal Commission, including hire of passenger motor vehicles and aircraft; uniforms or allowances therefor, as authorized by law (5 U.S.C. 5901-5902); not to exceed \$10,000 for official reception and representation expenses of the Board; operation of guide services; residence for the Administrator; disbursements by the Administrator for employee and community projects; not to exceed \$1,000 for official reception and representation expenses of the Secretary; not to exceed \$25,000 for official reception and representation expenses of the Administrator; and to employ services as authorized by law (5 U.S.C. 3109); \$400,284,000, to be derived from the Panama Canal Commission Fund: Provided, That there may be credited to this appropriation funds received from the Panama Canal Commission's capital outlay account for expenses incurred for supplies and services provided for capital projects.*

*CAPITAL OUTLAY*

*For acquisition, construction, replacement, and improvement of facilities, structures, and equipment required by the Panama Canal Commission, including the purchase of not to exceed forty-four passenger motor vehicles for replacement only (including large heavy-duty vehicles used to transport Commission personnel across the Isthmus of Panama, the purchase price of which shall not exceed \$14,000 per vehicle); to employ services authorized by law (5 U.S.C. 3109); \$25,500,000 to be derived from the Panama Canal Commission Fund and to remain available until expended.*

*DEPARTMENT OF THE TREASURY*

*OFFICE OF THE SECRETARY*

*INVESTMENT IN FUND ANTICIPATION NOTES*

*For the acquisition, in accordance with section 509 of the Railroad Revitalization and Regulatory Reform Act of 1976, as amended, and section 803 of Public Law 95-620, of fund anticipation notes, \$33,500,000.*

**UNITED STATES RAILWAY ASSOCIATION**

**ADMINISTRATIVE EXPENSES**

*For necessary administrative expenses to enable the United States Railway Association to carry out its functions under the Regional Rail Reorganization Act of 1973, as amended, to remain available until expended, \$2,400,000, of which not to exceed \$500 may be available for official reception and representation expenses.*

**WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY**

**INTEREST PAYMENTS**

*For necessary expenses for interest payments, to remain available until expended, \$51,663,569: Provided, That these funds shall be disbursed pursuant to terms and conditions established by Public Law 96-184 and the Initial Bond Repayment Participation Agreement.*

**TITLE III—GENERAL PROVISIONS**

*SEC. 301. During the current fiscal year applicable appropriations to the Department of Transportation shall be available for maintenance and operation of aircraft; hire of passenger motor vehicles and aircraft; purchase of liability insurance for motor vehicles operating in foreign countries on official departmental business; and uniforms, or allowances therefor, as authorized by law (5 U.S.C. 5901-5902).*

*SEC. 302. Funds appropriated for the Panama Canal Commission may be apportioned notwithstanding section 3679 of the Revised Statutes, as amended (31 U.S.C. 1341), to the extent necessary to permit payment of such pay increases for officers or employees as may be authorized by administrative action pursuant to law which are not in excess of statutory increases granted for the same period in corresponding rates of compensation for other employees of the Government in comparable positions.*

*SEC. 303. Funds appropriated under this Act for expenditures by the Federal Aviation Administration shall be available (1) except as otherwise authorized by the Act of September 30, 1950 (20 U.S.C. 236-244), for expenses of primary and secondary schooling for dependents of Federal Aviation Administration personnel stationed outside the continental United States at costs for any given area not in excess of those of the Department of Defense for the same area, when it is determined by the Secretary that the schools, if any, available in the locality are unable to provide adequately for the education of such dependents and (2) for transportation of said dependents between schools serving the area which they attend and their places of residence when the Secretary, under such regulations as may be prescribed, determines that such schools are not accessible by public means of transportation on a regular basis.*

*SEC. 304. Appropriations contained in this Act for the Department of Transportation shall be available for services as authorized by 5 U.S.C. 3109, but at rates for individuals not to exceed the per diem rate equivalent to the rate for a GS-18.*

*SEC. 305. None of the funds appropriated in this Act for the Panama Canal Commission may be expended unless in conformance with the Panama Canal Treaties of 1977 and any law implementing those treaties.*

*SEC. 306. None of the funds provided in this Act may be used for planning or construction of rail-highway crossings under section 322(a) of title 23, United States Code, or under section 701(a)(5) or section 703(1)(A) of the Railroad Revitalization and Regulatory Reform Act of 1976 at the—*

*(1) School Street crossing in Groton, Connecticut; and*

*(2) Broadway Extension crossing in Stonington, Connecticut.*

*SEC. 307. None of the funds in this Act shall be used for the planning or execution of any program to pay the expenses of, or otherwise compensate, non-federal parties intervening in regulatory or adjudicatory proceedings funded in this Act.*

*SEC. 308. None of the funds in this Act shall be used to assist, directly or indirectly, any State in imposing mandatory State inspection fees or sticker requirements on vehicles which are lawfully registered in another State, including vehicles engaged in interstate commercial transportation which are in compliance with Part 396—Inspection and Maintenance of the Federal Motor Carrier Safety Regulations of the United States Department of Transportation.*

*SEC. 309. None of the funds contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.*

*SEC. 310. Notwithstanding any other provision of law, total amounts of contract authority authorized for fiscal year 1986 in section 21(a)(2)(B) of the Urban Mass Transportation Act of 1964, as amended, shall be available for obligation through fiscal year 1989.*

*SEC. 311. None of the funds in this or any other Act shall be available for the planning or implementation of any change in the current federal status of the Transportation Systems Center.*

*SEC. 312. The expenditure of any appropriation under this Act for any consulting service through procurement contract, pursuant to section 3109 of title 5, United States Code, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise provided under existing law, or under existing Executive Order issued pursuant to existing law.*

*SEC. 313. (a) For fiscal year 1986 the Secretary of Transportation shall distribute the obligation limitation for Federal-aid highways by allocation in the ratio which sums authorized to be appropriated for Federal-aid highways and highway safety construction which are apportioned or allocated to each State for such fiscal year bear to the total of the sums authorized to be appropriated for Federal-aid highways and highway safety construction which are apportioned or allocated to all the States for such fiscal year.*

*(b) During the period October 1 through December 31, 1985, no State shall obligate more than 40 per centum of the amount distributed to such State under subsection (a), and the total of all State obligations during such period shall not exceed 25 per centum of the total amount distributed to all States under such subsection.*

*(c) Notwithstanding subsections (a) and (b), the Secretary shall—*

(1) provide all States with authority sufficient to prevent lapses of sums authorized to be appropriated for Federal-aid highways and highway safety construction which have been apportioned to a State, except in those instances in which a State indicates its intention to lapse sums apportioned under section 104(b)(5)(A) of title 23, United States Code;

(2) after August 1, 1986, revise a distribution of the funds made available under subsection (a) if a State will not obligate the amount distributed during that fiscal year and redistribute sufficient amounts to those States able to obligate amounts in addition to those previously distributed during that fiscal year giving priority to those States having large unobligated balances of funds apportioned under section 104 of title 23, United States Code, and giving priority to those States which, because of statutory changes made by the Surface Transportation Assistance Act of 1982 and the Federal-Aid Highway Act of 1981, have experienced substantial proportional reductions in their apportionments and allocations; and

(3) not distribute amounts authorized for administrative expenses and the Federal Lands Highway Programs.

SEC. 314. None of the funds in this Act shall be available for salaries and expenses of more than one hundred thirty-eight political appointees in the Department of Transportation.

SEC. 315. Not to exceed \$1,700,000 of the funds provided in this Act for the Department of Transportation shall be available for the necessary expenses of advisory committees.

SEC. 316. The limitation on obligations for Federal-aid highways and highway safety construction programs for fiscal year 1986 shall not apply to obligations for the remaining approach and bridge removal work necessary to complete the new bridge alignment for the Zilwaukee Bridge.

SEC. 317. (a) Section 5(b)(2) of the Urban Mass Transportation Act of 1964 is amended by inserting after the first sentence the following new sentence: "Any funds apportioned for fiscal year 1982 or 1983 under subsection (a) for expenditure in an urbanized area with a population of less than 200,000 may be expended in an urbanized area with a population of 200,000 or more."

(b) Section 5(c)(4) of the Urban Mass Transportation Act of 1964 is amended by striking the period at the end of the first sentence, and inserting the following: "except that any fiscal year 1982 funds made available to a Governor under section 5(b)(2) of the Urban Mass Transportation Act of 1964, as amended, that are unobligated as of October 1, 1985, or become unobligated thereafter, shall remain available for expenditure under section 5 until October 1, 1986."

SEC. 318. Notwithstanding any other provision of law, within 60 days of the effective date of this Act the Urban Mass Transportation Administration shall reapportion under section 9 of the Urban Mass Transportation Act of 1964, as amended, those funds available for reapportionment pursuant to subsection (c)(4) of section 5 of that Act.

SEC. 319. None of the funds in this or any other Act shall be made available for the proposed Woodward light rail line in the Detroit, Michigan, area until a source of operating funds has been approved in accordance with Michigan law: Provided, That this limi-

*tation shall not apply to alternatives analysis studies under section 21(a)(2)(B) of the Urban Mass Transportation Act of 1964, as amended.*

*SEC. 320. The Secretary of Transportation shall enter into negotiations for full funding contracts with the appropriate local governmental authorities to construct (1) the minimum operable segment, MOS-1, of the downtown Los Angeles to San Fernando Valley Metro Rail project; (2) the north and south legs of the downtown component of metrorail in Dade County, Florida; and (3) the downtown transit project (bus tunnel) in Seattle, Washington: Provided, That the Secretary shall commence negotiations with appropriate local authorities to enter into such contracts no later than 30 days after enactment and shall conclude such negotiations no later than 90 days after enactment: Provided further, That such contracts shall cover total project costs including federal financial participation consisting of fiscal year 1984 and fiscal year 1985 discretionary grants funding made available pursuant to section 331 of this Act, fiscal year 1986 discretionary grants funding in accordance with the accompanying Joint Explanatory Statement of the Managers, and future funding as made available by the Congress.*

*SEC. 321. The Urban Mass Transportation Administration shall enter into a contract with the Southern California Rapid Transit District to conduct a study of the potential methane gas risks relating to the proposed alignment of the Metro Rail project beyond the Minimum Operable Segment, MOS-1. None of the funds described in section 320 may be made available for any segment of the downtown Los Angeles to San Fernando Valley Metro Rail project unless and until the Southern California Rapid Transit District officially notifies and commits to the Urban Mass Transportation Administration that no part of the Metro Rail project will tunnel into or through any zone designated as a potential risk zone or high potential risk zone in the report of the City of Los Angeles dated June 10, 1985, entitled "Task Force Report on the March 24, 1985 Methane Gas Explosion and Fire in the Fairfax Area". Funds for this study, in an amount not to exceed \$1,000,000, shall be made available from funds previously allocated for the MOS-1 project, commencing within 30 days of enactment.*

*SEC. 322. The limitation on obligations for the Discretionary Grants Program of the Urban Mass Transportation Administration shall not apply to any authority under section 21(a)(2)(B) of the Urban Mass Transportation Act of 1964, as amended, previously made available for obligation.*

*SEC. 323. (a) Notwithstanding any other provision of law, the Secretary of Transportation may use not to exceed one-half of 1 percent of—*

*(1) the funds made available for fiscal year 1986 by section 21(a)(2)(B) of the Urban Mass Transportation Act of 1964, as amended, to carry out section 3 of such Act to contract with any person to oversee the construction of any major project under such section;*

*(2) the funds appropriated for fiscal year 1986 pursuant to section 21(a)(1) of the Urban Mass Transportation Act of 1964, as amended, to carry out section 9 of such Act to contract with*

*any person to oversee the construction of any major project under such section;*

*(3) the funds appropriated for fiscal year 1986 pursuant to section 21(a)(1) of the Urban Mass Transportation Act of 1964, as amended, to carry out section 18 of such Act to contract with any person to oversee the construction of any major project under such section;*

*(4) the funds appropriated for fiscal year 1986 pursuant to section 4(g) of the Urban Mass Transportation Act of 1964, as amended, to contract with any person to oversee the construction of any major public transportation project substituted for an Interstate segment withdrawn under section 103(e)(4) of title 23, United States Code; and*

*(5) the funds appropriated for fiscal year 1986 pursuant to the National Capital Transportation Act of 1969 to contract with any person to oversee the construction of any major project under such Act.*

*(b) Any contract entered into under subsection (a) shall provide for the payment by the Secretary of Transportation of 100 percent of the cost of carrying out the contract.*

*(c) This section shall take effect on October 1, 1985, and shall cease to be in effect at the close of September 30, 1986.*

*SEC. 324. (a) GENERAL RULE.—Tolls collected for motor vehicles on any bridge connecting the borough of Brooklyn, New York, and Staten Island, New York, shall only be collected for those vehicles exiting from such bridge in Staten Island.*

*(b) ENFORCEMENT.—The Secretary shall withhold 1 percent of the amount required to be apportioned to the State of New York under sections 104 and 144 of title 23, United States Code, on the first day of the fiscal year succeeding any fiscal year in which tolls collected for motor vehicles on the bridge referred to in subsection (a) are collected for those vehicles exiting from such bridge in the borough of Brooklyn.*

*(c) PERIOD OF APPLICABILITY.—This section shall apply on and after the 90th day following the date of enactment of this section, except that this section shall not apply after the date on which the Secretary publishes in the Federal Register a determination under subsection (d).*

*(d) REMOVAL OF LIMITATION.—*

*(1) DETERMINATION OF SECRETARY.—Subsections (a) and (b) shall cease to be in effect if, upon petition by the Governor of New York under paragraph (2), the Secretary determines that—*

*(A) a substantial loss of revenues has resulted from the limitation imposed by subsection (a), or*

*(B) such limitation has resulted in significant traffic problems,*

*and the Secretary publishes such determination in the Federal Register.*

*(2) PETITION.—The Governor of New York may petition the Secretary for a determination under paragraph (1) at any time after a period of six consecutive months in which tolls collected for motor vehicles on the bridge referred to in subsection (a)*



*have been collected only for those vehicles exiting from such bridge in Staten Island.*

*SEC. 325. Notwithstanding section 127 of title 23, United States Code, the State of Wyoming may conduct a demonstration project for a period not to exceed two years in order to determine the effects on the National System of Interstate and Defense Highways located in Wyoming of the use of such highways by vehicles in excess of 80,000 pounds gross weight but meeting axle and bridge formula specifications in section 127 of title 23, United States Code.*

*SEC. 326. Section 18(e) of the Urban Mass Transportation Act of 1964 is amended by adding at the end thereof the following: "For the purpose of this subsection, the term 'Federal funds or revenues' does not include funds received by a recipient of funds under this section pursuant to a service agreement with a State or local social service agency or a private social service organization."*

*SEC. 327. Section 119(d), 23 U.S.C. is amended by adding at the end of such section: "Notwithstanding any other provision of law, and for the purposes of this subsection, the phrase 'segments of the interstate system open to traffic' shall include a proposed four-lane, limited access highway, 6.4 miles in length, the construction of which will relocate to a southern alignment a portion of an existing interstate highway which was originally built without the aid of funds authorized by section 108(b) of the Federal-Aid Highway Act of 1956, as amended, and which connects to the east with an interstate highway on which tolls are charged. The construction of the proposed highway shall include a bridge over the Monongahela River."*

*SEC. 328. (a) Title XI of the Federal Aviation Act of 1958 (49 App. U.S.C. 1501 et seq.) is amended by adding at the end thereof the following:*

*"AERONAUTICAL CHARTS AND MAPS*

*"SEC. 1118. Notwithstanding the provisions of section 1341 of title 31, United States Code, or any other provision of law, the United States Government shall enter into agreements to indemnify any person who publishes a chart or map for use in aeronautics from any claim, or portion of a claim, which arises out of such person's depiction on such chart or map of any defective or deficient flight procedure or airway, if such flight procedure or airway was—*

- "(1) promulgated by the Federal Aviation Administration;*
- "(2) accurately depicted on such chart or map; and*
- "(3) not obviously defective or deficient."*

*(b) The table of contents of the Federal Aviation Act of 1958 is amended by inserting immediately after the item relating to section 1117 the following:*

*"Sec. 1118. Aeronautical charts and maps."*

*SEC. 329. Notwithstanding section 108(b) of the Federal-Aid Highway Act of 1956, sums appropriated to the State of New York under 23 U.S.C. 104(b)(5)(A) during the fiscal year ending September 30, 1986, may be obligated for Interstate construction projects under section 108(b) of the Federal-Aid Highway Act of 1956 or for Interstate substitute highway projects under 23 U.S.C. 103(e)(4): Provided, That the withdrawal value for New York under 23 U.S.C. 103(e)(4)*

*shall be reduced by the amounts obligated hereunder for Interstate highway substitute projects. The federal share of the cost to complete any such Interstate substitute highway projects to which this provision applies shall be 85 per centum. In carrying out this provision the State of New York and the Secretary of Transportation shall assign highest priority to the completion of Interstate construction projects. This section shall expire on October 1, 1986.*

*SEC. 330. Notwithstanding any other provision of law, none of the funds in this Act shall be available for the construction of the Central Automated Transit System (Downtown People Mover) in Detroit, Michigan: Provided, That the immediately preceding provision shall not apply to \$10,000,000 apportioned to the Detroit Department of Transportation.*

*SEC. 331. The Congress disapproves the proposed deferral D86-21, pertaining to the Urban Mass Transportation Administration, as set forth in the message of October 1, 1985, which was transmitted to the Congress by the President. This disapproval shall be effective upon enactment into law of this Act and the amount of the proposed deferral disapproved herein shall be made available for obligation.*

*SEC. 332. Section 201 of the Regional Rail Reorganization Act of 1973 (45 U.S.C. 711) is amended—*

*(1) in the first sentence of paragraph (2) of subsection (d) by inserting "freight" before "railroad"; and*

*(2) in the first sentence of subsection (e) by striking out "1985" and inserting in lieu thereof "1987".*

*SEC. 333. The Act approved July 28, 1937 (50 Stat. 535), is amended by striking out in the first paragraph thereof, "and approaches thereto" and by inserting at the end thereof "The States of Maine and New Hampshire are authorized to assume all construction, maintenance, and operational authority over the approach roads and grade separation structures in their respective areas. As provided in Maine Private and Special Law, Chapter 38, 1985, and New Hampshire Statutes, Chapter 415, 1985, the respective States shall require the Authority to provide Authority funds for capital improvements."*

*SEC. 334. Notwithstanding any other provision of law, the first sentence of section 125(b) of title 23, United States Code, is amended by inserting after "\$30,000,000" the following: "(\$55,000,000 for projects in connection with disasters or failures occurring in calendar year 1985)".*

*SEC. 335. Notwithstanding any other provision of law or regulation, the Secretary of Transportation shall, within 30 days after enactment of this section, issue in the Federal Register a Notice of Intent to prepare an environmental impact statement for the construction of the north and south legs of the downtown component of metrorail in Dade County, Florida: Provided, That the absence of a federally-approved environmental impact statement for this project shall not preclude or delay the negotiations required under section 320 of this Act.*

*This Act may be cited as the "Department of Transportation and Related Agencies Appropriations Act, 1986";*

*and the Senate agree to the same.*

*Amendment Numbered 10:*

That the House recede from its disagreement to the amendment of the Senate numbered 10, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by the House and stricken by the Senate, insert the following:

*(h) For the purposes of Sec. 252(a)(6)(D)(i)(II) of Public Law 99-177, the section of the Statement of the Managers entitled "Definition of Program, Project, and Activity as provided by Public Law 99-177, the Balanced Budget and Emergency Deficit Control Act of 1985" shall be considered to be the reports filed by the Committees on Appropriations for the purpose of defining "Program, Project, and Activity".*

And the Senate agree to the same.

Amendment numbered 13:

That the House recede from its disagreement to the amendment of the Senate numbered 13, and agree to the same with an amendment, as follows:

In lieu of the first sum named in said amendment insert: \$1,065,000,000; and the Senate agree to the same.

Amendment numbered 14:

That the House recede from its disagreement to the amendment of the Senate numbered 14, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment insert:

*(j) such amounts as may be necessary for projects or activities provided for in the Foreign Assistance and Related Programs Appropriations Act, 1986, at a rate for operations and to the extent in the following Act; this subsection shall be effective as if it had been enacted into law as the regular appropriation Act:*

*AN ACT Making appropriations for foreign assistance and related programs for the fiscal year ending September 30, 1986, and for other purposes, namely:*

**TITLE I—MULTILATERAL ECONOMIC ASSISTANCE**

**FUNDS APPROPRIATED TO THE PRESIDENT**

**INTERNATIONAL FINANCIAL INSTITUTIONS**

**CONTRIBUTION TO THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT**

*For payment to the International Bank for Reconstruction and Development by the Secretary of the Treasury, for the United States share of the paid-in share portion of the increase in capital stock, \$109,720,549 for the General Capital Increase, as authorized by section 39 of the Bretton Woods Agreements Act, as amended (Public Law 79-171), to remain available until expended: Provided, That no such payment may be made while the United States Executive Director to the Bank is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level IV of the Executive Schedule under section 5315 of title 5, United States Code, or while the alternate United States Executive Director*

*to the Bank is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level V of the Executive Schedule under section 5316 of title 5, United States Code.*

**LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS**

*The United States Governor of the International Bank for Reconstruction and Development may subscribe without fiscal year limitation to the callable capital portion of the United States share of increases in capital stock in an amount not to exceed \$1,353,220,096.*

**CONTRIBUTION TO THE INTERNATIONAL DEVELOPMENT ASSOCIATION**

*For payment to the International Development Association by the Secretary of the Treasury, \$700,000,000, for the second installment of the United States contribution to the seventh replenishment, to remain available until expended: Provided, That no such payment may be made while the United States Executive Director to the International Bank for Reconstruction and Development is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level IV of the Executive Schedule under section 5315 of title 5, United States Code, or while the alternate United States Executive Director to the Bank is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level V of the Executive Schedule under section 5316 of title 5, United States Code.*

**CONTRIBUTION TO THE SPECIAL FACILITY FOR SUB-SAHARAN AFRICA**

*For payment to the Special Facility for Sub-Saharan Africa by the Secretary of the Treasury, \$75,000,000, to remain available until expended: Provided, That funds made available under this heading shall be paid to the Special Facility for Sub-Saharan Africa no later than December 31, 1985.*

**CONTRIBUTION TO THE INTERNATIONAL FINANCE CORPORATION**

*For payment to the International Finance Corporation by the Secretary of the Treasury, \$29,077,390, for the United States share of the increase in subscriptions to capital stock, to remain available until expended.*

**CONTRIBUTION TO THE INTER-AMERICAN DEVELOPMENT BANK**

*For payment to the Inter-American Development Bank by the Secretary of the Treasury for the United States share of the increase in the resources of the Fund for Special Operations, \$40,000,000, to remain available until expended; and \$38,000,983 for the United States share of the increase in paid-in capital stock to remain available until expended; and \$11,700,000 for the United States share of the capital stock of the Inter-American Investment Corporation to remain available until expended: Provided, That no such payment may be made while the United States Executive Director for the Bank is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level IV of the Executive Schedule under section 5315 of title 5, United States Code, or*

*while the alternate United States Executive Director for the Bank is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level V of the Executive Schedule under section 5316 of title 5, United States Code.*

**LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS**

*The United States Governor of the Inter-American Development Bank may subscribe without fiscal year limitation to the callable capital portion of the United States share of such increase in capital stock in an amount not to exceed \$1,230,964,704.*

**CONTRIBUTION TO THE ASIAN DEVELOPMENT BANK**

*For payment to the Asian Development Bank by the Secretary of the Treasury, for the paid-in share portion of the United States share of the increase in capital stock, \$11,909,408 to remain available until expended; and for the United States contribution to the increases in resources of the Asian Development Fund, as authorized by the Asian Development Bank Act, as amended (Public Law 89-369), \$100,000,000 to remain available until expended: Provided, That none of the funds provided by the United States to the Asian Development Bank may be made available if the Republic of China (Taiwan) is denied any of the rights and privileges of full membership in the Asian Development Bank: Provided further, That no such payment may be made while the United States Director of the Bank is compensated by the Bank at a rate which, together with whatever compensation such Director receives from the United States, is in excess of the rate provided for an individual occupying a position at level IV of the Executive Schedule under section 5315 of title 5, United States Code, or while any alternate United States Director to the Bank in excess of the rate provided for an individual occupying a position at level V of the Executive Schedule under section 5316 of title 5, United States Code.*

**LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS**

*The United States Governor of the Asian Development Bank may subscribe without fiscal year limitation to the callable capital portion of the United States share of such increase in capital stock in an amount not to exceed \$226,230,498.*

**CONTRIBUTION TO THE AFRICAN DEVELOPMENT FUND**

*For payment to the African Development Fund by the Secretary of the Treasury, \$62,250,000, for the United States contribution to the fourth replenishment of the African Development Fund, to remain available until expended.*

**CONTRIBUTION TO THE AFRICAN DEVELOPMENT BANK**

*For payment to the African Development Bank by the Secretary of the Treasury, for the paid-in share portion of the United States share of the increase in capital stock, \$16,188,910, to remain available until expended: Provided, That no such payment may be made while the United States Executive Director to the Bank is compensated by the Bank at a rate in excess of the rate provided for an*

*individual occupying a position at level IV of the Executive Schedule under section 5315 of title 5, United States Code, or while the alternate United States Executive Director to the Bank is compensated by the Bank at a rate in excess of the rate provided for an individual occupying a position at level V of the Executive Schedule under section 5316 of title 5, United States Code.*

**LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS**

*The United States Governor of the African Development Bank may subscribe without fiscal year limitation to the callable capital portion of the United States share of such capital stock in an amount not to exceed \$48,564,032.*

**PARTICIPATION IN INTERNATIONAL FINANCIAL INSTITUTIONS**

*(a) Titles I, II, and III of H.R. 2253 as reported on May 15, 1985 and section 3 of H.R. 1948 as introduced April 3, 1985, are hereby enacted.*

*(b) Section 102 of H.J. Res. 465 shall not apply with respect to the provisions enacted by this paragraph.*

**INTERNATIONAL ORGANIZATIONS AND PROGRAMS**

*For necessary expenses to carry out the provisions of sections 301 and 103(g) of the Foreign Assistance Act of 1961, and of section 2 of the United Nations Environment Program Participation Act of 1983, \$277,922,475: Provided, That no funds shall be available for the United Nations Fund for Science and Technology: Provided further, That the total amount of funds made available by this paragraph shall be available only as follows: \$148,500,000 for the United Nations Development Program; \$48,150,000 for the United Nations Children's Fund; \$1,900,000 for the World Food Program; \$900,000 for the United Nations Capital Development Fund; \$250,000 for the United Nations Voluntary Fund for the Decade for Women; \$1,282,500 for the International Convention and Scientific Organization Contributions; \$1,800,000 for the World Meteorological Organization Voluntary Cooperation Program; \$17,715,000 for the International Atomic Energy Agency; \$9,000,000 for the United Nations Environment Program; \$900,000 for the United Nations Educational and Training Program for South Africa; \$1,429,975 for the United Nations Development Program Trust Fund to Combat Poverty and Hunger in Africa; \$225,000 for the United Nations Institute for Namibia; \$180,000 for the Convention on International Trade in Endangered Species; \$250,000 for the World Heritage Fund; \$90,000 for the United Nations Voluntary Fund for Victims of Torture; \$225,000 for the United Nations Fellowship Program; \$400,000 for the Center on Human Settlements; \$14,725,000 for the Organization of American States; and \$30,000,000 for the International Fund for Agricultural Development (except that the funds provided by this paragraph for the International Fund for Agricultural Development shall not be made available to such organization until a budget request has been received by the Congress and the United States has entered into an agreement to participate in the second replenishment of the organization and, notwithstanding sections 451, 492(b),*

*or 614 of the Foreign Assistance Act of 1961, or any other provision of law, such funds may be made available only for the second replenishment of the International Fund for Agricultural Development, except that to the extent that these funds cannot be so utilized, they shall revert to the Treasury as miscellaneous receipts).*

## TITLE II—BILATERAL ECONOMIC ASSISTANCE

### FUNDS APPROPRIATED TO THE PRESIDENT

*For expenses necessary to enable the President to carry out the provisions of the Foreign Assistance Act of 1961, and for other purposes, to remain available until September 30, 1986, unless otherwise specified herein, as follows:*

#### AGENCY FOR INTERNATIONAL DEVELOPMENT

*Agriculture, rural development and nutrition, Development Assistance: For necessary expenses to carry out the provisions of section 103, \$699,995,900: Provided, That not less than \$5,000,000 shall be provided for new development projects of private entities and cooperatives utilizing surplus dairy products: Provided further, That not less than \$8,000,000 shall be provided for the Vitamin A Deficiency Program.*

*Population, Development Assistance: For necessary expenses to carry out the provisions of section 104(b), \$250,000,000: Provided, That none of the funds made available in this Act nor any unobligated balances from prior appropriations may be made available to any organization or program which, as determined by the President of the United States, supports or participates in the management of a program of coercive abortion or involuntary sterilization: Provided further, That none of the funds made available under this heading may be used to pay for the performance of abortion as a method of family planning or to motivate or coerce any person to practice abortions; and that in order to reduce reliance on abortion in developing nations, funds shall be available only to voluntary family planning projects which offer, either directly or through referral to or information about access to, a broad range of family planning methods and services: Provided further, That nothing in this subsection shall be construed to alter any existing statutory prohibitions against abortion under section 104 of the Foreign Assistance Act.*

*Health, Development Assistance: For necessary expenses to carry out the provisions of section 104(c), \$200,824,200: Provided, That not less than \$12,500,000 shall be provided for child survival programs and activities.*

*Child Survival Fund: For necessary expenses to carry out the provisions of section 104(c)(2), \$25,000,000.*

*Education and human resources development, Development Assistance: For necessary expenses to carry out the provisions of section 105, \$169,949,700: Provided, That of this amount not less than \$4,000,000 shall be made available only for the International Student Exchange Program.*

*Energy and selected development activities, Development Assistance: For necessary expenses to carry out the provisions of section 106, \$174,358,930: Provided, That not less than \$5,000,000 shall be*

*made available only for cooperative projects among the United States, Israel and developing countries: Provided further, That up to \$2,280,000 may be made available for hybrid poplar energy farming in Nepal: Provided further, That up to \$1,200,000 may be made available for the establishment of land use management system in Costa Rica if requested by the Government of Costa Rica.*

*Central America Development Assistance: Of the funds appropriated to carry out the provisions of sections 103 through 106, not more than \$250,000,000 shall be available for Central America except as provided through the regular notification process of the Committees on Appropriations.*

*Private and Voluntary Organizations: None of the funds appropriated or otherwise made available in this Act for development assistance may be made available after January 1, 1986, to any United States private and voluntary organization, except any cooperative development organization, which obtains less than 20 per centum of its total annual funding for international activities from sources other than the United States Government: Provided, That the requirements of the provisions of section 123(g) of the Foreign Assistance Act of 1961 and the provisions on private and voluntary organizations in Title II of the "Foreign Assistance and Related Programs Appropriations Act, 1985" (as enacted in Public Law 98-473) shall be superseded by the provisions of this section.*

*Science and technology, Development Assistance: For necessary expenses to carry out the provisions of section 106, \$10,790,000.*

*Private sector revolving fund: For necessary expenses to carry out the provisions of section 108 of the Foreign Assistance Act of 1961, as amended, not to exceed \$18,000,000 to be derived by transfer from funds appropriated to carry out the provisions of chapter 1 of part I of such Act, to remain available until expended. During fiscal year 1986, obligations for assistance from amounts in the revolving fund account under section 108 shall not exceed \$18,000,000.*

*Loan allocation, Development Assistance: In order to carry out the provisions of part I, the Administrator of the Agency responsible for administering such part may furnish loan assistance pursuant to existing law and on such terms and conditions as he may determine: Provided, That to the maximum extent practicable, loans to private sector institutions, from funds made available to carry out the provisions of sections 103 through 106, shall be provided at or near the prevailing interest rate paid on Treasury obligations of similar maturity at the time of obligating such funds: Provided further, That amounts appropriated to carry out the provisions of chapter 1 of part I which are provided in the form of loans shall remain available until September 30, 1987.*

*American schools and hospitals abroad: For necessary expenses to carry out the provisions of section 214, \$35,000,000.*

*International disaster assistance: For necessary expenses to carry out the provisions of section 491, \$22,500,000, to remain available until expended.*

*Sahel development program: For necessary expenses to carry out the provisions of section 121, \$80,500,000, to remain available until expended: Provided, That no part of such appropriation may be available to make any contribution of the United States to the*



*Sahel development program in excess of 10 percent of the total contributions to such program.*

*Payment to the Foreign Service Retirement and Disability Fund: For payment to the "Foreign Service Retirement and Disability Fund", as authorized by the Foreign Service Act of 1980, \$43,122,000.*

*Operating expenses of the Agency for International Development: For necessary expenses to carry out the provisions of section 667, \$376,350,000 : Provided, That not more than \$20,000,000 of this amount shall be for Foreign Affairs Administrative Support: Provided further, That except to the extent that the Administrator of the Agency for International Development determines otherwise, not less than 10 per centum of the aggregate of the funds made available for the fiscal year 1986 to carry out chapter 1 of part I of the Foreign Assistance Act of 1961 shall be made available only for activities of economically and socially disadvantaged enterprises (within the meaning of section 133(c)(5) of the International Development and Food Assistance Act of 1977), historically black colleges and universities, and private and voluntary organizations which are controlled by individuals who are black Americans, Hispanic Americans, or Native Americans, or who are economically and socially disadvantaged (within the meaning of section 133(c)(5) (B) and (C) of the International Development and Food Assistance Act of 1977). For purposes of this section, economically and socially disadvantaged individuals shall be deemed to include women: Provided further, That not less than \$2,500,000 shall be used to carry out the purposes of section 636(d): Provided further, That not less than \$1,200,000 shall be available for the International Development Intern Program: Provided further, That none of the funds appropriated or made available (other than funds appropriated or made available by this paragraph) pursuant to this Act for carrying out the Foreign Assistance Act of 1961, may be used for the operating expenses of the Agency for International Development: Provided further, That none of the funds in this Act may be used to relocate the Regional Inspector General's Office in Cairo to another country: Provided further, That after February 28, 1986, none of the funds appropriated by this paragraph shall be available for the operating expenses of the International Development Cooperation Agency.*

*Operating expenses of the Agency for International Development Office of Inspector General: For necessary expenses to carry out the provisions of section 667, \$21,050,000, which sum shall be available only for the operating expenses of the Office of the Inspector General notwithstanding sections 451 or 614 of the Foreign Assistance Act of 1961 or any other provision of law: Provided, That the full-time equivalent staff years for the Office of the Inspector General for fiscal year 1986 shall not be less than one hundred and ninety-three: Provided further, That up to three percent of the amount made available under the paragraph "Operating expenses of the Agency for International Development" may be transferred to and merged and consolidated with amounts made available under this paragraph.*

*Trade credit insurance program: During the fiscal year 1986, total commitments to guarantee or insure loans for the "Trade credit in-*

*insurance program" shall not exceed \$250,000,000 of contingent liability for loan principal.*

*Trade and development program: For necessary expenses to carry out the provisions of section 661, \$18,900,000.*

*Housing and other credit guaranty programs: During the fiscal year 1986, total commitments to guarantee loans shall not exceed \$152,000,000 of contingent liability for loan principal: Provided, That the President shall enter into commitments to guarantee such loans in the full amount by this paragraph, subject only to the availability of qualified applicants for such guarantees.*

*Economic support fund: For necessary expenses to carry out the provisions of chapter 4 of part II, \$3,700,000,000: Provided, That of the funds appropriated under this paragraph, not less than \$1,200,000,000 shall be available only for Israel, which sum shall be available on a grant basis as a cash transfer and shall be disbursed within 30 days of enactment of this Act or by October 31, 1985, whichever is later: Provided further, That not less than \$815,000,000 shall be available only for Egypt, which sum shall be provided on a grant basis, of which not less than \$115,000,000 shall be provided as a cash transfer in accordance with the provisions of section 202(b) of Public Law 99-83, and not less than \$200,000,000 shall be provided as a Commodity Import Program: Provided further, That it is the same sense of the Congress that the recommended levels assistance for Egypt and Israel are based in great measure upon their continued participation in the Camp David Accords and upon the Egyptian-Israeli peace treaty; and that Egypt and Israel are urged to continue their efforts to restore a full diplomatic relationship, including ambassadors, and achieve realization of the Camp David Accords: Provided further, That not less than \$250,000,000 of the funds appropriated under this paragraph shall be available only for Pakistan: Provided further, That any of the funds appropriated under this paragraph for El Salvador which are placed in the Central Reserve Bank of El Salvador shall be maintained in a separate account and not commingled with any other funds, except that such funds may be obligated and expended notwithstanding provisions of law, which are inconsistent with the cash transfer nature of this assistance, or which are referenced in the Joint Explanatory Statement of the Committee of Conference accompanying House Joint Resolution 648 (H. Rept. No. 98-1159): Provided further, That pursuant to section 660(d) of the Foreign Assistance Act of 1961 up to \$1,000,000 of the funds appropriated under this paragraph shall be available to assist the Government of El Salvador's Special Investigative Unit for the purpose of bringing to justice those responsible for the murders of United States citizens in El Salvador: Provided further, That a report of the investigation shall be provided to the Congress: Provided further, That funds appropriated under this paragraph for Mozambique may be made available only for activities in support of the private sector: Provided further, That of the amounts made available by this paragraph for Mozambique, \$5,000,000 may not be made available until a democratic election has been held in Mozambique: Provided further, That of the funds provided under this paragraph only \$125,000,000 shall be made available for the Philippines: Provided further, That of the funds appropriated or otherwise made available under this*

*heading, \$15,000,000 shall be made available only for Cyprus (except that any offshore procurement must meet Agency for International Development procurement source and origin regulations): Provided further, That not less than \$15,000,000 of the funds provided under this paragraph shall be made available only for Ecuador, which sum shall be disbursed within thirty days of enactment of this Act: Provided further, That up to \$20,000,000 of the funds provided under this paragraph may be made available to carry out the Administration of Justice program pursuant to section 534 of the Foreign Assistance Act of 1961: Provided further, That not less than 35 percent of the funds allocated for the Human Rights Fund for South Africa shall be made available in accordance with section 802(d) of Public Law 99-83: Provided further, That the obligation of funds made available under this paragraph to finance tied aid credits shall be subject to the regular notification procedures of the Committees on Appropriations.*

#### TRANSFER OF FUNDS

*Transfer of funds: Of the unobligated funds remaining from funds appropriated for the "Economic support fund" for Lebanon in Public Law 98-63, \$22,850,000 shall be transferred as follows: (1) \$12,500,000 to the "Child Survival Fund", (2) \$5,350,000 to "Internal Organizations and Programs" for the United Nations Children's Fund, and (3) to "International Narcotics Control: Provided, that except for such transfers", amounts remaining unobligated as of September 30, 1985, from funds appropriated for the "Economic Support Fund" for Lebanon in Public Law 98-63 shall, notwithstanding sections 451, 492(b), and 614 of the Foreign Assistance Act of 1961, or any other provision of law, be made available only for Lebanon: Provided further, That, to the extent that these funds cannot be used to provide assistance for Lebanon, they shall revert to the Treasury as miscellaneous receipts.*

#### RESCISSION

*Deobligation and rescission of funds: \$11,200,000 of the funds remaining in the "Syria Termination Account" created by Public Law 98-151 are deobligated and are rescinded: Provided, That the authority contained in sections 451, 492(b), and 614 of the Foreign Assistance Act of 1961, or any other provision of law, shall not be exercised to permit the use of funds remaining in the "Syria Termination Account" created by Public Law 98-151 for any other purposes that those for which the account was created.*

#### INDEPENDENT AGENCIES

##### AFRICAN DEVELOPMENT FOUNDATIONS

*For necessary expenses to carry out the provisions of title V of the International Security and Development Cooperation Act of 1980, Public Law 96-533, and to make such contracts and commitments without regard to fiscal year limitations, as provided by section 9104, title 31, United States Code, \$3,872,000.*

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*INTER-AMERICAN FOUNDATION*

*For expenses necessary to carry out the functions of the Inter-American Foundation in accordance with the provisions of section 401 of the Foreign Assistance Act of 1969, and to make such contracts and commitments without regard to fiscal year limitations, as provided by section 9104, title 31, United States Code, \$11,969,000.*

*OVERSEAS PRIVATE INVESTMENT CORPORATION*

*The Overseas Private Investment Corporation is authorized to make such expenditures within the limits of funds available to it and in accordance with law (including not to exceed \$35,000 for official reception and representation expenses), and to make such contracts and commitments without regard to fiscal year limitations, as provided by section 9104 of title 31, United States Code, as may be necessary in carrying out the program set forth in the budget for the current fiscal year.*

*During the fiscal year 1986 and within the resources and authority available, gross obligations for the amount of direct loans shall not exceed \$14,250,000.*

*During the fiscal year 1986, total commitments to guarantee loans shall not exceed \$142,500,000 of contingent liability for loan principal.*

*PEACE CORPS*

*For expenses necessary to carry out the provisions of the Peace Corps Act (75 Stat. 612), \$130,000,000: Provided, That none of the funds appropriated in this paragraph shall be used to pay for abortions.*

*DEPARTMENT OF STATE*

*INTERNATIONAL NARCOTICS CONTROL*

*For necessary expenses to carry out the provisions of section 481, \$57,529,000.*

*MIGRATION AND REFUGEE ASSISTANCE*

*For expenses, not otherwise provided for, necessary to enable the Secretary of State to provide, as authorized by law, a contribution to the International Committee of the Red Cross and assistance to refugees, including contributions to the Intergovernmental Committee for Migration and the United Nations High Commissioner for Refugees; salaries and expenses of personnel and dependents as authorized by the Foreign Service Act of 1980, allowances as authorized by sections 5921 through 5925 of title 5, United States Code; hire of passenger motor vehicles; and services as authorized by section 3109 of title 5, United States Code; \$338,930,000: Provided, That not less than \$12,500,000 shall be available for Soviet, Eastern European and other refugees resettling in Israel: Provided further, That these funds shall be administered in a manner that ensures equity in the treatment of all refugees receiving Federal assistance: Provided further, That no funds herein appropriated shall be used to assist directly in the migration to any nation in the Western Hemisphere of*

*any person not having a security clearance based on reasonable standards to ensure against Communist infiltration in the Western Hemisphere: Provided further, That no more than \$8,150,396 of the funds appropriated under this heading shall be available for the administrative expenses of the Office of Refugee Programs of the Department of State: Provided further, That not more than \$2,500,000 of the funds appropriated under this heading shall be available for the orderly movement of overland Vietnamese refugees presently located at the Dong Ruk (Site 2) refugee camp in Thailand to a safe haven either in Thailand or in another location more directly under the control of the United States where they may be joined with other Vietnamese refugees: Provided further, That each of the earmarks contained in section 108 of Public Law 99-93 shall be reduced by 1.7 percent.*

**ANTI-TERRORISM ASSISTANCE**

*For necessary expenses to carry out the provisions of chapter 8 of part II, \$7,420,000.*

**PEACEKEEPING OPERATIONS**

*For necessary expenses to carry out the provisions of section 551, \$34,000,000: Provided, That, notwithstanding sections 451, 492(b), or 614 of the Foreign Assistance Act of 1961, or any other provision of law, these funds may be used only as justified in the Congressional Presentation Document for fiscal year 1986: Provided further, That, to the extent that these funds cannot be used to provide for such assistance, they shall revert to the Treasury as miscellaneous receipts.*

**TITLE III—MILITARY ASSISTANCE**

**FUNDS APPROPRIATED TO THE PRESIDENT**

**MILITARY ASSISTANCE**

*For necessary expenses to carry out the provisions of section 503 of the Foreign Assistance Act of 1961, including administrative expenses and purchase of passenger motor vehicles for replacement only for use outside of the United States, \$782,000,000: Provided, That of the funds made available under this paragraph only \$40,000,000 shall be available for the Philippines: Provided further, That only \$215,000,000 shall be made available for Turkey: Provided further, That the reports required by section 702 of the International Security and Development Cooperation Act of 1985 (Public Law 99-83) shall also be provided to the Committees on Appropriations: Provided further, That these reports shall supersede the reporting requirements relating to El Salvador contained in the last proviso of the paragraph under the heading "Military Assistance" contained in the joint resolution entitled "a joint resolution making urgent supplemental appropriations for the fiscal year ending September 30, 1984, for the Department of Agriculture", approved July 2, 1984 (Public Law 98-332) and section 533 of the Foreign Assistance and Related Programs Appropriations Act, 1985 (as enacted in Public Law 98-473); Provided further, That not less than*

*\$40,000,000 of the funds made available under this paragraph shall be available only for Tunisia.*

**INTERNATIONAL MILITARY EDUCATION AND TRAINING**

*For necessary expenses to carry out the provisions of section 541, \$54,489,500.*

**FOREIGN MILITARY CREDIT SALES**

*For expenses necessary to enable the President to carry out the provisions of section 23 of the Arms Export Control Act, \$5,190,000,000, of which not less than \$1,800,000,000 shall be available only for Israel, not less than \$1,300,000,000 shall be available only for Egypt, and not less than \$325,000,000 shall be available only for Pakistan: Provided, That if the Government of Israel requests that funds be used for such purposes, up to \$150,000,000 of the amount of credits made available for Israel pursuant to this paragraph shall be available for research and development in the United States for the Lavi program, and not less than \$300,000,000 shall be for the procurement in Israel of defense articles and services, including research and development, for the Lavi program and other activities if requested by Israel: Provided further, That during fiscal year 1986, gross obligations for the principal amount of direct loans, exclusive of loan guarantee defaults, shall not exceed \$5,190,000,000: Provided further, That of the funds made available under this paragraph, only \$427,852,000 shall be available for Turkey: Provided further, That of the funds made available under this paragraph, only \$450,000,000 shall be available for Greece: Provided further, That of the funds provided under this paragraph only \$15,000,000 shall be made available for the Philippines: Provided further, That none of the funds made available under this paragraph shall be available for Guatemala, unless the President makes the following certifications to the Congress:*

*(1) For Fiscal Year 1986, an elected civilian government is in power in Guatemala and has submitted a formal written request to the United States for the assistance, sales, or financing to be provided.*

*(2) For Fiscal Year 1986, the Government of Guatemala made demonstrated progress during the preceding year (A) in achieving control over its military and security forces, (B) toward eliminating kidnappings and disappearances, forced recruitment into the civil defense patrols, and other abuses by such forces of internationally recognized human rights, and (C) in respecting the internationally recognized human rights of its indigenous Indian population: Provided further, That not more than \$553,900,000 of the funds made available under this paragraph shall be available at concessional rates of interest: Provided further, That all country and funding level changes in requested concessional financing allocations shall be submitted through the regular notification process of the Committees on Appropriations: Provided further, That not less than \$27,000,000 of concessional credits shall be provided only for Tunisia.*

*SPECIAL DEFENSE ACQUISITION FUND*

*(LIMITATION ON OBLIGATIONS)*

*Not to exceed \$325,000,000 may be obligated pursuant to section 51(c)(2) of the Arms Export Control Act for the purposes of the Special Defense Acquisition Fund during fiscal year 1986.*

*TITLE IV—EXPORT-IMPORT BANK OF THE UNITED STATES*

*The Export-Import Bank of the United States is authorized to make such expenditures within the limits of funds and borrowing authority available to such corporation, and in accordance with law, and to make such contracts and commitments without regard to fiscal year limitations, as provided by section 104 of the Government Corporation Control Act, as may be necessary in carrying out the program for the current fiscal year for such corporation: Provided, That none of the funds available during the current fiscal year may be used to make expenditures, contracts, or commitments for the export of nuclear equipment, fuel, or technology to any country other than a nuclear-weapon State as defined in article IX of the Treaty on the Non-Proliferation of Nuclear Weapons eligible to receive economic or military assistance under this Act that has detonated a nuclear explosive after the date of enactment of this Act.*

*LIMITATION ON PROGRAM ACTIVITY*

*During the fiscal year 1986 and within the resources and authority available, gross obligations for the principal amount of direct loans shall not exceed \$1,110,000,000: Provided, That during the fiscal year 1986, total commitments to guarantee loans shall not exceed \$12,000,000,000 of contingent liability for loan principal.*

*LIMITATION ON ADMINISTRATIVE EXPENSES*

*Not to exceed \$18,357,000 (to be computed on an accrual basis) shall be available during the current fiscal year for administrative expenses, including hire of passenger motor vehicles and services as authorized by section 3109 of title 5, United States Code, and not to exceed \$16,000 for official reception and representation expenses for members of the Board of Directors: Provided, That (1) fees or dues to international organizations of credit institutions engaged in financing foreign trade, (2) necessary expenses (including special services performed on a contract or a fee basis, but not including other personal services) in connection with the acquisition, operation, maintenance, improvement, or disposition of any real or personal property belonging to the Export-Import Bank or in which it has an interest, including expenses of collections of pledged collateral, or the investigation or appraisal of any property in respect to which an application for a loan has been made, and (3) expenses (other than internal expenses of the Export-Import Bank) incurred in connection with the issuance and servicing of guarantees, insurance, and reinsurance, shall be considered as nonadministrative expenses for the purposes of this paragraph.*

*TITLE V—GENERAL PROVISIONS*

*SEC. 501. None of the funds appropriated in this act (other than funds appropriated for "International organizations and programs") shall be used to finance the construction of any new flood control, reclamation, or other water or related land resource project or program which has not met the standards and criteria used in determining the feasibility of flood control, reclamation, and other water and related land resource programs and projects proposed for construction within the United States of America under the principles, standards and procedures established pursuant to the Water Resources Planning Act (42 U.S.C. 1962, et seq.) or Act amendatory or supplementary thereto.*

*SEC. 502. Except for the appropriations entitled "International disaster assistance" and "United States emergency refugee and migration assistance fund" not more than 15 per centum of any appropriation item made available by this Act for the current fiscal year shall be obligated during the last month of availability.*

*SEC. 503. None of the funds appropriated in this Act nor any of the counterpart funds generated as a result of assistance hereunder or any prior Act shall be used to pensions, annuities, retirement pay, or adjusted service compensation for any person heretofore or hereafter serving in the armed forces of any recipient country*

*SEC. 504. None of the funds appropriated or made available pursuant to this Act for carrying out the Foreign Assistance Act of 1961, may be used for making payments on any contract for procurement to which the United States is a party entered into after the date of enactment of this Act which does not contain a provision authorizing the termination of such contract for the convenience of the United States.*

*SEC. 505. None of the funds appropriated or made available pursuant to this Act for carrying out the Foreign Assistance Act of 1961, may be used to pay in whole or in part any assessments, arrearages, or dues of any member of the United Nations.*

*SEC. 506. None of the funds contained in title II of this Act may be used to carry out the provisions of section 209(d) of the Foreign Assistance Act of 1961.*

*SEC. 507. Of the funds appropriated or made available pursuant to this Act, not to exceed \$110,000 shall be for official residence expenses of the Agency for International Development during the current fiscal year: Provided, That appropriate steps shall be taken to assure that, to the maximum extent possible, United States-owned foreign currencies are utilized in lieu of dollars.*

*SEC. 508. Of the funds appropriated or made available pursuant to this Act, not to exceed \$10,000 shall be for entertainment expenses of the Agency for International Development during the current fiscal year.*

*SEC. 509. Of the funds appropriated or made available pursuant to this Act, not to exceed \$100,000 shall be for representation allowances for the Agency for International Development during the current fiscal year: Provided, That appropriate steps shall be taken to assure that, to the maximum extent possible, United States-owned foreign currencies are utilized in lieu of dollars: Provided further, That of the total funds made available by this Act under the head-*



ings "Military Assistance" and "Foreign Military Credit Sales", not to exceed \$2,500 shall be available for entertainment expenses and not to exceed \$70,000 shall be available for representation allowances: Provided further, That of the funds made available by this Act under the heading "International Military Education and Training", not to exceed \$125,000 shall be available for entertainment allowances: Provided further, That of the funds made available by this Act for the Inter-American Foundation, not to exceed \$2,500 shall be available for entertainment and representation allowances: Provided further, That of the funds made available by this Act for the Peace Corps, not to exceed a total of \$4,000 shall be available for entertainment expenses: Provided further, That of the funds made available by this Act under the heading "Trade and development program", not to exceed \$2,000 shall be available for representation and entertainment allowances.

SEC. 510. None of the funds appropriated or made available (other than funds for "International organizations and programs") pursuant to this Act, for carrying out the Foreign Assistance Act of 1961, may be used to finance the export of nuclear equipment, fuel, or technology.

SEC. 511. Funds appropriated by this act may not be obligated or expended to provide assistance to any country for the purpose of aiding the efforts of the government of such country to repress the legitimate rights of the population of such country contrary to the Universal Declaration of Human Rights.

SEC. 512. None of the funds appropriated or otherwise made available pursuant to this act shall be obligated or expended to finance directly any assistance or reparations to Angola, Cambodia, Cuba, Iraq, Libya, the Socialist Republic of Vietnam, South Yemen, or Syria.

SEC. 513. None of the funds appropriated or otherwise made available pursuant to this act shall be obligated or expended to finance directly any assistance to any country whose duly elected Head of Government is deposed by military coup or decree.

SEC. 514. None of the funds made available by this act may be obligated under an appropriation account to which they were not appropriated without the written prior approval of the Appropriations Committees of both Houses of the Congress.

SEC. 515. Amounts certified pursuant to section 1311 of the Supplemental appropriations act, 1955, as having been obligated against appropriations heretofore made under the authority of the Foreign Assistance Act of 1961 for the same general purpose as any of the paragraphs under "Agency for International Development" are, if deobligated, hereby continued available for the same period as the respective appropriations in such paragraphs for the same general purpose and for the same country as originally obligated or for activities in the Andean region: Provided, That the Appropriations Committees of both Houses of the Congress are notified fifteen days in advance of the deobligation or reobligation of such funds.

SEC. 516. No part of any appropriation contained in this Act shall be used for publicity or propaganda purposes within the United States not authorized before the date of enactment of this Act by the Congress.

*SEC. 517. No part of any appropriation contained in this Act shall remain available for obligation after the expiration of the current fiscal year unless expressly so provided in this Act.*

*SEC. 518. No part of any appropriation contained in this Act shall be used to furnish assistance to any country which is in default during a period in excess of one calendar year in payment to the United States of principal or interest on any loan made to such country by the United States pursuant to a program for which funds are appropriated under this Act.*

*SEC. 519. None of the funds appropriated or made available pursuant to this Act shall be available to any international financial institution whose United States governor or representative cannot upon request obtain the amounts and the names of borrowers for all loans of the international financial institution, including loans to employees of the institution, or the compensation and related benefits of employees of the institution.*

*SEC. 520. None of the funds appropriated or made available pursuant to this Act shall be available to any international financial institution whose United States governor or representative cannot upon request obtain any document developed by the management of the international financial institution.*

*SEC. 521. Section 620A(a) of the Foreign Assistance Act of 1961 is amended by inserting "the Export-Import Bank Act of 1945," after "the Peace Corps Act,"*

*SEC. 522. None of the funds appropriated or made available pursuant to this Act for direct assistance and none of the funds otherwise made available pursuant to this Act to the Export-Import Bank and the Overseas Private Investment Corporation shall be obligated or expended to finance any loan, any assistance or any other financial commitments for establishing or expanding production of any commodity for export by any country other than the United States, if the commodity is likely to be in surplus on world markets at the time the resulting productive capacity is expected to become operative and if the assistance will cause substantial injury to United States producers of the same, similar, or competing commodity: Provided, That such prohibition shall not apply to the Export-Import Bank if in the judgment of its Board of Directors the benefits to industry and employment in the United States are likely to outweigh the injury to United States producers of the same, similar, or competing commodity.*

*SEC. 523. The Secretary of the Treasury shall instruct the United States Executive Directors of the International Bank for Reconstruction and Development, the International Development Association, the International Finance Corporation, the Inter-American Development Bank, the International Monetary Fund, the Asian Development Bank, the Inter-American Investment Corporation, the African Development Bank, and the African Development Fund to use the voice and vote of the United States to oppose any assistance by these institutions, using funds appropriated or made available pursuant to this Act, for the production of any commodity for export, if it is in surplus on world markets and if the assistance will cause substantial injury to United States producers of the same, similar, or competing commodity.*

*SEC. 524. None of the funds made available under this Act for "Agriculture, rural development and nutrition, Development Assistance", "Population, Development Assistance", Child Survival Fund", "Health, Development Assistance", "Education and human resources development, Development Assistance," "Energy and selected development activities, Development Assistance", "Science and technology, Development Assistance", "International organizations and programs", "American schools and hospitals abroad", "Sahel development program", "Trade and development program", "International narcotics control", "Economic support fund", "Peacekeeping operations", "Operating expenses of the Agency for International Development", "Operating Expenses of the Agency for International, Development Office of Inspector General", "Anti-terrorism assistance", "Military assistance", "International military education and training", "Foreign military credit sales", "Inter-American Foundation", "African Development Foundation", "Peace Corps", or "Migration and refugee assistance", shall be available for obligation for activities, programs, projects, type of material assistance, countries, or other operation not justified or in excess of the amount justified to the Appropriations Committees for obligation under any of these specific headings for the current fiscal year unless the Appropriations Committees of both Houses of Congress are previously notified fifteen days in advance.*

*SEC. 525. The expenditure of any appropriation under this Act for any consulting service through procurement contract, pursuant to 5 U.S.C. 3109, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise provided under existing law, or under existing Executive order pursuant to existing law.*

*SEC. 526. None of the funds appropriated under this Act may be used to lobby for abortion.*

*SEC. 527. None of the funds appropriated or otherwise made available under this Act may be available for any country during any three-month period beginning on or after October 1, 1985, immediately following a certification by the President to the Congress that the government of such country is failing to take adequate measures to prevent narcotic drugs or other controlled substances (as listed in the schedules in section 202 of the Comprehensive Drug Abuse and Prevention Control Act of 1971 (21 U.S.C. 812)) which are cultivated, produced, or processed illicitly, on whole or in part, in such country, or transported through such country from being sold illegally within the jurisdiction of such country to the United States Government personnel or their dependents or from entering the United States unlawfully.*

*SEC. 528. Notwithstanding any other provision of law or this Act, none of the funds provided for "International organizations and programs" shall be available for the United States' proportionate share for any programs for the Palestine Liberation Organization, the Southwest African Peoples Organization, Libya, Iran, or, at the discretion of the President, Communist countries listed in section 620(f) of the Foreign Assistance Act of 1961, as amended.*

*SEC. 529. (a) Not later than January 31 of each year, or at the time of the transmittal by the President to the Congress of the annual presentation materials on foreign assistance, whichever is*

earlier, the President shall transmit to the Speaker of the House of Representatives and the President of the Senate a full and complete report which assesses, with respect to each foreign country, the degree of support by the government of each such country during the preceding twelve-month period for the foreign policy of the United States. Such report shall include, with respect to each such country which is a member of the United Nations, information to be compiled and supplied by the Permanent Representative of the United States to the United Nations, consisting of a comparison of the overall voting practices in the principal bodies of the United Nations during the preceding twelve-month period of such country and the United States, with special notes of the voting and speaking records of such country on issues of major importance to the United States in the General Assembly and the Security Council, and shall also include a report on actions with regard to the United States in important related documents such as the Non-Aligned Communiqué. A full compilation of the information supplied by the Permanent Representative of the United States to the United Nations for inclusion in such report shall be provided as an addendum to such report.

(b) None of the funds appropriated or otherwise made available pursuant to this Act shall be obligated or expended to finance directly any assistance to a country which the President finds, based on the contents of the report required to be transmitted under subsection (a), is engaged in a consistent pattern of opposition to the foreign policy of the United States.

SEC. 530. Notwithstanding any other provision of law, Israel may utilize any loan which is or was made available under the Arms Export Control Act and for which repayment is or was forgiven before utilizing any other loan made available under the Arms Export Control Act.

SEC. 531. In reaffirmation of the 1975 memorandum of agreement between the United States and Israel, and in accordance with section 1302 of the International Security and Development Cooperation Act of 1985 (Public Law 99-83), no employee of or individual acting on behalf of the United States Government shall recognize or negotiate with the Palestine Liberation Organization or representatives thereof, as long as the Palestine Liberation Organization does not recognize Israel's right to exist, does not accept Security Council Resolutions 242 and 338, and does not renounce the use of terrorism.

SEC. 532. The Congress finds that progress on the peace process in the Middle East is vitally important to United States security interests in the region. The Congress recognizes that, in fulfilling its obligations under the Treaty of Peace Between the Arab Republic of Egypt and the State of Israel, done at Washington on March 26, 1979, Israel incurred severe economic burdens. Furthermore, the Congress recognizes that an economically and militarily secure Israel serves the security interests of the United States, for a secure Israel is an Israel which has the incentive and confidence to continue pursuing the peace process. Therefore, the Congress declares that it is the policy and the intention of the United States that the funds provided in annual appropriations for the Economic Support Fund which are allocated to Israel shall not be less than the annual debt repayment (interest and principal) from Israel to the United States

*Government in recognition that such a principle serves United States interests in the region.*

*SEC. 533. None of the funds made available in this Act shall be restricted for obligation or disbursement solely as a result of the policies of any multilateral institution.*

*SEC. 534. Ceilings and earmarks contained in this Act shall not be applicable to funds or authorities appropriated or otherwise made available by any subsequent act unless such act specifically so directs.*

*SEC. 535. The Secretary of the Treasury and the Secretary of State are directed to submit to the Committees on Foreign Affairs and the Committees on Appropriations by February 1, 1986, a report on the domestic economic policies of those nations receiving economic assistance, either directly or indirectly from the United States including, where appropriate, an analysis of the foreign assistance program conducted by these recipient nations.*

*SEC. 536. None of the funds appropriated or otherwise made available pursuant to this Act for "Economic Support Fund" or for "Foreign Military Credit Sales" shall be obligated or expended for Lebanon except as provided through the regular notification process of the Committees on Appropriations.*

*SEC. 537. Of the funds made available by this Act for Jamaica and Peru, not more than 50 per centum of the funds made available for each country shall be obligated unless the President determines and reports to the Congress that the Governments of these countries are sufficiently responsive to the United States Government concerns on drug control and that the added expenditures of the funds for that country are in the national interest of the United States: Provided, That this provision shall not be applicable to funds made available to carry out section 481 of the Foreign Assistance Act of 1961: Provided further, That assistance may be provided to Bolivia for Fiscal Year 1986, under chapter 2 (relating to grant military assistance), chapter 4 (relating to the economic support fund), and chapter 5 (relating to international military education and training) of part II of the Foreign Assistance Act of 1961, and under chapter 2 of the Arms Export Control Act (relating to foreign military sales financing), only under the following conditions:*

*For Fiscal Year 1986—*

*(A) up to 50 percent of the aggregate amount of such assistance allocated for Bolivia may be provided at any time after the President certifies to the Congress that the Government of Bolivia has enacted legislation that will establish its legal coca requirements, provide for the licensing of the number of hectares necessary to produce the legal requirement, and make unlicensed coca production illegal; and*

*(B) the remaining amount of such assistance may be provided at any time following a certification pursuant to subparagraph (A) if the President certifies to the Congress that the Government of Bolivia achieved the eradication targets for the calendar year 1985 contained in its 1983 narcotics agreements with the United States.*

*SEC. 538. None of the funds available in this Act may be used to make available to El Salvador any helicopters or other aircraft, and licenses may not be issued under section 38 of the Arms Export Con-*

*trol Act for the export to El Salvador of any such aircraft, unless the Committee on Appropriations of the House of Representatives and the Committee on Appropriations of the Senate are notified at least fifteen days in advance in accordance with the procedures applicable to notifications.*

*SEC. 539. Funds provided in this Act for Guatemala may not be provided to the Government of Guatemala for use in its rural resettlement program, except through the regular notification procedures of the Committees on Appropriations.*

*SEC. 540. (a) The Secretary of the Treasury shall instruct the United States Executive Directors of the Multilateral Development Banks to—*

*(1) vigorously promote a commitment of these institutions to add or strengthen professionally trained staff to undertake environmental review of projects; or have development management plans to substantially increase the environmentally trained staff engaged in review of the ecological impacts of prospective projects;*

*(2) vigorously promote changes in these institutions in their preparation of projects and country programs that will encourage staff and borrower countries to—*

*(A) actively and regularly involve environmental and health ministers, or comparable representatives, in the preparation of environmentally sensitive projects and in bank-supported country program planning and strategy sessions;*

*(B) actively and regularly use the resources of available nongovernmental conservation and indigenous peoples' organizations, and consistent with international procurement policies, in the preparation of environmentally sensitive projects and in bank-supported country program planning and strategy sessions;*

*(3) vigorously promote a commitment of these institutions to increase the proportion of their lending programs supporting environmentally beneficial projects and project components, resource rehabilitation projects and project components, protection of indigenous peoples, and appropriate or light capital technology projects. Examples of such projects include small scale mixed farming and multiple cropping; agroforestry; programs to promote kitchen gardens; watershed management and rehabilitation; high yield woodlots; integrated pest management systems; dune stabilization programs; programs to improve energy efficiency; energy efficient technologies such as small scale hydro projects, rural solar energy systems, and rural and mobile telecommunications systems; and improved efficiency and management of irrigation systems.*

*(4) vigorously promote the establishment within the Economic Development Institute of the World Bank to institute a component which provides training in environmental and natural resource planning and program development;*

*(5) ensure that there is a thorough evaluation within the U.S. Government of the potential environmental problems, and the adequacy of measures to address these problems, associated with all proposed loans for projects involving large impoundments of rivers in tropical countries; penetration roads into relatively undeveloped areas; and agricultural and rural development programs; the potential environmental problems to be addressed in such evaluations shall include those relating to deterioration of water quality, silta-*

*tion, spread of water borne diseases, forced resettlement, deforestation, threats to the land, health and culture of indigenous peoples, top soil management, water logging and salinization in irrigation projects, and pesticide misuse and resistance;*

*(6) call for, by May 31, 1986, separate and special meetings of each of the Boards of Executive Directors of these institutions to discuss their environmental performance, and ways in which this performance can be improved, including alternative projects considered and alternative configurations of projects with specific attention to environmental problems associated with the following categories of projects: large impoundments of rivers in tropical countries; penetration roads into relatively undeveloped areas; agriculture and rural development projects; and*

*(7) in preparation for the meetings referred to in clause (6), the United States Executive Directors of the Multilateral Development Banks shall request the preparation of reviews by the International Bank for Reconstruction and Development and the Inter-American Development Bank from available information, of their environmental performance over the past decade with respect to the categories of projects referred to in clause (6); the United States Executive Directors shall request that these reviews specifically discuss the environmental problems explicitly referred to in clause (5).*

*(b) The Secretary of the Treasury shall prepare and submit to the Committees on Appropriations by March 31, 1986, a report documenting the progress the Multilateral Development Banks have made in implementing the environmental reform measures described in clauses (1) through (4) of subsection (a).*

*(c) The Secretary of the Treasury and the Secretary of State shall undertake initiatives, in addition to those described in clause (6) of subsection (a) to discuss measures to improve the environmental performance of the Multilateral Development Banks with the representatives, and with the ministries from which they receive their instructions, of other donor nations to these institutions.*

*(d) In the report of the Secretary of the Treasury required by subsection (b) regarding the implementation of staffing measures suggested in clause (1) of subsection (a), the Secretary of the Treasury shall specifically discuss the International Bank for Reconstruction and Development's progress in adding environmentally trained professionals, or in developing and implementing alternative plans for environmental staffing in each of the Bank's six regional offices to review projects for their prospective ecological impacts.*

*SEC. 541. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be used to pay for the performance of abortions as a method of family planning or to motivate or coerce any person to practice abortions. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be used to pay for the performance of involuntary sterilization as a method of family planning or to coerce or provide any financial incentive to any person to undergo sterilizations. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be used to pay for any biomedical research which relates in whole or in part, to methods of, or the performance of, abortions or involuntary sterilization as a means of family planning. None of the funds made*

available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be obligated or expended for any country or organization if the President certifies that the use of these funds by any such country or organization would violate any of the above provisions related to abortions and involuntary sterilizations. The Congress reaffirms its commitments to population, development assistance and to the need for informed voluntary family planning.

SEC. 542. Not less than \$15,000,000 of the aggregate amount of funds appropriated by this Act to carry out the provisions of chapter 1 of part I of the Foreign Assistance Act of 1961 and chapter 4 of part II of that Act, shall be available for the provision of food, medicine, or other humanitarian assistance to the Afghan people, notwithstanding any other provision of law.

SEC. 543. None of the funds provided in this Act shall be available for the Sudan if the President determines that the Sudan is acting in a manner that would endanger the stability of the region, or the Camp David peace process.

SEC. 544. The President shall make available to the Cambodian non-communist resistance forces not less than \$1,500,000 nor more than \$5,000,000 of the funds appropriated by this Act for "Military Assistance" and for the "Economic Support Fund", notwithstanding any other provision of law: Provided, That funds appropriated by this Act for this purpose shall be obligated in accordance with the provisions of section 906 of the International Security and Development Cooperation Act of 1985 (Public Law 99-83).

SEC. 545. (a) SENSE OF CONGRESS.—It is the sense of Congress that no foreign military sales financing appropriated by this Act may be used to finance the procurement by Jordan of United States advanced aircraft, new air defense weapons systems, or other new advanced military weapons systems, and no notification may be made pursuant to section 36(b) of the Arms Export Control Act with respect to a proposed sale to Jordan of United States advanced aircraft, new air defense systems, or other new advanced military weapons systems, unless Jordan is publicly committed to the recognition of Israel and to negotiate promptly and directly with Israel under the basic tenets of United Nations Security Council Resolutions 242 and 338.

(b) CERTIFICATION.—Any notification made pursuant to section 36(b) of the Arms Export Control Act with respect to a proposed sale to Jordan of United States advanced aircraft, new air defense systems or other new advanced military weapons, must be accompanied by a Presidential certification of Jordan's public commitment to the recognition of Israel and to negotiate promptly and directly with Israel under the basic tenets of United Nations Security Council Resolutions 242 and 338.

SEC. 546. None to the funds appropriated or made available pursuant to this Act shall be available to a private voluntary organization which fails to provide upon timely request any document, file, or record necessary to the auditing requirements of the Agency for International Development.

SEC. 547. Of the amounts made available by this Act for military assistance and financing for El Salvador under chapters 2 and 5 of part II of the Foreign Assistance Act of 1961 and under the Arms Export Control Act, \$5,000,000 may not be expended until the Presi-



*dent reports, following the conclusion of the Appeals process in the case of Captain Avila, to the Committees on Appropriations that the Government of El Salvador has (1) substantially concluded all investigative action with respect to those responsible for the January 1981 deaths of the two United States land reform consultants Michael Hammer and Mark Pearlman and the Salvadoran Land Reform Institute Director Jose Rodolfo Viera, and (2) pursued all legal avenues to bring to trial and obtain a verdict of those who ordered and carried out the January 1981 murders.*

*SEC. 548. It is the sense of the Congress that all countries receiving United States foreign assistance under the "Economic Support Fund", "Foreign Military Credit Sales", "Military Assistance" program, "International Military Education and Training", Agricultural Trade Development and Assistance Act of 1954 (Public Law 480) development assistance programs, or trade promotion programs should fully cooperate with the international refugee assistance organizations, the United States, and other governments in facilitating lasting solutions to refugee situations. Further, where resettlement to other countries is the appropriate solution, such resettlement should be expedited in cooperation with the country of asylum without respect to race, sex, religion, or national origin.*

*SEC. 549. Any joint resolution introduced on or after February 1, 1986, which states that the Congress objects to the proposed sale to Jordan of advanced weapons systems, including advanced aircraft and advanced air defense systems (submitted to the Congress on October 21, 1985), shall be considered in the Senate in accordance with the provisions of section 601(b) of the International Security Assistance and Arms Export Control Act of 1976.*

*SEC. 550. (a) The Congress finds that—*

*(1) the United Nations Children's Fund (UNICEF) reports that four million children die annually because they have not been immunized against the six major childhood diseases: polio, measles, whooping cough, diphtheria, tetanus, and tuberculosis;*

*(2) at present less than 20 percent of children in the developing world are fully immunized against these diseases;*

*(3) each year more than five million additional children are permanently disabled and suffer diminished capacities to contribute to the economic, social and political development of their countries because they have not been immunized;*

*(4) ten million additional childhood deaths from immunizable and potentially immunized diseases could be averted annually by the development of techniques in biotechnology for new and cost-effective vaccines;*

*(5) the World Health Assembly, the Executive Board of the United Nations Children's Fund, and the United Nations General Assembly are calling upon the nations of the world to commit the resources necessary to meet the challenge of universal access to childhood immunization by 1990;*

*(6) the United States, through the Centers for Disease Control and the Agency for International Development, joined in a global effort by providing political and technical leadership that made possible the eradication of smallpox during the 1970's;*

(7) the development of national immunization systems that can both be sustained and also serve as a model for a wide range of primary health care actions is a desired outcome of our foreign assistance policy;

(8) the United States Centers for Disease Control headquartered in Atlanta is uniquely qualified to provide technical assistance for a worldwide immunization and eradication effort and is universally respected;

(9) at the 1984 Bellagio Conference it was determined that the goal of universal childhood immunization by 1990 is indeed achievable;

(10) the Congress, through authorizations and appropriations for international health research and primary health care activities and the establishment of the Child Survival Fund, has played a vital role in providing for the well-being of the world's children;

(11) the Congress has expressed its expectation that the Agency for International Development will set as a goal the immunization by 1990 of at least 80 percent of all the children in those countries in which the Agency has a program; and

(12) the United States private sector and public at large have responded generously to appeals for support for national immunization campaigns in developing countries.

(b)(1) The Congress calls upon the President to direct the Agency for International Development, working through the Centers for Disease Control and other appropriate Federal agencies, to work in a global effort to provide enhanced support toward achieving the goal of universal access to childhood immunization by 1990 by—

(A) assisting in the delivery, distribution, and use of vaccines, including—

(i) the building of locally sustainable systems and technical capacities in developing countries to reach, by the appropriate age, not less than 80 per centum of their annually projected target population with the full schedule of required immunizations, and

(ii) the development of a sufficient network of indigenous professionals and institutions with responsibility for developing, monitoring, and assessing immunization programs and continually adapting strategies to reach the goal of preventing immunizable diseases; and

(B) performing, supporting, and encouraging research and development activities, both in the public and private sector, that will be targeted at developing new vaccines and at modifying and improving existing vaccines to make them more appropriate for use in developing countries.

(2) In support of this global effort, the President should appeal to the people of the United States and the United States private sector to support public and private efforts to provide the resources necessary to achieve universal access to childhood immunization by 1990.

SEC. 551. The foreign debt burdens of many Third World nations have contributed to their economic decline and inability to engage in a significant economic recovery;

The United States foreign military assistance loan programs, which have had very high interest rates in past years, have contrib-

*uted to the security of our friends and allies, but also have played a contributing role in adding to the debt burdens of many of our friends and allies;*

*United States foreign aid has, among its major objectives, the enhancement of the military and economic security of our friends and allies and our own security;*

*A foreign assistance program which adds significantly to the debt burdens of our friends and allies by forcing the weaker of those nations to use funds which could be used for development for repayment of loans impairs their economic development unnecessarily and is not in either their or our interest;*

*The past few years have seen several positive legislative steps taken to alleviate the FMS loan-related debt burdens of our friends and allies by reducing interest rates, stretching out the repayment period of these loans, and by increasing the level of MAP grants and forgiven FMS credits;*

*These steps have helped to ease these problems in the short term, but the long-term debt servicing problems of our friends and allies remain;*

*It would be in the best interests of our friends and allies to alleviate their debt burdens brought about by past loans and to bring about a more streamlined and straightforward approach to their programs in this area;*

*Such streamlined, straightforward programs would make it easier to develop country programs and would ease current pressures on the United States to grant to aid recipients the most favorable terms on their military loan programs: Now therefore*

*(1) it is the sense of the Congress that a more simplified, streamlined, straightforward foreign military assistance program is in the national interest and in the interest of the military and economic security of our friends and allies throughout the world;*

*(2) that greater concessionality only to match economic need as appropriate should be incorporated into future military assistance programs;*

*(3) that FMS loan programs extending the repayment period beyond the useful life of the items to be purchased could tend to increase the long-term debt burdens of our friends and allies;*

*(4) that the FMS concessional loan program contains a significant grant element in the recipient nation and that the Congress should actively consider replacing this program with a more straightforward approach;*

*(5) the President is urged to propose, in the next formal Congressional Presentation for Security Assistance Programs, reforms and refinements in the foreign military assistance programs along these lines for consideration by the appropriate committees of the Congress.*

*SEC. 552. (a) Notwithstanding any other provision of law, the President is authorized—*

*(1) to deny nondiscriminatory (most-favored/nation) trade treatment to the products of Afghanistan and thereby cause such products to be subject to the rate of duty set forth in column number 2 of the Tariff Schedules of the United States, and*

*(2) to deny credit, credit guarantees, and investment guarantees to, or for the benefit of, Afghanistan under any Federal program.*

*(b) If the President has not denied nondiscriminatory trade treatment to the products of Afghanistan before the date that is 45 days after the date of enactment of this joint resolution, the President shall submit to the Congress on such date \* \* \*.*

*This subsection may be cited as the "Foreign Assistance and Related Programs Appropriations Act, 1986".*

And the Senate agree to the same.

Amendment numbered 22:

That the House recede from its disagreement to the amendment of the Senate numbered 22, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 106. Notwithstanding any other provision of this joint resolution, and in addition to amounts appropriated elsewhere, there are appropriated \$40,000,000, to remain available until expended, for "Watershed and Flood Prevention Operations" for emergency measures as provided in sections 401 and 403-405 of the Agricultural Credit Act of 1978 (16 U.S.C. 2201 and 2203-2205).*

And the Senate agree to the same.

Amendment numbered 23:

That the House recede from its disagreement to the amendment of the Senate numbered 23, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 107. Notwithstanding any other provision of this joint resolution, not to exceed an additional \$9,549,000 (from assessments collected from farm credit system banks) shall be obligated during the current fiscal year for administrative expenses, as authorized under 12 U.S.C 2249: Provided, That hereafter the Comptroller General or his duly authorized representatives shall have access to and the right to examine all books, documents, papers, records, or other recorded information within the possession or control of the Federal land banks and Federal land bank associations, Federal intermediate credit banks and production credit associations and banks for cooperatives.*

And the Senate agree to the same.

Amendment numbered 24:

That the House recede from its disagreement to the amendment of the Senate numbered 24, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 108. (a) Notwithstanding any provision of title I of the Local Public Works Capital Development and Investment Act of 1976, as amended (Public Law 94-369) or any other provision of law, any funds authorized and appropriated under title I of such Act, as amended, in any fiscal year for projects in: (1) New York, New York but currently obligated and not disbursed, shall be obligated and expended during fiscal years 1986 and 1987 for any authorized project in New York, New York under title I of such Act, as amended or for any authorized project in New York, New York under title I of the Public Works and Economic Development Act of 1965, as*

*amended; (2) New Jersey but currently obligated and not disbursed, shall be obligated and expended during fiscal years 1986 and 1987 for the rehabilitation and renovation of Buildings 1002, 1006 and such other structures at Camp Kilmer, Edison, New Jersey as may be agreed upon between Middlesex County and the Department of Defense for use as a shelter for the homeless in Middlesex County, New Jersey; (3) California but currently obligated and not disbursed, shall be obligated and expended during fiscal years 1986 and 1987 for infrastructure projects and economic development activities at the site of the abandoned General Motors plant in the city of South Gate, California; (4) Alabama but currently obligated and not disbursed, shall be obligated and expended during fiscal years 1986 and 1987 for infrastructure projects and related economic development activities for the Jasper Industrial Park at Jasper, Alabama; and (5) Illinois but currently obligated and not disbursed, shall be obligated and expended during fiscal years 1986 and 1987 for (i) the restoration, rehabilitation and renovation of existing buildings and structures within the Illinois and Michigan Canal National Heritage Corridor, and (ii) a \$400,000 grant to the Will County Development Company for the establishment of a revolving loan fund.*

*(b) The project for flood control, Red Rock Dam and Lake, Iowa authorized by the Flood Control Act approved June 28, 1938, is modified to authorize and direct the Secretary of the Army, acting through the Chief of Engineers to acquire from willing sellers fee simple interest in real property which is subject to periodic flooding in connection with the operation of the project, using funds heretofore and hereafter appropriated.*

*(c) In addition, for the Economic Development Administration, "Economic development assistance programs"; \$8,500,000, to remain available until expended, of which \$4,000,000 is for a grant to Lexington County, South Carolina, for all expenditures related to the development of a state-of-the-art fiber optics/medium power cable research and development facility in Lexington County; and of which \$4,500,000 is for a grant to the City of Fort Worth for the continued renovation, construction, rehabilitation and establishment of economic development facilities and related infrastructure activities of the Fort Worth Stockyards project.*

*(d) In addition, for the United States Information Agency, "Educational and Cultural Exchange Programs"; \$2,500,000 for reimbursement of expenses for international games for the handicapped as authorized by section 207 of Public Law 99-93: Provided, That reimbursement for each organization conducting such games shall not exceed the total amount of necessary and reasonable expenses incurred by such organization in excess of donations and government services furnished.*

And the Senate agree to the same.

Amendment numbered 26:

That the House recede from its disagreement to the amendment of the Senate numbered 26, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 110. (a) Notwithstanding any other provision of this joint resolution, no funds made available to the Department of Justice*

during fiscal year 1986 shall be used to implement, or to adopt as a permanent rule, New Offense Example 363, providing coverage for "insider trading" offenses, of 28 C.F.R. section 2.20.

(b) This section shall become effective upon the date of enactment of this joint resolution and shall expire 180 days after the effective date of this joint resolution: Provided, That this section shall not apply to any case pending before the United States Parole Commission as of the effective date of this joint resolution.

And the Senate agree to the same.

Amendment numbered 29:

That the House recede from its disagreement to the amendment of the Senate numbered 29, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 111. (a) For an additional amount for the Commission on the Bicentennial of the United States Constitution, "Salaries and Expenses", authorized by Public Law 98-101 (97 Stat. 719-723), \$12,000,000 to remain available until expended.*

*(b) Section 5 of Public Law 98-101 (97 Stat. 719) is amended—*

*(1) in section (b), by striking out "up to five persons,"; and*

*(2) in paragraph (2) of subsection (e), by striking out "the services" through the end of such paragraph and inserting in lieu thereof "services".*

*(c) Notwithstanding section 5(a) of Public Law 98-101 (97 Stat. 719), the rate of pay of the staff director of the Commission on the Bicentennial of the United States Constitution shall not exceed 95 per cent of the rate of basic pay for level I of the Executive Schedule pursuant to section 5312 of title 5, United States Code.*

And the Senate agree to the same.

Amendment numbered 30:

That the House recede from its disagreement to the amendment of the Senate numbered 30, and agree to the same with amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 112. None of the funds appropriated to the Legal Services Corporation for fiscal years prior to fiscal year 1986 and carried over into fiscal year 1986, either by the Corporation itself or by any recipient of such funds, may be expended, unless such funds are expended in accordance with all of the restrictions and provisions of Public Law 99-180 of December 13, 1985, except that such funds may be expended for the continued representation of aliens prohibited by said Act where such representation commenced prior to January 1, 1983, or as approved by the Corporation.*

And the Senate agree to the same.

Amendment numbered 31:

That the House recede from its disagreement to the amendment of the Senate numbered 31, and agree to the same with an amendment, as follows:

In lieu of the section number named in said amendment insert: 113; and the Senate agree to the same.

Amendment numbered 47:

That the House recede from its disagreement to the amendment of the Senate numbered 47, and agree to the same with an amendment, as follows:

Amend the matter inserted by said amendment to change the word "Senate" to "Congress" in subsection (a) and subsection (b); and the Senate agree to the same.

Amendment numbered 49:

That the House recede from its disagreement to the amendment of the Senate numbered 49, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: 114; and the Senate agree to the same.

Amendment numbered 50:

That the House recede from its disagreement to the amendment of the Senate numbered 50, and agree to the same with an amendment, as follows:

In lieu of the section number named in said amendment insert: 115; and the Senate agree to the same.

Amendment numbered 51:

That the House recede from its disagreement to the amendment of the Senate numbered 51, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: 116; and the Senate agree to the same.

Amendment numbered 56:

That the House recede from its disagreement to the amendment of the Senate numbered 56, and agree to the same with an amendment, as follows:

In lieu of the section number named in said amendment, insert: 117; and the Senate agree to the same.

Amendment numbered 57:

That the House recede from its disagreement to the amendment of the Senate numbered 57, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: 118; and the Senate agree to the same.

Amendment numbered 58:

That the House recede from its disagreement to the amendment of the Senate numbered 58, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 119. Notwithstanding any other provision of this joint resolution, up to \$8,000,000 of the funds appropriated for the Veterans Administration under the heading "Medical care" in Public Law 99-160 may be transferred to and merged with the funds provided under the heading "General operating expenses".*

*SEC. 120. Notwithstanding any other provision of law or this joint resolution, the Administrator of Veterans Affairs shall delegate to hospital directors the authority to administer not less than 15 of the new fiscal year 1985 major construction projects and not less than 10 of the new fiscal year 1986 major construction projects in the manner and under the conditions established for the delegation of the nursing home care construction projects at Ann Arbor, Tampa, and Fresno. The Administration shall submit to the Committees on Appropriations of the House of Representatives and the Senate a list of the proposed delegations not later than 15 days after enactment of this joint resolution. The Administrator shall, within available*

*resources, provide additional funds and personnel ceilings to each hospital director with a delegated project for necessary and adequate engineering, contracting, and other technical support. The delegation of authority for actual construction of said facilities shall be at the discretion of the selected hospital directors.*

And the Senate agree to the same.

Amendment numbered 60:

That the House recede from its disagreement to the amendment of the Senate numbered 60, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment, insert:

*SEC. 121. None of the funds made available by this or any other Act for fiscal year 1986 to the Office of the Secretary, Department of the Interior, shall be expended to submit to the United States District Court for Eastern California any settlement with respect to Westlands Water District v. United States, et al., (CV-F-81-245-EDP) until: (1) April 15, 1986, and (2) until the Congress has received from the Secretary and reviewed for a period of 30 days a copy of the proposed settlement agreement which has been approved and signed by the Secretary.*

And the Senate agree to the same.

Amendment numbered 62:

That the House recede from its disagreement to the amendment of the Senate numbered 62, and agree to the same with an amendment, as follows:

Delete the matter proposed by the House and stricken by the Senate and delete the matter proposed by the Senate in said amendment; and the Senate agree to the same.

Amendment numbered 64:

That the House recede from its disagreement to the amendment of the Senate numbered 64, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 122. Appropriations and funds available to the United States Fish and Wildlife Service shall be available for, and the Secretary of the Interior shall immediately resume preparation of, all environmental assessments and statements that are necessary prerequisites to the translocation of a portion of the existing population of Southern sea otters (*Enhydra lutris nereis*) to one or more locations within their historic range in accordance with the recovery plan for such species. In preparing such assessments and statements the Secretary shall consider section 10(j) of the Endangered Species Act (16 U.S.C. 1539(j)) as well as pending legislation that would amend such Act: Provided, That the Secretary of the Army is directed to accomplish emergency bank stabilization, shore protection, and flood control work to protect public-owned property in the vicinity of Jarvis Avenue, Fargo Avenue, North Shore Avenue, Rosemont Avenue, Burger Park, North Sheridan Road, and Lake Michigan in Chicago, Illinois, at full Federal expense using funds heretofore and hereafter appropriated at an estimated cost of \$1,000,000.*

And the Senate agree to the same.

Amendment numbered 102:



That the House recede from its disagreement to the amendment of the Senate numbered 102, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 123. No penalty shall be applied nor any State or agency agreement terminated pursuant to sections 1512, 1515, or 1521 of the Public Health Service Act during fiscal year 1986, nor if appropriations under title XV of that Act are reauthorized by August 15, 1986, shall any agency be required to take action to anticipate termination of financial assistance under that title. Sums appropriated by the Departments of Labor, Health and Human Services, and Education, and Related Agencies Appropriation Act, 1986, for the award of grants under section 1516 of the Public Health Service Act may be used for grants under that section to State agencies that were authorized to receive grants for fiscal year 1982 under section 935(b) of the Omnibus Budget Reconciliation Act of 1981: Provided, That no sums may be obligated under the authority of this sentence after the date upon which a law is enacted to extend the authority to appropriate amounts to carry out title XV of such Act.*

And the Senate agree to the same.

Amendment numbered 103:

That the House recede from its disagreement to the amendment of the Senate numbered 103, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *124*; and the Senate agree to the same.

Amendment numbered 104:

That the House recede from its disagreement to the amendment of the Senate numbered 104, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 125. Notwithstanding any other provision of this joint resolution, the Secretary of Health and Human Services shall extend, for one additional year, approval of the municipal health services demonstration projects located in Baltimore, Cincinnati, Milwaukee, and San Jose authorized under section 402(a) of the Social Security Amendments of 1967.*

And the Senate agree to the same.

Amendment numbered 105:

That the House recede from its disagreement to the amendment of the Senate numbered 105, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 126. From the amounts awarded to a State from its allotment under section 2003 of the Social Security Act for fiscal year 1986, the State shall use to maintain and improve the availability and quality of training provided under section 401(b)(1), 98 Stat. 2196, such sums as the State may determine to be required.*

And the Senate agree to the same.

Amendment numbered 107:

That the House recede from its disagreement to the amendment of the Senate numbered 107, and agree to the same with an amendment, as follows:

In lieu of the section number named in said amendment insert: 127; and the Senate agree to the same.

Amendment numbered 108:

That the House recede from its disagreement to the amendment of the Senate numbered 108, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 128. Notwithstanding any other provisions of this joint resolution or any other provision of law, any student residing in an area designated as a natural disaster area pursuant to a provision of Federal law may apply or reapply for a Pell Grant under subpart 1 of part A of title IV of the Higher Education Act of 1965 and be eligible for and receive a Pell award based on income earned in calendar year 1985 instead of 1984 if individuals whose incomes are taken into account in determining the student's eligibility for and amount of a Pell Grant have been unable to pursue normal income-producing activities in 1985 as a result of the natural disaster.*

And the Senate agree to the same.

Amendment numbered 109:

That the House recede from its disagreement to the amendment of the Senate numberd 109, and agree to the same with an amendment, as follows:

In lieu of the matter sticken and inserted by said amendment, insert: 129; and the Senate agree to the same.

Amendment numbered 110:

That the House recede from its disagreement to the amendment of the Senate numberd 110, and agree to the same with an amendment, as follows:

In lieu of the section number named in said amendment, insert: 130; and the Senate agree to the same.

Amendment numbered 111:

That the House recede from its disagreement to the amendment of the Senate numbered 111, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment, insert:

*SEC. 131. Notwithstanding any other provision of this joint resolution, there is appropriated \$150,000 for fiscal year 1986 for the establishment and operation of the Biomedical Ethics Board and the Biomedical Ethics Advisory Committee pursuant to section 381 of the Public Health Service Act.*

And the Senate agree to the same.

Amendment numbered 112:

That the House recede from its disagreement to the amendment of the Senate numbered 112, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment: insert: 132; and the Senate agree to the same.

Amendment numbered 113:

That the House recede from its disagreement to the amendment of the Senate numbered 113, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment, insert: 133; and the Senate agree to the same.

Amendment numbered 114:

That the House recede from its disagreement to the amendment of the Senate numbered 114, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment, insert: 134; and the Senate agree to the same.

Amendment numbered 115:

That the House recede from its disagreement to the amendment of the Senate numbered 115, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment, insert the following:

*SEC. 135. Notwithstanding any other provision of this joint resolution or any other Act, the Department of the Navy is authorized, within existing appropriations, to expend such sums as are necessary to effectuate a settlement with the State of Washington of back tax liabilities arising out of Federal construction and procurement projects in Washington State. Such settlement may be negotiated directly between the Department of the Navy and the State of Washington, notwithstanding the fact that the liability of the Department of the Navy may be derivative from persons contracting with the Department.*

And the Senate agree to the same.

Amendment numbered 117:

That the House recede from its disagreement to the amendment of the Senate numbered 117, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment, insert:

*SEC. 136. Effective on and after January 1, 1986, section 908(b) of the Supplemental Appropriations Act, 1983 (2 U.S.C. 31-1), is amended by striking out "30 percent" in paragraphs (1) and (2) and inserting in lieu thereof "40 percent".*

And the Senate agree to the same.

Amendment numbered 123:

That the House recede from its disagreement to the amendment of the Senate numbered 123, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment insert: 138; and the Senate agree to the same.

Amendment numbered 124:

That the House recede from its disagreement to the amendment of the Senate numbered 124, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment insert: 139; and the Senate agree to the same.

Amendment numbered 125:

That the House recede from its disagreement to the amendment of the Senate numbered 125, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment insert: 140; and the Senate agree to the same.

Amendment numbered 126:

That the House recede from its disagreement to the amendment of the Senate numbered 126, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *141*; and the Senate agree to the same.

Amendment numbered 127:

That the House recede from its disagreement to the amendment of the Senate numbered 127, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *142*; and the Senate agree to the same.

Amendment numbered 128:

That the House recede from its disagreement to the amendment of the Senate numbered 128, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *143*; and the Senate agree to the same.

Amendment numbered 129:

That the House recede from its disagreement to the amendment of the Senate numbered 129, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *144*; and the Senate agree to the same.

Amendment numbered 130:

That the House recede from its disagreement to the amendment of the Senate numbered 130, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *145*; and the Senate agree to the same.

Amendment numbered 131:

That the House recede from its disagreement to the amendment of the Senate numbered 131, and agree to the same with an amendment, as follows:

In lieu of the matter proposed by said amendment insert:

*SEC. 146. Notwithstanding any other provision of law, the Administrator of the General Services Administration and the Secretary of Commerce are hereby authorized, for the purposes of supporting the United States' international trade position, to locate the International Trade Administration Boston District Office in the new World Trade Center, Boston, Massachusetts. A report shall be made to the Committees on Appropriations no later than February 1, 1986 detailing the steps taken and agreements reached to achieve this move.*

And the Senate agree to the same.

Amendment numbered 132:

That the House recede from its disagreement to the amendment of the Senate numbered 132, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *147*; and the Senate agree to the same.

Amendment numbered 133:

That the House recede from its disagreement to the amendment of the Senate numbered 133, and agree to the same with an amendment, as follows:

In lieu of the first section number named in said amendment insert: *148*; and the Senate agree to the same.

Amendment numbered 135:

That the House recede from its disagreement to the amendment of the Senate numbered 135, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment, insert: *149*; and the Senate agree to the same.

For the entire resolution and Senate amendments:

JAMIE L. WHITTEN

(except for amendment No. 4 only in regard to chemical weapons, strategic defense initiative, and unobligated balances set aside; and amendment No. 5),

EDWARD P. BOLAND

(except for amendment No. 4 and amendment No. 117),

WILLIAM H. NATCHER

(except for amendment No. 4 only in regard to chemical weapons),

NEAL SMITH,

JOSEPH P. ADDABBO,

SIDNEY R. YATES

(except for amendment No. 4),

DAVID R. OBEY

(except for amendment No. 4 and amendment No. 117),

EDWARD R. ROYBAL

(except for amendment No. 4),

TOM BEVILL,

BILL CHAPPELL, Jr.,

WILLIAM LEHMAN,

JULIAN C. DIXON,

VIC FAZIO,

W.G. HEFNER,

SILVIO O. CONTE

(except amendment No. 4 and amendment No. 117),

JOSEPH M. McDADE,

LAWRENCE COUGHLIN,

RALPH REGULA,

VIRGINIA SMITH,

JOE SKEEN,

*Managers on the Part of the House.*

MARK O. HATFIELD

(except for amendment No. 4),

TED STEVENS,

LOWELL WEICKER, Jr.,

JAMES A. McCLURE,

THAD COCHRAN,

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MARK ANDREWS,  
JOHN C. STENNIS,  
ROBERT C. BYRD,  
J. BENNETT JOHNSTON,  
QUENTIN N. BURDICK,  
FRANK R. LAUTENBERG,  
*Managers on the Part of the Senate.*

### JOINT EXPLANATORY STATEMENT OF THE COMMITTEE OF CONFERENCE

The managers on the part of the House and the Senate at the further conference on the disagreeing votes of the two Houses on the amendments of the Senate to the joint resolution (H.J. Res. 465) making further continuing appropriations for the fiscal year 1986, and for other purposes, submit the following joint statement to the House and the Senate in explanation of the effect of the action agreed upon by the managers and recommended in the accompanying conference report.

#### AGRICULTURE, RURAL DEVELOPMENT, AND RELATED AGENCIES

Amendment No. 1: Provides that programs, projects, or activities provided for in Agriculture, Rural Development, and Related Agencies Appropriation Act of 1986 (H.R. 3037) shall be available to the extent and in the manner provided for in the conference report and joint explanatory statement of the managers (H. Rept. 99-439), filed in the House of Representatives on December 12, 1985, as if such Act had been enacted into law. The House resolution provided for a rate of operations based on the House passed bill and the Senate amendment provided for a rate of operations based on the Senate passed bill.

The conference agreement provides that each appropriation item in the referenced bill (H.R. 3037) made available under Section 101(a) may be reduced by six-tenths of one percentum, if applied to every appropriation item, rounded to the nearest thousands of dollars, except for the following appropriations: Child Nutrition Programs and Special Milk Program which are true entitlements: *Provided*, That such reductions if made shall be applied proportionally to each program, project, and activity as set forth in the conference agreement (H. Rept. 99-439).

#### COMMERCE, JUSTICE, STATE AND JUDICIARY

Amendment No. 2: Deletes language proposed by the House and stricken by the Senate which would have funded the Departments of Commerce, Justice, and State, the Judiciary, and Related Agencies at the levels in H.R. 2965 as passed the House, and deletes language proposed by the Senate which would have funded these departments and agencies at the levels in the conference report on H.R. 2965. The President signed H.R. 2965 into law on December 13, 1985 (Public Law 99-180). Therefore, language specifying funding levels for these departments and agencies in this joint resolution is unnecessary.

Amendment No. 3: Deletes language proposed by the Senate that the conference report on H.R. 2965 be considered as including Senate Amendment No. 134.

## DEPARTMENT OF DEFENSE APPROPRIATIONS ACT

Amendment No. 4: Section 101(b) of House Joint Resolution 465 provides appropriations for programs, projects and activities provided for in the Department of Defense Appropriations Act, 1986. The House version of the joint resolution provides appropriations for programs, projects and activities at a rate of operations and to the extent and in the manner provided for in H.R. 3629 as passed the House of Representatives on October 30, 1985. The Senate version of the joint resolution provides appropriations for these programs, projects and activities at the rate and in the manner provided for in H.R. 3629 as reported to the Senate on November 6, 1985, with certain additional provisions and exceptions provided for in the joint resolution.

The conference agreement on House Joint Resolution 465 incorporates some of the provisions of both the House and Senate versions of the Department of Defense Appropriations Act, 1986, and has the effect of enacting the Act into law. The language and allocations set forth in House Report 99-332 and Senate Report 99-176 should be complied with unless specifically addressed in this joint resolution and statement of the managers to the contrary. The Department of Defense Appropriations Act, 1986, put in place by this joint resolution incorporates the following agreements of the managers.

## IMPACT OF EMERGENCY DEFICIT CONTROL ACT

The conferees agree that none of the funds appropriated by this Act shall be applied in a manner that would offset the impact of sequestration under provisions of the Balanced Budget and Emergency Deficit Control Act of 1985. This instruction, however, shall not prohibit the reprogramming of funds for the purposes of preventing breaks, stoppages or delays in funded programs, projects, and activities.

## TITLE I—MILITARY PERSONNEL

The conferees agree to the following amounts for the Military Personnel accounts:

[In thousands of dollars]

	Budget	House	Senate	Conference
SUMMARY				
MILITARY PERSONNEL, ARMY.....	22,712,000	21,761,423	21,109,765	21,078,169
MILITARY PERSONNEL, NAVY.....	17,221,400	16,472,073	15,838,363	15,917,144
MILITARY PERSONNEL, MARINE CORPS.....	5,217,400	5,041,377	4,835,456	4,870,016
MILITARY PERSONNEL, AIR FORCE.....	19,187,900	18,341,185	17,688,587	17,744,770
RESERVE PERSONNEL, ARMY.....	2,394,400	2,159,254	2,203,014	2,178,564
RESERVE PERSONNEL, NAVY.....	1,353,600	1,297,123	1,264,334	1,267,734
RESERVE PERSONNEL, MARINE CORPS.....	290,000	278,842	272,200	272,250
RESERVE PERSONNEL, AIR FORCE.....	622,500	597,153	583,330	584,430
NATIONAL GUARD PERSONNEL, ARMY.....	3,430,800	3,238,217	3,062,098	3,066,568
NATIONAL GUARD PERSONNEL, AIR FORCE.....	995,100	953,204	926,516	926,716
TOTAL, MILITARY PERSONNEL.....	73,425,100	70,139,851	67,783,663	67,906,361



The following items represent language as agreed to by the conferees:

**MILITARY PAY RAISE**

The conferees agree to a reduction of \$1,887,500,000 from requested amounts associated with the October 1, 1985, military pay raise. Funding for this requirement is discussed further under the heading Availability of Unobligated Balances later in the statement of the managers.

**MILITARY/CIVILIAN WORKYEAR REDUCTIONS**

The Senate reduced military personnel funding by \$330,191,000 and civilian personnel funding by \$477,500,000 as a result of its recommendation to hold workyears at fiscal year 1985 levels. The Senate recommendations are based on its contention that the Department is overstaffed in headquarters and administrative personnel. The conferees agree that reductions are available in these areas, but believe that levels recommended by the Senate would not be achievable in one fiscal year. The conferees agree to a reduction of \$217,100,000 in the military personnel accounts. The conferees direct that any decreases in end strength below authorization as a result of this funding reduction must come from headquarters and administrative staff functions. In addition, the conferees recommended a reduction of \$477,500,000 in Operation and Maintenance funding for improved productivity. The conferees encourage the Secretary of Defense to apply this adjustment by using sound management techniques that encourage productivity and quality improvement. The conferees agree that this reduction should be, but is not required to be, applied against civilian personnel workyears.

**PERMANENT CHANGE OF STATION TRAVEL**

The conferees agree to total funding of \$2,744,293,000 for Permanent Change of Station (PCS) travel for fiscal year 1986. In addition the conferees have agreed to a general provision (Section 8085) which places a ceiling of a like amount on funds to be obligated by the Department for PCS Travel in fiscal year 1986. The funds provided for PCS Travel are sufficient to initiate all new PCS programs and allowances contained in the appropriation request. The conferees agree that the Department may initiate the PCS reimbursements which are newly authorized for fiscal year 1986, but only from within the funding ceiling allowed in this Bill. If additional funds are required to initiate these new programs, they should only be derived through a reduction in PCS moves or costs. The following chart identifies the funds requested and appropriated for specific new PCS initiatives in fiscal year 1986.

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## PCS REIMBURSEMENTS

[In thousands of dollars]

	Budget	Conference
Household Goods Weights .....	242,300	126,600
New PCS Reimbursements .....	0	0
Temporary Lodging Entitlement .....	132,472	132,472
Junior Enlisted Dependent Travel .....	21,051	17,556
Travel to Designated Place .....	15,325	12,781
Dependent Under 2 Mileage .....	10,100	8,423
All Other PCS Items .....	2,446,461	2,446,461
Total PCS .....	2,867,709	2,744,293

Insofar as the increase to Household Goods Weight Allowances is concerned, the conferees agree that the Department may only increase weight allowances as follows: junior enlisted personnel with dependents to 5,000 pounds and junior enlisted with no dependents may increase up to 1,500 pounds in all situations. No other increases may be funded until the Department and GAO completed their respective reviews of the PCS program and the Congress has received and approved a funding request.

## ARMY ENLISTMENT BONUS/NEW ARMY COLLEGE FUND DUPLICATION

The Senate included a general provision prohibiting payment of an Army College Fund kicker to any service member who also receives an enlistment bonus, and expressed concern that duplication of these two programs is excessive to the needs of the Army. This provision would apply only to those service members who contract to enlist on or after the date of enactment of this Act. The House did not address this issue. The Senate also reduced the Army's enlistment bonus request by \$8,000,000, based on a lower accession mission due to increased retention. The conferees accept the Senate general provision but reduced the Army's enlistment bonus request by only \$2,000,000, as proposed by the House, to allow additional funding flexibility which may be required as a result to this modification.

The conferees realize that the impact of such a change in the Army's overall enlistment benefits package cannot be quantified without data based on actual Army experience. The conferees expect to be kept fully informed regarding the Army's accession programs, and will continue to examine this issue during its consideration of the fiscal year 1987 budget request.

## TUITION ASSISTANCE

The House included report language directing the Department of Defense to provide guidance to all Services to implement a uniform policy which would allow students under the DOD tuition assistance program to utilize any educational institutions accredited by the Department of Education and the Council on Postsecondary Accreditation. The Senate did not address this issue. The conferees agree with the House position.

## GUARD/RESERVE FORCES

The conferees agree to a reduction of \$195,530,000 from requested amounts resulting from authorization reductions in full-time reserve end strengths. The conferees also agree that the Department should make every effort within available resources to increase drilling reserve average strengths above the minimums required in the 1986 Defense Authorization. Additionally, the Civilian Technician strengths addressed below are the basis for the Technician floor as established in Section 8047.

The following table summarizes strength levels as agreed to by the conferees.

## FISCAL YEAR 1986 GUARD/RESERVE STRENGTHS

	Budget	Authoriza- tion	Conferees
Selected Reserve (average strength):			
Army Reserve.....	291,921	290,639	290,639
Navy Reserve.....	134,400	134,212	134,212
Marine Corps Reserve.....	41,900	41,900	41,900
Air Force Reserve.....	75,600	75,600	75,600
Army National Guard.....	444,000	440,025	440,025
Air National Guard.....	108,700	108,700	108,700
Total.....	1,096,521	1,091,076	1,091,076
Full-Time Reserve (end strength):			
Army Reserve.....	14,714	12,157	12,157
Navy Reserve.....	19,510	19,010	19,010
Marine Corps Reserve.....	1,475	1,475	1,475
Air Force Reserve.....	635	635	635
Army National Guard.....	30,679	23,731	23,731
Air National Guard.....	7,269	7,269	7,269
Total.....	74,282	64,277	64,277
Military (Civilian) Technicians:			
Army Reserve.....	7,623	7,623	7,623
Air Force Reserve.....	9,042	9,042	9,042
Army National Guard.....	24,129	26,629	26,629
Air National Guard.....	22,792	22,792	22,792
Total.....	63,586	66,086	66,086

## MANAGEMENT OF RESERVE FORCES FULL-TIME SUPPORT PROGRAMS

The House included report language directing the Department of Defense not to allow further conversions of civilian technicians to AGR status until a report is submitted to the Committee outlining the Department's efforts to resolve the problems associated with the full-time support program and the House Appropriations Committee responds to such report. The Senate did not address this issue. The conferees agree to the House language.

## MILITARY PERSONNEL, ARMY

The conferees agree to provide \$21,078,169,000 instead of \$21,761,423,000 as recommended by the House and \$21,109,765,000

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as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
VHA WINDFALL		-8,000	-12,100	-10,000
MILITARY PAY RAISE	601,157	541,041		
RENT PLUS TO VHA IN ALASKA/HAWAII SAVINGS		-2,500		
DEPENDENT UNDER 2 MILEAGE	4,400		3,667	3,667
HOUSEHOLD GOOD WEIGHTS	95,000	43,700	79,207	48,600
RETIRED PAY ACCRUAL	5,650,951	4,833,690	4,748,551	4,748,551
OVERSEAS HOUSING ALLOWANCES	98,714	97,714	98,714	97,714
AVERAGE END STRENGTHS—GROWTH	44,000	22,000	44,000	22,000
SELECTIVE REENLISTMENT BONUS	158,703	149,203	135,504	140,504
ENLISTMENT BONUS	115,400	113,400	107,400	113,400
OFFICER AVERAGE PAY RATES	4,736,478	4,721,478	4,721,478	4,721,478
PCS REIMBURSEMENTS		42,500		
SUBSISTENCE-IN-KIND	406,538	406,538	394,138	394,138
TEMPORARY LODGING EXPENSE	53,680	53,680	44,769	53,680
JUNIOR ENLISTED DEPENDENT TRAVEL	9,230	9,230	7,697	7,697
TRAVEL TO A DESIGNATED PLACE	6,075	6,075	5,066	5,066
ALL OTHER ITEMS	10,731,674	10,731,674	10,731,674	10,731,674
<b>TOTAL, MILITARY PERSONNEL, ARMY</b>	<b>22,712,000</b>	<b>21,761,423</b>	<b>21,109,765</b>	<b>21,078,169</b>

### MILITARY PERSONNEL, NAVY

The conferees agree to provide \$15,917,144,000 instead of \$16,472,073,000 as recommended by the House and \$15,838,363,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
VHA WINDFALL		-10,100	-19,650	-15,000
MILITARY PAY RAISE	429,483	386,535		
RENT PLUS TO VHA IN ALASKA/HAWAII SAVINGS		-2,300		
DEPENDENT UNDER 2 MILEAGE	2,100		1,754	1,754
HOUSEHOLD GOOD WEIGHTS	43,200	21,700	36,029	24,100
RETIRED PAY ACCRUAL	4,160,052	3,551,923	3,498,852	3,498,852
FUNDED TRAVEL—SHIP O/H		-1,900	-1,900	-1,900
MILITARY PERSONNEL ADJUSTMENTS	9,150,339	9,150,339	8,962,992	9,033,139
AUTHORIZED END STRENGTH GROWTH	162,400	115,400	162,400	162,400
SELECTIVE REENLISTMENT BONUS	269,554	268,804	228,740	238,740
AVERAGE STRENGTH GROWTH	37,000	22,000	37,000	37,000
TEMAC FUNDING	23,000		23,000	13,000
PCS REIMBURSEMENTS		25,400		
UNEMPLOYMENT COMPENSATION	31,980	31,980	28,980	28,980
SUBSISTENCE-IN-KIND	351,291	351,291	336,091	336,091
TEMPORARY LODGING EXPENSE	35,621	35,621	29,708	35,621
JUNIOR ENLISTED DEPENDENT TRAVEL	3,300	3,300	2,752	2,752
TRAVEL TO A DESIGNATED PLACE	2,800	2,800	2,335	2,335
PCS MOVES—MANAGEMENT			10,000	
ALL OTHER ITEMS	2,519,280	2,519,280	2,519,280	2,519,280
<b>TOTAL, MILITARY PERSONNEL, NAVY</b>	<b>17,221,400</b>	<b>16,472,073</b>	<b>15,838,363</b>	<b>15,917,144</b>

### MILITARY PERSONNEL, MARINE CORPS

The conferees agree to provide \$4,870,016,000 instead of \$5,041,377,000 as recommended by the House and \$4,835,456,000 as

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recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
VHA WINDFALL.....		-3,000	-4,800	-4,000
MILITARY PAY RAISE.....	136,491	122,842		
DEPENDENT UNDER 2 MILEAGE.....	100		80	80
HOUSEHOLD GOOD WEIGHTS.....	15,600	7,700	13,009	8,600
RETIRED PAY ACCRUAL.....	1,297,896	1,106,022	1,090,896	1,090,896
FY 1985 RETENTION CARRYOVER.....		33,000		33,000
SELECTIVE REENLISTMENT BONUS.....	104,253	101,753	94,472	94,472
MILITARY PERSONNEL ADJUSTMENTS.....	2,828,524	2,828,524	2,814,811	2,818,624
AUTHORIZED END STRENGTH GROWTH.....	10,700		4,700	10,700
PCS REIMBURSEMENTS.....		16,000		
UNEMPLOYMENT COMPENSATION.....	17,614	17,614	14,614	14,614
SUBSISTENCE-IN-KIND.....	100,586	100,586	97,886	97,886
TEMPORARY LODGING EXPENSE.....	8,171	8,171	6,815	8,171
JUNIOR ENLISTED DEPENDENT TRAVEL.....	2,221	2,221	1,853	1,853
TRAVEL TO A DESIGNATED PLACE.....	750	750	626	626
ALL OTHER ITEMS.....	694,494	694,494	694,494	694,494
TOTAL, MILITARY PERSONNEL, MARINE CORPS.....	5,217,400	5,041,377	4,835,456	4,870,016

#### MILITARY PERSONNEL, AIR FORCE

The conferees agree to provide \$17,744,770,000 instead of \$18,341,185,000 as recommended by the House and \$17,688,587,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
VHA WINDFALL.....		-5,900	-13,350	-9,500
MILITARY PAY RAISE.....	510,061	459,055		
RENT PLUS TO VHA IN ALASKA/HAWAII SAVINGS.....		-2,500		
DEPENDENT UNDER 2 MILEAGE.....	3,500		2,922	2,922
HOUSEHOLD GOOD WEIGHTS.....	88,500	40,800	73,808	45,300
RETIRED PAY ACCRUAL.....	4,816,907	4,079,198	4,051,307	4,051,307
MILITARY PERSONNEL ADJUSTMENTS.....	10,446,035	10,446,035	10,316,904	10,356,035
AUTHORIZED PERSONNEL END STRENGTH GROWTH.....	100,500	49,500	100,500	100,500
SELECTIVE REENLISTMENT BONUS.....	100,283	97,783	91,284	94,284
RETENTION/LONGEVITY GROWTH.....	21,700	10,700	21,700	21,700
PCS REIMBURSEMENTS.....		66,100		
OFFICER MANYEARS.....			-27,900	
UNEMPLOYMENT COMPENSATION.....	39,021	39,021	27,021	27,021
SUBSISTENCE-IN-KIND.....	141,809	141,809	137,609	137,609
TEMPORARY LODGING EXPENSE.....	35,000	35,000	29,190	35,000
JUNIOR ENLISTED DEPENDENT TRAVEL.....	6,300	6,300	5,254	5,254
TRAVEL TO A DESIGNATED PLACE.....	5,700	5,700	4,754	4,754
PCS MOVES-MANAGEMENT.....			-5,000	
ALL OTHER ITEMS.....	2,872,584	2,872,584	2,872,584	2,872,584
TOTAL, MILITARY PERSONNEL, AIR FORCE.....	19,187,900	18,341,185	17,688,587	17,744,770

#### RESERVE PERSONNEL, ARMY

The conferees agree to provide \$2,178,564,000 instead of \$2,159,254,000 as recommended by the House and \$2,203,014,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousand of dollars]

	Budget	House	Senate	Conference
SURPLUS FUNDING.....	50,000	30,000	50,000	30,000
MILITARY PAY RAISE.....	54,686	49,217		
RETIRED PAY ACCRUAL.....	603,447	443,820	513,247	513,247
AGR END STRENGTH GROWTH.....	80,661	29,261	35,061	29,261
BRANCH OFFICERS BASIC COURSE.....	32,451	27,451	32,451	27,451
RESERVE INCENTIVES.....		6,350		6,350
SUBSISTENCE-IN-KIND.....			-900	-900
ALL OTHER ITEMS.....	1,573,155	1,573,155	1,573,155	1,573,155
TOTAL, RESERVE PERSONNEL, ARMY.....	2,394,400	2,159,254	2,203,014	2,178,564

**RESERVE PERSONNEL, NAVY**

The conferees agree to provide \$1,267,734,000 instead of \$1,297,123,000 as recommended by the House and \$1,264,334,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
TAR END STRENGTH GROWTH.....	58,172	53,672	51,372	53,672
MILITARY PAY RAISE.....	29,366	26,429		
RETIRED PAY ACCRUAL.....	334,628	284,488	281,528	281,528
RESERVE INCENTIVES.....		1,100		1,100
ALL OTHER ITEMS.....	931,434	931,434	931,434	931,434
TOTAL, RESERVE PERSONNEL, NAVY.....	1,353,600	1,297,123	1,264,334	1,267,734

**RESERVE PERSONNAL, MARINE CORPS**

The conferees agree to provide \$272,250,000 instead of \$278,842,000 as recommended by the House and \$272,200,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
MILITARY PAY RAISE.....	6,400	5,760		
RETIRED PAY ACCRUAL.....	71,450	60,882	60,050	60,060
RESERVE INCENTIVES.....		50		50
ALL OTHER ITEMS.....	212,150	212,150	212,150	212,150
TOTAL, RESERVE PERSONNEL, MARINE CORPS.....	290,000	278,842	272,200	272,250

**RESERVE PERSONNEL, AIR FORCE**

The conferees agree to provide \$584,430,000 instead of \$597,153,000 as recommended by the House and \$583,330,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
MILITARY PAY RAISE.....	14,370	12,933		
RETIRED PAY ACCRUAL.....	155,531	130,521	130,731	130,73
RESERVE INCENTIVES.....		1,100		1,10
ALL OTHER ITEMS.....	452,599	452,599	452,599	452,59
TOTAL, RESERVE PERSONNEL, AIR FORCE.....	622,500	597,153	583,330	584,43

**NATIONAL GUARD PERSONNEL, ARMY**

The Conferees agree to provide \$3,066,568,000 instead of \$3,238,217,000 as recommended by the House and \$3,062,098,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
MILITARY PAY RAISE.....	79,802	71,822		
RETIRED PAY ACCRUAL.....	898,792	835,558	757,192	757,192
AGR END STRENGTH.....	203,942	64,312	60,042	64,312
DRILLING RESERVE AVG. STRENGTH.....	1,698,925	1,716,986	1,698,925	1,698,925
RESERVE INCENTIVES.....		200		200
SUBSISTENCE-IN-KIND.....			- 3,400	- 3,400
ALL OTHER ITEMS.....	549,339	549,339	549,339	549,339
TOTAL, NATIONAL GUARD PERSONNEL, ARMY.....	3,430,800	3,238,217	3,062,098	3,066,568

**NATIONAL GUARD PERSONNEL, AIR FORCE**

The Conferees agree to provide \$926,516,000 instead of \$953,204,000 as recommended by the House and \$926,516,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
MILITARY PAY RAISE.....	25,684	23,116		
RETIRED PAY ACCRUAL.....	267,136	227,608	224,436	224,436
RESERVE INCENTIVES.....		200		200
SUBSISTENCE-IN-KIND.....			- 200	- 200
ALL OTHER ITEMS.....	702,280	702,280	702,280	702,280
TOTAL, NATIONAL GUARD PERSONNEL, AIR FORCE.....	995,100	953,204	926,516	926,716

**TITLE II—OPERATION AND MAINTENANCE**

The conferees agree to the following amounts for the Operation and Maintenance accounts:

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[In thousands of dollars]

	Budget	House	Senate	Conference
<b>OPERATION AND MAINTENANCE—SUMMARY</b>				
ARMY.....	20,190,630	18,659,638	19,043,039	18,975,507
NAVY.....	25,797,700	23,862,002	24,528,310	24,477,071
MARINE CORPS.....	1,667,400	1,615,128	1,609,000	1,612,050
AIR FORCE.....	20,924,400	19,507,672	19,468,901	19,536,813
DEFENSE AGENCIES.....	7,568,900	7,340,076	7,479,956	7,432,569
ARMY RESERVE.....	779,600	774,980	793,100	780,100
NAVY RESERVE.....	954,500	896,415	896,700	894,950
MARINE CORPS RESERVE.....	61,600	57,120	57,200	57,200
AIR FORCE RESERVE.....	907,700	896,844	910,200	902,700
ARMY NATIONAL GUARD.....	1,605,200	1,646,305	1,656,500	1,652,800
AIR NATIONAL GUARD.....	1,830,100	1,803,862	1,806,200	1,806,200
NATIONAL BOARD FOR THE PROMOTION OF RIFLE PRACTICE, ARMY.....	920	820	920	920
CLAIMS, DEFENSE.....	158,300	148,300	143,300	143,300
COURT OF MILITARY APPEALS.....	3,200	3,200	3,200	3,200
PAN AMERICAN GAMES.....		10,000	10,000	10,000
ENVIRONMENT RESTORATION, DEFENSE.....			429,100	379,100
(BY TRANSFER).....		(329,100)		
GRAND TOTAL, OPERATION AND MAINTENANCE.....	82,450,150	77,222,362	78,835,626	78,664,480

The following items represent agreements of the conferees:

#### AUTHORIZATION COMPLIANCE

The amounts recommended by the conferees for each Operation and Maintenance appropriation are, for the most part, at or below the authorized level for those accounts. The exceptions to this compliance with authorization are in the Guard and Reserve accounts and result from the conferees' attempts to improve the capabilities of the reserve components. The conferees were able to fund some high priority readiness items which were not in the Authorization package by offsetting these readiness initiatives with reductions against lower priority or over-budgeted programs. The conferees agree not to apply all of the Authorization non-programmatic reductions in the Operation and Maintenance accounts, because this would have resulted in a "double-dip" against many of the specific program reductions agreed to by the conferees. The Department is directed, where appropriate, to consider the unspecified Authorization cuts when applying the conference reductions.

#### DRUG INTERDICTION

##### PATROL AIRCRAFT FOR CUSTOMS SERVICE

The conferees agree to provide \$6,000,000 for modification of two patrol (P-3A) aircraft to be transferred to the Customs Service instead of \$7,427,000 as provided by the Senate. Any additional funds required to complete modification of these aircraft should be provided within available resources.

##### DEPARTMENT OF DEFENSE DRUG INTERDICTION MISSIONS

The conferees provide nearly \$300,000,000 to enhance drug interdiction efforts of the Department of Defense. The conferees strongly believe that the Department can and should play a major role in helping to minimize the importation of illegal drugs.



In addition to specific enhancements of drug interdiction contained in this conference report, the conferees provide an appropriation of \$35,000,000 to Aircraft Procurement, Air Force to initiate the formation of a drug interdiction element or elements within the Air Force. This level of funding will allow the Air Force to commence the configuration of one AC-130H-30 pressurized drug surveillance aircraft and to establish an appropriate command and control element for the drug interdiction mission within the Air Force.

The conferees believe that the Air Force special operations forces would be the appropriate choice to carry out this new mission. The conferees note that the provisions of the Posse Comitatus Act require that support to civilian law enforcement be provided with no degradation to service combat readiness. Although the Department has considered other approaches, the conferees strongly believe that the best balance of providing peacetime drug interdiction and building wartime combat capability is to purchase and configure the initial AC-130H-30 special operations aircraft for both missions. The conferees believe that this approach will be the most cost-effective in meeting both the drug interdiction and Posse Comitatus objectives of the Department.

To this end, the conferees believe that this new drug interdiction initiative is compatible with and addresses the need for the replacement of aging AC-130 gunships. The configuration of replacement AC-130 pressurized gunships can provide an ideal surveillance and detection aircraft with sensors, communications, and other equipment that is also compatible with the drug interdiction assistance mission. The conferees believe it is important for the Air Force to move promptly to establish this new drug interdiction program. Accordingly, the conferees direct the Air Force to take the necessary steps to ensure delivery of the first AC-130H-30 pressurized drug interdiction aircraft no later than January 31, 1987. The configuration and schedule for this initial aircraft is predicated on the use of a currently available C-130H-30 stretched variant, in order to permit a pressurized drug interdiction/gunship aircraft. Older gunship configurations are unpressurized and thereby unsuitable for the drug interdiction role and are severely limited in the gunship role. The first aircraft shall be a fully operational drug interdiction aircraft with maximum subsystems integration possible to permit contingency installation of remaining gunship-peculiar equipment in wartime or other national emergency.

The conferees recognize the contracted nature of this schedule and therefore direct the Air Force to immediately proceed with the contracting necessary to assure the needed priorities for the radar and subsystems, CFE airframes and equipment, and other such means of expediting delivery of the aircraft. The conferees strongly support the national consensus for a swift response to the need for DOD assistance against the drug threat. In this regard, the Department should consider budgeting for an additional nine pressurized drug surveillance aircraft in fiscal years 1987 and 1988, in order to allow the Air Force to perform its priority role in assisting the overall drug interdiction effort.

**CUSTOMS SERVICE DRUG INTERDICTION PROGRAM**

The conferees agree with the Senate position to allocate \$7,900,000 in contract savings to purchase two additional Blackhawk helicopters to replace two older Blackhawk helicopters which the Senate directed the Army to transfer to the Customs Service Drug Interdiction Program.

**STOCK FUNDS REFUNDS**

The House refunded a total of \$2,425,000,000 from Defense Department stock funds to the Operation and Maintenance accounts as a result of reduced fuel prices and excess cash balances. In addition, the House directed the stock funds to reduce cash reserves from 11 to 5 days. The Senate refunded a total of \$1,774,900,000 for the same reasons; however, the Senate reductions were based on different assumptions. Additionally, the Senate directed the Departments to study the proposal to reduce cash reserves from 11 to 5 days.

The conferees agree to a total refund of \$2,043,600,000 to the Operation and Maintenance accounts. This refund assumes that the Department has overestimated fuel prices by \$435,500,000. The conferees also agree that the stock funds will experience cash excesses in fiscal year 1986 in an amount equal to the excess cash earned in fiscal year 1985 (above the amounts assumed when the fiscal year 1986 budget was prepared), and have reduced stock fund cash balances by \$1,608,100. Included in this reduction is the Army Aviation spares refund addressed in the Senate report. The conferees did not agree to the House position to refund from the stock funds refunds directly to the Operation and Maintenance account for Navy real property maintenance, Marine Corps Reserve material readiness items, or Air Force depot maintenance. Finally, the conferees agree that the Department should study the House proposal to reduce stock fund cash reserves from 11 to 5 days and submit a report to the Committees by February 15, 1986.

**INDUSTRIAL FUNDS**

The House recommended refunds from Defense Department Industrial Funds to the Operation and Maintenance accounts of \$940,000,000 based on net operating results in fiscal year 1985 in excess of estimates made by the Department in the fiscal year 1986 request. The Senate recommended reductions of \$200,000,000 for the same reason, but based on the Department's latest estimates on net operating results. The conferees agree that the appropriate refund amount to the Operation and Maintenance accounts is \$400,000,000. This refund is based on the Defense estimates for excess fiscal year 1985 net operating results of \$200,000,000 but assumes that fiscal year 1986 rates are overpriced by a like amount and that the Industrial Funds will experience another \$200,000,000 excess in net operating results in fiscal year 1986. The conferees do not agree to the House recommendation to refund \$71,000,000 from the Industrial Funds directly to Navy Operation and Maintenance for Depot Maintenance.

**REAL PROPERTY MAINTENANCE**

The conferees agree to increase funding for Real Property Maintenance by \$114,500,000 from the budget request instead of \$175,500,000 as recommended by the Senate. The conferees further agree with the Senate language requiring all funding identified in the justification material for recurring maintenance projects be used for only that purpose. Further, the additional funding provided in excess of the budget request shall be used for recurring maintenance except that \$5,928,000 shall be available for projects associated with Hurricane Elena damage as identified in the Senate report.

**RECRUITING AND ADVERTISING**

The conferees agree to a total reduction of \$35,550,000 to recruiting and advertising resources. This is \$13,450,000 below the Senate and \$13,750,000 above the House amounts. The conferees question the Army's minimum desired goal of 59% of high quality non-prior service accessions, considering the minimum requirement of the Marine Corps is 35% and the two services are similar in their requirements for technical expertise. As such, the conferees direct the Office of the Secretary of Defense to examine whether the Army's minimum quality requirement should be higher than the Marine Corps and report its results to the Committees on Appropriations by May 1, 1986.

**ACQUIRED IMMUNE DEFICIENCY SYNDROME (AIDS) TESTING AND RESEARCH**

The House provided \$15,000,000 for the Army to begin testing recruits for Acquired Immune Deficiency Syndrome (AIDS). The Senate provided \$67,600,000 for all the Services to begin testing all military for AIDS. The Senate also included \$52,600,000 in Army Research and Development funds for research on AIDS. The conferees agree to provide a total of \$55,100,000 for testing for AIDS, broken out as follows:

Army .....	\$42,600,000
Navy .....	5,000,000
Air Force .....	5,000,000
Army National Guard.....	2,500,000
Total.....	55,100,000

The conferees agree that the Department of Defense must submit to the Committees on Appropriation a comprehensive AIDS testing policy by February 1, 1986.

The conferees agree to provide \$40,000,000 to the Army for research on AIDS. The conferees insist that the Department of Defense work, to the maximum extent possible, with the National Institutes of Health in developing AIDS testing and research programs.

**PROFESSIONAL DEVELOPMENT EDUCATION ISSUES**

The Senate reduced \$13,923,000 from the various Services' professional education programs based on a Defense Inspector General report which cited serious problems with how education require-

ments are determined and how officers educated under this program are not effectively utilized. The House did not address this issue. The conferees agree to a reduction of \$11,423,000, but direct that, to the extent possible, the cuts not be applied against in-house professional education programs, such as the Naval Post Graduate School.

**FLAT RATE PER DIEM**

The conferees agree to a reduction of \$6,400,000 instead of the \$11,800,000 as provided by the Senate. The conferees further agree to the Senate general provision (Sec. 8083) on flat rate per diem with the understanding this provision is intended to be in effect throughout the period covered by this Act.

**PUBLIC AFFAIRS AND LEGISLATIVE LIAISON LIMITATIONS**

The conferees agree with the Senate that public affairs and legislative liaison activities should not be held to fiscal year 1985 levels. However, the following public affairs and legislative liaison programs are reduced due to excessive program growth:

	Public Affairs	Legislative Liaison
Army.....	0	-\$50,000
Defense Agencies.....	-\$50,000	-50,000
Total.....	-50,000	-100,000

**MEDICAL READINESS**

The conferees agree to increase funding for medical readiness by \$125,900,000 instead of \$235,500,000 as proposed by the Senate. The conferees recognize the critical need for improving wartime medical readiness. Funds will provide for requirements for two Army MASH units, one combat support hospital, two medical evacuation units, two Navy fleet hospitals, and one Air Force 500 bed hospital. In addition, funding provides \$20,000,000 to further reduce the backlog of Army maintenance and repair projects at medical facilities in Central Europe below the levels programmed in the fiscal year 1986 budget request.

The conferees direct that this funding is contingent upon the Assistant Secretary of Defense for Health Affairs submitting a plan and funding profile to the Committees on Appropriations by March 15, 1986, which describes the unfinanced requirement for wartime medical readiness and how the requirement will be satisfied.

The conferees further agree with the House report language on medical readiness in the European Command (EUCCOM).

**PREFINANCING NATO REPAIR PROJECTS**

The conferees agree to permit the Defense Department to continue to prefinance NATO repair projects in fiscal year 1986. The conferees are concerned that by prefinancing repair projects, the United States is not reimbursed for projects that are eligible for

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and should be funded with NATO Infrastructure funds. The conferees direct the U.S. European Command (EUCOM) to submit a report to the Committees on Appropriations by May 1, 1986, to include for fiscal years 1983 through 1985 a list of repair projects and associated costs: (1) for which the Department has applied for NATO Infrastructure funding; (2) that were determined eligible for NATO Infrastructure funding; (3) that were prefinanced with operating funds; and (4) that were recouped by NATO Infrastructure funds. The conferees also direct EUCOM to report on the status of the fiscal year 1986 repair project and associated costs by May 1, 1986.

#### COMPETITIVE RATE PROGRAM

The conferees agree with the report language of the Senate regarding any future change in the existing rate system for Alaska and Hawaii.

#### PRICE OF TOBACCO PRODUCTS

The conferees agree to delete the Senate provision requiring the Department to increase the price of tobacco products and also have restored associated funding. The conferees are concerned about the health issues surrounding tobacco products and the military, and direct the Assistant Secretary of Defense for Health Affairs to submit a report on his recommendation concerning this vital issue by March 1, 1986. This report should include a study to determine the effects of cigarette prices on military consumption patterns, the health of military personnel, and the economic cost to the military and society. Additionally, the conferees direct the Defense Department to report on the economic impact of increasing the price of tobacco products in commissaries and exchanges, and of including state and local taxes in the price of tobacco products. Further, the Department should inform the Committees of the status of an internal Defense Department proposal to discontinue the sale of cigarettes in commissaries.

#### CONTRACTING OUT LIBRARIES

The House requested that the Department of Defense ensure that if contractors are used to provide technical library services, their practices take into account national security concerns. The Senate did not address this issue. The conferees accept the House position, with clarifying language as follows:

The conferees are concerned that the Department of Defense may be contracting with corporations, partnerships, associations or individuals who are not employees of the Department of Defense, for the management of technical libraries, including proprietary data and information that is classified or of a sensitive nature. The conferees request that if the Department considers the use of outside contractors in providing technical library services, it must ensure their practices take into account national security concerns.

**REPORT ON COST SAVINGS UNDER CONTRACTING OUT PROCEDURES**

The House requested the Secretary of Defense to submit a report on cost savings resulting from efforts contracted to the private sector since January 1, 1981. The Senate considered this reporting requirement excessive. The conferees agree the requirement for a report on the experience of the Department of Defense since October 1, 1983 on the conversion to contractor operation, commercial or industrial type functions which had previously been performed by Department of Defense personnel, is not excessive and is requested by April 15, 1985.

**CONTRACTED ADVISORY AND ASSISTANCE SERVICES**

The House directed the Department of Defense to revise the definitions of contracted advisory and assistance services and submit the fiscal year 1987 budget exhibits based on the new definitions. The Senate did not address this issue. The conferees agree with the House language and further agree that this requirement does not affect the execution of the fiscal year 1986 program. The language refers to the preparation and execution of fiscal year 1987 and future budgets.

**NONREIMBURSABLE DETAILS OF DOD PERSONNEL**

The conferees agree with the House position on limiting non-reimbursable details of Department of Defense personnel. While the conferees agree that, in general, nonreimbursable details are improper, there are limited circumstances in which they may still be allowed. If the detail is in fulfillment of a specific personnel development or career enhancement program, or to a headquarters or appropriate Office of the Secretary of Defense level, it would not be subjected to this limitation.

**SPECIAL OPERATIONS FORCES**

The conferees agree with the language included in the House report concerning Special Operations Forces, with the exceptions that (1) there be no personnel ceiling placed on the 23rd Air Force, (2) the reports requested by the House should be submitted to the Congress no later than March 1, 1986, and (3) the report addressing the feasibility of creating a single command structure for Special Operations should also address options other than creation of a subordinate command of JCS.

**CIVILIAN WORKYEAR REDUCTIONS**

Reductions made in reference to civilian workyear reductions are discussed in the Military Personnel section of this report.

**OPERATION AND MAINTENANCE, ARMY**

The conferees agree to provide \$18,975,507,000 instead of \$18,659,638,000 as recommended by the House and \$19,043,039,000 as recommended by the Senate. Details of the adjustments are as follows:

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[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, ARMY				
STOCK FUND FUEL (REFUND).....	441,237	400,237	412,537	406,387
STOCK FUND PRICE REESTIMATE.....	2,695,941	2,210,541	2,318,241	2,318,241
FOREIGN CURRENCY EXCHANGE RATE.....		-462,400	-418,400	-418,400
INDUSTRIAL FUND—REFUND.....	1,941,256	1,761,256	1,881,256	1,821,256
INFLATION REESTIMATE.....	322,599	311,599	311,599	311,599
DEPOT MAINTENANCE.....	1,688,000	1,699,000	1,699,000	1,699,000
EXPENSE/INVESTMENT CRITERIA CHANGE.....	164,100	31,000	31,000	31,000
REAL PROPERTY MAINTENANCE.....	1,607,400	1,632,400	1,657,400	1,632,400
CIVILIAN PAY REDUCTION RESTORATION.....	-262,400	-131,200		
UNEMPLOYMENT COMPENSATION (NAFE).....	13,459	12,163	13,459	12,163
CLASSIFIED PROGRAMS.....		-2,735	-3,240	-4,240
BASE OPERATING SUPPORT.....		-30,000	-30,000	-30,000
FORCE MODERNIZATION.....	564,200	534,200	433,100	483,100
COMMAND AND CONTROL.....	932,600	922,600	922,600	922,600
COMMUNICATIONS.....		-10,000	-10,000	-10,000
ADP MANAGEMENT.....			-15,000	-2,300
IMPROPER USE OF O&M FUNDS.....			-15,000	
YEAR END SPENDING.....			-6,000	
PERSONAL SERVICES CONTRACTING.....	19,000	16,000	19,000	19,000
CONTRACT STUDIES.....		-5,000		-2,500
ADMINISTRATION.....	658,700	638,700	638,700	638,700
PRODUCTIVITY.....	5,288,484	5,188,484	5,288,484	5,288,484
RECRUITING/ADVERTISING.....	290,800	273,800	266,800	273,800
ADMINISTRATION/SUPERVISION.....	7,000	4,000	7,000	7,000
OTHER COMBAT EQUIPMENT ACTIVITIES.....	154,600	152,600	154,600	154,600
MECHANIZATION OF THE CORPS OF ENGINEERS.....	3,400	2,400	2,400	2,400
DISPLACED EQUIPMENT.....	238,100	235,100	238,100	238,100
INFRASTRUCTURE SUPPORT.....	2,200	1,200	1,200	1,200
CONTRACTING INITIATIVES.....	5,000		5,000	5,000
CAPITAL EXPENSE EQUIPMENT.....	6,800	5,800	6,800	6,800
OTHER PERSONNEL ACTIVITIES.....	41,900	39,900	41,900	41,900
CIVILIAN TRAINING.....	6,000	5,000	6,000	6,000
OPERATIONAL SUPPORT.....	6,800	3,800	6,800	6,800
AREA ORIENTED DEPOT MODERNIZATION.....	6,000	4,000	6,000	6,000
AUDIT FOLLOW-UP.....		-10,000		
AAFES LEASE PAYMENTS.....		-1,000		
DESIGN COSTS OF NONAPPROPRIATED FUND PROJECTS.....		-1,000		
FAMILY ACTION PROGRAMS.....			-10,000	-20,000
FINANCIAL MANAGEMENT.....			-5,000	
EXCESS PROPERTY.....			-5,000	
INVENTORY CONTROL.....			15,000	
BASE OPERATIONS—EUROPE HOMES.....	6,086	2,586	6,086	2,586
MORALE, WELFARE & RECREATION.....	503,586	479,086	503,586	499,086
REICHEL FACILITY—RUG AND SHOE FACTORY.....	15,300	14,800	15,300	14,800
WESTCOAST HEADQUARTERS.....	2,041	305	2,041	305
WARTIME HOST NATION.....	8,800	4,400	8,800	8,800
AUTOMATIC TELEPHONE SWITCH.....	10,000		10,000	10,000
HISTORIAN PROGRAM.....	4,428	3,628	4,428	3,628
DRUG TESTING.....	9,800	11,300	9,800	11,300
SGT. YORK OPERATING SUPPORT.....	69,800			
AIDS TESTING.....		15,000	42,600	42,600
MEDICAL ENHANCEMENTS.....			40,000	20,000
LEGISLATIVE LIAISON ACTIVITIES.....			-140	-50
PUBLIC AFFAIRS ACTIVITIES.....			-385	
PROFESSIONAL EDUCATION.....				-4,708
AVIATION SPARE REFUND.....			-98,000	-98,000
ARMY LIFE CYCLE SUPPORT SOFTWARE.....			-1,143	-1,143
ARMY DEPOT SYSTEM REORGANIZATION.....			-1,200	-1,200
AUDIOVISUAL ACTIVITIES TRANSFER.....			1,000	1,000
ENVIRONMENTAL RESTORATION.....			-128,400	-128,400
COMMISSARY SUBSIDY.....			-32,700	
MEDICAL READINESS.....			63,100	39,200
DIVAD REPLACEMENT.....			4,800	4,800
READINESS INITIATIVES.....			1,87,000	137,000
CIVILIAN WORKYEAR REDUCTION.....			-149,800	-149,800
ALL OTHER ITEMS.....	2,717,613	2,717,613	2,717,613	2,717,613
TOTAL, ARMY.....	20,190,630	18,659,638	19,043,039	18,975,507

**ARMY READINESS INITIATIVES**

The conferees agree to provide \$137,000,000 for Army readiness initiatives instead of \$187,000,000 as recommended by the Senate. The conferees understand this funding will be used to enhance unit training, and provide for necessary equipment and supplies for force protection and organizational clothing and equipment.

**MEDICAL ENHANCEMENTS**

The conferees agree to provide \$20,000,000 to the Army for the enhancement of medical staffing. Based on the recent review of Madigan Army Medical Center citing a severe shortage in nursing staff, the conferees direct that \$7,700,000 of this funding be used to satisfy the shortage of nursing and ancillary staff at Madigan.

**WARTIME HOST NATION SUPPORT**

The conferees agree to provide \$8,800,000 in operation and maintenance funding for Wartime Host Nation Support, \$4,400,000 above the House level. The conferees agree with the direction included in the Senate report restricting the use of the funds only for the Host Nation Support program and instructing the Army to budget for operations in the fiscal year the units are activated.

**ARMY REDUCTIONS FOR ADP MANAGEMENT**

The conferees agree to a reduction of \$2,300,000 for management of automatic data processing (ADP) to be applied to the Army's National Training Center Feedback System.

**YUMA PROVING GROUNDS**

The conferees agree to the Senate Report language contained in the continuing resolution which allows the Army to move forward with contract support functions at Yuma Proving Grounds under the conditions established in the Senate report accompanying H.J. Res. 465.

**OPERATION AND MAINTENANCE, NAVY**

The conferees agree to provide \$24,477,071,000 instead of \$23,862,002,000 as recommended by the House and \$24,528,310,000 as recommended by the Senate. Details of the adjustments are as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference
<b>OPERATION AND MAINTENANCE NAVY</b>				
STOCK FUND FUEL—REFUND.....	1,906,303	1,728,303	1,786,603	1,757,453
STOCK FUND PRICE REESTIMATE.....	3,440,203	2,651,303	2,759,803	2,707,803
INFLATION REESTIMATE.....	379,000	364,000	364,000	364,000
FOREIGN CURRENCY EXCHANGE RATE.....		-242,800	-198,800	-198,800
INDUSTRIAL FUND—REFUND.....	7,663,222	7,194,222	7,593,222	7,523,222
DEPOT MAINTENANCE (AIRCRAFT-VEHICLES).....	2,027,200	2,047,200	2,047,200	2,047,200
REAL PROPERTY MAINTENANCE.....	801,000	846,000	851,000	846,000
PRODUCTIVITY.....	2,880,708	2,831,308	2,880,708	2,880,708
PAY REDUCTION RESTORATION.....	-345,700	-172,850		



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[In thousands of dollars]

	Budget	House	Senate	Conference
UNEMPLOYMENT COMPENSATION (NAFE).....	2,500	2,175	2,500	2,175
EXPENSE/INVESTMENT CRITERIA CHANGE.....	223,300	42,100	42,100	42,100
MILITARY PERSONNEL.....	30,000	10,900	10,900	10,900
CLASSIFIED PROGRAMS.....		-4,612	-4,612	-4,112
FLEET COMMANDS AND STAFF.....	105,623	97,919	104,623	103,523
SPECIALIZED TRAINING.....	166,300	165,300	165,300	165,300
INACTIVE SHIP REWORK.....	75,422	422	422	422
BASE OPERATING SUPPORT.....		-35,000	-35,000	-35,000
NAVAL SEA SYSTEMS COMMAND.....	1,766,697	1,736,697	1,736,697	1,736,697
TRAINING SUPPORT.....	376,900	375,900	375,900	375,900
CNO STAFF OFFICES.....	48,375	46,755	47,375	46,755
MILITARY PERSONNEL COMMAND.....	117,386	112,386	112,386	112,386
EXCESS PROPERTY.....		-5,000		
ADP MANAGEMENT.....		-25,000	-25,000	-25,000
IMPROPER USE OF O&M FUNDS.....		-20,000		
CONTRACT STUDIES.....		-10,000		-5,000
NAVAL SPACE COMMAND.....	17,857	16,857	16,857	16,857
CRUISE MISSILE.....	87,183	86,183	86,183	86,183
AUDIT FOLLOWUP.....		-10,000		
YEAR END SPENDING.....		-10,000		
SMALL CLUBS.....		-1,000		
FINANCIAL MANAGEMENT.....		-10,000		
SEALIFT.....	573,400	557,400	573,400	573,400
COMMAND AND CONTROL.....	651,600	636,600	636,600	636,600
COMMUNICATIONS.....		-11,000	-11,000	-11,000
SUBMARINE INACTIVATIONS.....	61,641	29,641	61,641	61,641
T-AGOS OPERATIONS.....	38,232	33,232	38,232	38,232
MCM OPERATIONS.....	800		800	
AIRCRAFT MOD INSTALLATIONS.....	268,112	258,112		258,112
STATION HOSPITALS.....	165,406	165,294	165,406	165,294
MANPOWER ENGINEERING CENTER.....	20,353	20,028	20,353	20,028
NAVAL AUDIT SERVICE.....	26,346	25,846	26,346	25,846
COMMAND HEALTH CARE.....	519,287	518,237	519,287	518,237
LAW ENFORCEMENT PERSONNEL ON NAVAL VESSELS.....		15,000	15,000	15,000
READY RESERVE FLEET DISPOSAL.....		3,600		3,600
LEGISLATIVE LIAISON ACTIVITIES.....		-65		
PUBLIC AFFAIRS ACTIVITIES.....		-135		
RECRUITING/ADVERTISING.....		-2,500	-4,000	-3,250
PROFESSIONAL EDUCATION.....			-3,585	-3,585
TRANSPORTATION.....			-13,000	-13,000
NAVY MATERIAL COMMAND.....			-20,040	-15,000
STEAMING HOURS.....			-85,000	-65,000
AUDIOVISUAL ACTIVITIES.....			1,000	1,000
ENVIRONMENTAL RESTORATION.....			-42,900	-42,900
COAST GUARD REIMBURSEMENT.....		100,000		100,000
AIDS.....			11,000	5,000
P-3A MODIFICATIONS.....			3,747	3,000
COMMISSARY SUBSIDY.....			-1,600	
CIVILIAN WORKYEAR REDUCTION.....			-54,900	-54,900
ALL OTHER ITEMS.....	1,703,044	1,703,044	1,703,044	1,703,044
TOTAL, NAVY.....	25,797,700	23,862,002	24,528,310	24,477,071

## STEAMING HOURS

The conferees agree to reduce funding for steaming hours by \$65,000,000 instead of \$85,000,000 as provided by the Senate. The conferees further agree with the Senate report language which expresses concern with the Navy's continued overallocation of steaming hours to the deployed fleet. The conferees believe the Navy should make every attempt to stay within the budget request of 50.5 steaming days per quarter for the deployed fleet and the historical experience of 27.4 steaming days per quarter for the non-deployed fleet. If additional steaming days become available during fiscal year 1986, they should be allocated to the non-deployed fleet.

**FLEET COMMANDS AND STAFF**

The conferees agree to a reduction of \$1,050,000 for the Navy's Fleet Commands and Staff based on the Navy's insistence on funding fiscal year 1985 audiovisual activities for the Fleet Commands and Staff after the Congress specifically reduced this program in fiscal year 1985.

While the conferees agree to restore \$6,654,000 of the reduction made by the House, the conferees direct that funds shall not be moved into or out of this account without prior approval of Congress. Furthermore, the conferees wish to make it understood that the way in which the Navy internally reprograms and shifts funding in the administrative and associated activities account is of Congressional concern and will be monitored by the House and Senate Defense Appropriations subcommittee in fiscal year 1986.

**SHIP REPAIR AND MAINTENANCE POLICY**

The House included report language which opened up Selected Restricted Availabilities (SRAs) on a coast-wide basis. The Senate included a general provision which expressed the sense of the Senate to encourage competition while recognizing personnel impacts. The Senate provision also called for opening up repair work on Naval Reserve Ships to coast-wide bids.

The conferees agree with the intent of the sense of the Congress bill language proposed by the Senate to encourage competition while recognizing personnel impact. Since the language does not pertain to the use of funds, the conferees have included the intent of the discussion of ship maintenance policy in this statement of the managers.

The primary objection to expansion of ship repair work for short term maintenance projects is that the personnel impact could be substantial. The conferees understand that the nature of Navy service frequently requires personnel to spend extended periods of time away from their families which has become the most significant personnel retention impediment. Performance of short term maintenance in home-port permits Navy personnel to be with their families periodically. This consideration has driven Navy policy toward retention of such sort term ship work to homeport.

Although the conferees are understanding of the personnel concerns, there is also a recognition that expanded competition beyond the homeport is an effective means to instill competition in the industry, achieve lower costs, and retain the broadest possible industrial mobilization base. For shorter term maintenance work, the personnel and expanded competition objectives can be conflicting.

The conferees believe that the Navy should endeavor to maximize competition for ship repair with the objective of attaining lowest cost while remaining cognizant of personnel impact. In this regard, consideration of the competitive contract bidding methodology should be determined on the basis of the nature of the work to be performed, independent of duration.

The Navy has repeatedly testified to the critical need to retain the ship repair industrial base. The dearth of work planned for the current and future years for non-homeport yards will make it difficult to achieve the dual objectives of retaining industrial capacity

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and the current Navy personnel policy. As an interim measure, until the Navy has established a competitive contract bidding methodology for all forms of ship maintenance based on the nature and scope of the work to be performed, the Navy should endeavor to implement increased competition in short-term maintenance and repair contracts, where feasible, with a goal of competing twenty-five percent on a coastwide basis.

Since there is a marginal personnel impact for SRA and PMA Navy Reserve fleet ship repair conducted outside the homeport area, the Navy should contract for such work through coast wide bidding procedures. The exception to this approach would be for those Naval Reserve vessels which do not share a homeport with the active Navy fleet.

#### CERTIFICATION OF PRIVATE YARDS

The House included language which directed the Navy to cease providing the use of Navy piers and drydocks to private shipyards to perform ship maintenance and repair projects, unless no such facilities are available in other private shipyards. The Senate did not address this issue. The conferees agree that there are instances where, for operational, security or other mission reasons, the Navy desires to contract out ship repair work to be performed at Navy yards. The conferees agree that in these circumstances, the Navy may award contracts to ship repair facilities who do not own their own piers or drydocks. Additionally, the conferees agree that ship repair facilities which lease piers or docks from other concerns should be eligible for repair work.

#### PUBLIC/PRIVATE SHIP REPAIR COMPETITION

The House included language to provide for a test program to require the overhaul of two or more vessels by competition between public and private shipyards. The Senate language called for six or more ships. The conferees agree to a competition for overhaul of four or more ships.

#### COAST GUARD OPERATING EXPENSES

The House included a provision providing \$100,000,000 to the Navy to transfer to Coast Guard operating accounts. The Senate did not address this issue. The conferees agree to add \$100,000,000 to the Operation and Maintenance, Navy account. The conferees agree that these funds shall be used by the Navy to reimburse the Coast Guard for expenses related to training of the Coast Guard and maintenance by the Coast Guard of equipment which would be available to carry out missions determined by the Navy in the event of hostilities. The conferees also agreed to fund additional Coast Guard equipment as addressed in the Procurement section of the Conference Report and Statement of Managers.

#### ROTATION OF SES IN THE NAVY

The House requested the Secretary of the Navy to delay the implementation of his plan to rotate Senior Executive Service members throughout the Navy. The Senate did not address this issue.

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The conferees agree with the House position. The conferees believe this issue requires the benefit of hearings and further review by the cognizant congressional committees before implementation to determine its impact on program turbulence. The conferees would be greatly concerned if the Secretary of the Navy implemented a program to rotate Senior Executive Service members before hearings can be held.

#### OPERATION AND MAINTENANCE, MARINE CORPS

The conferees agree to provide \$1,612,050,000 instead of \$1,615,128,000 as recommended by the House and \$1,609,000,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, MARINE CORPS				
STOCK FUND FUEL—REFUND.....	37,700	35,400	35,900	35,650
STOCK FUND PRICE REESTIMATE.....	240,790	212,790	212,790	212,790
FOREIGN CURRENCY EXCHANGE RATE.....		-11,200	-11,200	-11,200
REAL PROPERTY MAINTENANCE.....	242,000	248,000	248,000	248,000
EXPENSE/INVESTMENT CHANGE.....	15,400	2,900	2,900	2,900
PAY REDUCTION RESTORATION.....	-15,500	-7,750		
PRODUCTIVITY.....	453,152	446,452	453,152	453,152
IMPROPER USE OF O&M FUNDS.....		-2,000		
O&M OF NEW EQUIPMENT/INITIAL ISSUE EQUIPMENT.....	55,861	54,861	55,861	54,861
RECRUITING/ADVERTISING.....		-2,300	-1,000	-1,700
AUTHORIZATION ADJUSTMENT.....		-22		
TRANSPORTATION.....			-15,600	-10,600
INFLATION.....			-1,000	-1,000
MILITARY END STRENGTH.....			-1,400	-1,400
CIVILIAN WORKYEAR REDUCTION.....			-7,400	-7,400
ALL OTHER ITEMS.....	637,997	637,997	637,997	637,997
TOTAL, MARINE CORPS.....	1,667,400	1,615,128	1,609,000	1,612,050

#### OPERATION AND MAINTENANCE, AIR FORCE

The Conferees agree to provide \$19,536,813,000 instead of \$19,507,672,000 as recommended by the House and \$19,468,901,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, AIR FORCE				
STOCK FUND FUEL—REFUND.....	2,251,970	2,022,870	2,089,170	2,056,020
STOCK FUND PRICE REESTIMATE.....	1,950,768	1,614,268	1,751,968	1,701,968
FOREIGN CURRENCY EXCHANGE RATES.....		-269,200	-225,200	-225,200
INDUSTRIAL FUND—REFUND.....	2,303,800	2,083,800	2,233,800	2,163,800
INFLATION REESTIMATE.....	191,239	178,239	178,239	178,239
REAL PROPERTY MAINTENANCE.....	1,500,300	1,535,300	1,535,300	1,535,300
PAY REDUCTION RESTORATION.....	-201,900	-100,950		
EXPENSE/INVESTMENT CRITERIA CHANGE.....	82,100	15,500	15,500	15,500
UNEMPLOYMENT COMPENSATION (NAFE).....	12,137	9,224	12,137	9,224
PRODUCTIVITY.....	4,122,192	4,041,792	4,122,192	4,122,192
MILITARY PERSONNEL.....	18,860	-240	-240	-240
SPACE OPERATIONS, ETC.....	972,240	922,240	922,240	922,240

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[In thousands of dollars]

	Budget	House	Senate	Conference
INVENTORY CONTROL POINT.....	571,733	566,733	571,733	571,733
INVENTORY CONTROL AUDIT.....		-10,000		
LOGISTICS SUPPORT.....	205,415	203,415	205,415	205,415
BASE OPERATIONS SUPPORT.....		-30,000	-30,000	-30,000
CLASSIFIED PROGRAMS.....		-1,885	1,046	-785
ADMINISTRATION.....	596,300	591,300	596,300	596,300
TRAINING AND PERSONNEL.....	1,390,270	1,388,470	1,390,270	1,390,270
COMMUNICATIONS DIVESTITURE SAVINGS.....		-10,000		
NORTH WARNING RADAR.....	368,056	361,856	361,856	361,856
CONTRACTOR SUPPORT.....	37,720	17,720	17,720	17,720
STRATEGIC SUPPORT.....		-5,000		
SOFTWARE MODERNIZATION.....		-2,000		
MEDICAL.....	1,273,800	1,270,550	1,273,800	1,272,550
MANAGEMENT OF ADP.....		-25,000		-6,800
IMPROPER USE OF O&M FUNDS.....		-10,000		
AUDIT FOLLOW-UP.....		-10,000		
YEAR END SPENDING.....		-4,000		
GOLF COURSES.....		-5,000		
TAC DEPLOYMENT COSTS.....	10,790	9,590	10,790	9,590
AIR BASE SURVIVABILITY.....	40,000	24,000	40,000	34,000
I-S/A AMPE.....	58,000		58,000	
TELEPHONE SYSTEM UPGRADES (SCOPE DIAL/SCOPE EXCHANGE).....	10,800	3,300	10,800	3,300
HISTORIAN PROGRAM.....	6,634	5,634	6,634	5,634
SERVICE WIDE SUPPORT.....	376,239	373,139	376,239	373,139
DEPARTMENTAL HEADQUARTERS.....	104,992	102,312	104,992	102,312
COMMAND AND CONTROL.....		-20,000	-20,000	-20,000
LEGISLATIVE LIAISON ACTIVITIES.....		-120		
DRUG INTERDICTION.....			2,100	
MEDICAL READINESS.....			5,600	5,600
PROFESSIONAL EDUCATION.....			-5,000	-2,500
PUBLIC AFFAIRS ACTIVITIES.....		-130		
FLAT RATE PER DIEM.....			-10,800	-5,400
TRANSPORTATION.....			-28,000	-28,000
NATO AWACS.....			-4,486	
KC-135 FLYING HOURS.....			-86,700	-22,000
EDS.....			-4,500	-2,250
COMPTROLLER CONTRACT.....			-3,959	-2,759
COMMISSARY SUBSIDY.....			-43,400	
COMPONENT REPAIR.....			-334,000	-167,000
USAFE.....			-50,000	-25,000
AUDIOVISUAL TRANSFER.....			3,000	8,000
CIVILIAN WORKYEAR REDUCTION.....			-157,600	-157,600
RECRUITING AND ADVERTISING.....			-3,000	-1,500
AIDS.....			9,000	5,000
CIVILIAN TRAINING.....			6,000	3,000
NON-LETHAL AID TO AFGHANISTAN.....			10,000	10,000
ENVIRONMENTAL TRANSFER.....			-96,000	-96,000
STUDS.....			-20,000	-20,000
ALL OTHER ITEMS.....	2,669,945	2,669,945	2,669,945	2,669,945
TOTAL, AIR FORCE.....	20,924,400	19,507,672	19,468,901	19,536,813

#### AIRCRAFT ENGINE COMPONENT REPAIR

The conferees agree to reduce funding for aircraft engine component repair by \$167,000,000 instead of \$334,000,000 as recommended by the Senate. The conferees further agree that the Air Force was not justified in requesting funding in fiscal year 1986 for a deficiency which was funded in fiscal year 1985, but have recommended the lower reduction so as not to create a depot maintenance backlog. The conferees direct the Air Force to provide more detailed and appropriate justification for depot maintenance activities in the fiscal year 1987 budget request.

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#### KC-135 FLYING HOURS

The Senate, based on a Defense Inspector General report, reduced fiscal year 1986 KC-135 flying hours from 157,165 to 115,185 which resulted in a cut of \$86,700,000 from Operation and Maintenance, Air Force. The House did not address this issue. The conferees, based on further discussions with Defense Inspector General and Air Force personnel, have agreed to a reduction of \$22,000,000 which equates to a flying hour decrease of 9,800. The conferees have concluded that KC-135 flying hour requirements have been overstated, especially in the overhead and training categories.

#### MANAGEMENT OF ADP

The House recommended a decrease of \$25,000,000 as a result of a non-programmatic Authorization reduction of ADP management. The Senate did not address this decrease, but instead made other specific reductions. The conferees agreed to a specific reduction of \$6,800,000 against ADP Management associated with the Command ADP Modernization Program (CAMP). Since CAMP procurement funds have been eliminated by the Department in the outyears, the conferees agree the fiscal year 1986 Operation and Maintenance funding is not required.

#### USAFE

The Senate reduced funding for USAFE by \$50,000,000. The House did not address the issue. The conferees agree to a \$25,000 reduction for USAFE to streamline administrative headquarters activities in Europe.

#### EUROPEAN DISTRIBUTION SYSTEM

The Senate reduced the European Distribution System (EDS) program by 4,500,000 based on the rationale that the Air Force has overstated the peacetime mission requirements of this wartime system. Additionally, the Senate questioned the fact that this system flies preset/predetermined routes on a regular basis, often with little or no cargo. Also, the Senate questioned whether the use of the system solely by the Air Force is the most efficient use of Government resources. The House did not address this issue. The conferees have agreed to a reduction of \$2,250,000 which should still allow EDS crews to meet or exceed their minimum proficiency requirements. Furthermore, the conferees agree that the Air Force should not fly regularly scheduled routes, except on a short term basis for training purposes. Finally, the conferees agree that, in peacetime EDS should be available for use by all United States military components in the European theatre. In fiscal year 1986, this use should be on a space-available basis. In fiscal year 1987, the Air Force should develop and operational plan, in conjunction with the U.S. European Command to provide theatre airlift support. The conferees agree that the Air Force should not consider increases in EDS flying hours unless they are associated with this multi-service mission.

## AIR FORCE COMPTROLLER CONTRACT SERVICES

The conferees agree to a reduction of \$2,759,000 to the Air Force for comptroller contract services in fiscal year 1986. This is \$1,200,000 above the Senate and \$2,759,000 below the House. The conferees direct the Air Force to demonstrate the productivity improvements and how manpower can be streamlined as a result of this effort with a report to the Committees on Appropriations by May 1, 1986.

## OPERATION AND MAINTENANCE, DEFENSE AGENCIES

The conferees agree to provide \$7,432,569,000 instead of \$7,340,076,000 as recommended by the House and \$7,479,956,000 as recommended by the Senate. Details of the adjustments are as follows:

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, DEFENSE AGENCIES				
FOREIGN CURRENCY EXCHANGE RATE.....		-14,400	-14,400	-14,400
STOCK FUND PRICE REESTIMATE.....	130,203	41,203	116,203	116,203
OSD—GENERAL REDUCTION.....	134,756	133,756	134,756	134,756
OSD—CONTRACT STUDIES AND ANALYSIS.....	18,638	16,320	18,638	16,320
PAY REDUCTION RESTORATION.....	-151,400	-75,700		
ORGANIZATION OF JCS—SPECIAL FUND.....	50,000			
ORGANIZATION OF JCS—GENERAL REDUCTION.....	379,236	368,018	379,236	379,236
DEFENSE LOGISTICS AGENCY.....	1,701,770	1,694,504	1,701,770	1,701,770
WASHINGTON HEADQUARTERS SERVICES.....	94,004	88,304	94,004	88,304
YEAR END SPENDING.....		-7,000		
ADP MANAGEMENT.....		-10,000		
SMALL CLUBS.....		-1,000		
BASE OPERATIONS SUPPORT.....	200,200	190,200	190,200	190,200
INVENTORY CONTROL.....		-5,000		
AMERICAN FORCES INFORMATION SERVICE.....	56,433	54,433	56,433	56,433
DOD DEPENDENT SCHOOLS.....	664,070	653,770	664,070	658,070
MEDICAL INFORMATION SYSTEMS.....	81,763	78,763	81,763	81,763
DEFENSE COMMUNICATION AGENCY/DCA.....	280,612	276,612	280,612	280,612
CLASSIFIED ACTIVITIES.....		-18,048	-20,526	-16,653
PRODUCTIVITY.....		-38,700		
CONTRACT STUDIES.....		-10,000		
IMPROPER USE OF O&M FUNDS.....		-2,000		
EXPENSE/INVESTMENT CRITERIA CHANGE.....	16,000	3,000	3,000	3,000
REAL PROPERTY MAINTENANCE.....	83,800	83,800	103,800	83,800
STUDY OF JOINT-DUTY CAREER SPECIALTY.....		100		100
DEFENSE AUDIOVISUAL AGENCY.....	21,936	11,936		
DEFENSE NUCLEAR AGENCY—TRAVEL.....	3,299	2,757	3,299	2,757
DEFENSE CONTRACT AUDIT AGENCY—HEADQUARTERS.....	173,082	172,882	173,082	172,882
AID TO AFGHANISTAN.....		10,000		
DLA—PROCUREMENT TECH. ASSISTANCE PROGRAM.....	2,000	7,500	5,000	7,500
DIS—BACKLOG.....		20,000	20,000	20,000
DEFENSE COMMUNICATIONS AGENCY—CINC INITIATIVES.....	4,182			
COMMAND AND CONTROL.....		-10,000	-10,000	-10,000
LEGISLATIVE LIAISON ACTIVITIES.....		-175		-50
PUBLIC AFFAIRS ACTIVITIES.....		-75		-50
INFLATION.....			-4,500	-4,500
CHAMPUS.....			-15,000	-15,000
FLAT RATE PER DIEM.....			-1,000	-1,000
ENVIRONMENTAL TRANSFER.....			-43,400	-42,400
CIVILIAN WORKYEAR REDUCTION.....			-107,800	-107,800
RECRUITING AND ADVERTISING.....			-7,100	-7,100
FAMILY ADVOCACY.....			-4,000	-4,000
PEER REVIEW.....			7,500	7,500
QUALITY ASSURANCE.....			50,000	30,000
ALL OTHER ITEMS.....	3,624,316	3,624,316	3,624,316	3,624,316
TOTAL DEFENSE AGENCIES.....	7,568,900	7,340,076	7,479,956	7,432,569

**DEPARTMENT OF DEFENSE DEPENDENT SCHOOLS**

The House provided a total reduction of \$10,300,000 to the Department of Defense Dependent Schools (DODDS). This was based on a reduction of \$7,100,000 for the Master Teacher Program and \$3,200,000 for a Department of Defense Inspector General report. The Senate did not address this issue. The conferees agree on a reduction of \$6,000,000

Investigation into the reduction of \$7,100,000 for the Master Teacher Program revealed that included in this number is \$6,250,000 to purchase computers for classrooms. A classroom computer purchase was approved by the Defense Resources Board for fiscal year 1987. However, the conferees agree that \$3,500,000 of the \$7,100,000 reduced for the Master Teacher Program, should be reinstated to purchase computers for the classroom. The conferees believe the funding provided here is adequate for the total program requirements, and no funds to purchase computers for classrooms should be included in the fiscal year 1987 budget request.

**AUDIOVISUAL ACTIVITIES**

Based on the disestablishment of the Defense Audiovisual Agency (DAVA), the House reduced the DAVA budget by \$10,000,000, leaving \$11,936,000 for reprogramming to other services and Agencies receiving the DAVA workload. The Senate reduced the DAVA budget by \$21,936,000 and provided a total of \$5,000,000 to the Services for audiovisual activities.

The conferees agree to reduce the DAVA budget by \$21,936,000 and provided a total of \$10,000,000 to the Services for audiovisual activities, as follows:

Army.....	\$1,000,000
Navy.....	1,000,000
Air Force.....	8,000,000
Total.....	10,000,000

The conferees believe the Services and the Armed Forces Information Service can provide the necessary audiovisual operations, at the same level provided by DAVA, within the funds provided in this Bill.

**QUALITY ASSURANCE**

The conferees agree to appropriate \$30,000,000 to fund quality assurance and quality enhancement programs at the Defense Logistics Agency. This funding is to provide training for contract management and quality assurance personnel to ensure the Department receives quality products from commercial sources.

**FAMILY ADVOCACY**

The conferees agree to the Senate's position on the Department of Defense Family Advocacy Program. The conferees agree that the Family Advocacy Program is a health care program and should not be transferred to the force management and personnel directorate.



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**OPERATION AND MAINTENANCE, ARMY RESERVE**

The conferees agree to provide \$780,100,000 instead of \$774,980,000 as recommended by the House and \$793,100,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>OPERATION AND MAINTENANCE, ARMY RESERVE</b>				
STOCK FUND FUEL-REFUND.....	24,730	23,630	23,630	23,630
STOCK FUND PRICE REESTIMATE.....	137,241	119,041	119,041	119,041
CIVILIAN PAY RESTORATION.....	-12,400	-3,100		
EXPENSE/INVESTMENT CRITERIA CHANGE.....	200			
ANTITERRORISM INITIATIVES.....		4,700	4,700	4,700
TRAINING ASSISTANCE BY READINESS GROUPS.....		1,000	1,000	1,000
UPGRADE OF COMMUNICATIONS.....		1,200	1,200	1,200
AGR END STRENGTH REDUCTION—O&M SUPPORT.....	8,389	7,069	8,389	8,389
MILITARY END STRENGTH.....			-5,400	-4,000
RECRUITING AND ADVERTISING.....	52,900	52,900	48,400	50,650
OVER 40 MEDICAL SCREENING.....			700	
FORCE STRUCTURE INITIATIVE.....			22,900	6,950
ALL OTHER ITEMS.....	568,540	568,540	568,540	568,540
<b>TOTAL, ARMY RESERVE.....</b>	<b>779,600</b>	<b>774,980</b>	<b>793,100</b>	<b>780,100</b>

**OPERATION AND MAINTENANCE, NAVY RESERVE**

The conferees agree to provide \$894,950,000 instead of \$896,415,000 as recommended by the House and \$896,700,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>OPERATION AND MAINTENANCE, NAVY RESERVE</b>				
STOCK FUND FUEL—REFUND.....	139,284	132,284	132,284	132,284
STOCK FUND PRICE REESTIMATE.....	233,679	193,079	193,079	193,079
EXPENSE/INVESTMENT CRITERIA CHANGE.....	17,700	3,400	3,400	3,400
REAL PROPERTY MAINTENANCE.....	37,381	40,881	44,381	40,881
PAY REDUCTION RESTORATION.....	-2,700	-675		
PRODUCTIVITY.....	67,051	65,351	65,351	65,351
AUTHORIZATION ADJUSTMENT.....		-10		
MILITARY END STRENGTH.....			-400	-400
RECRUITING AND ADVERTISING.....	17,100	17,100	13,600	15,350
ALL OTHER ITEMS.....	445,005	445,005	445,005	445,005
<b>TOTAL, NAVY RESERVE.....</b>	<b>954,500</b>	<b>896,415</b>	<b>896,700</b>	<b>894,950</b>

**OPERATION AND MAINTENANCE, MARINE CORPS RESERVE**

The conferees agree to provide \$57,200,000 as recommended by the Senate instead of \$57,120,000 as recommended by the House. Details of the adjustment are as follows:

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[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, MARINE CORPS RESERVE				
STOCK FUND FUEL—REFUND.....	21,596	17,396	17,396	17,396
PAY REDUCTION RESTORATION.....	—200	—50		
PRODUCTIVITY.....	4,110	3,810	3,810	3,810
EXPENSE/INVESTMENT CRITERIA CHANGE.....	100			
AUTHORIZATION ADJUSTMENT.....		—30		
ALL OTHER ITEMS.....	35,994	35,994	35,994	35,994
TOTAL, MARINE CORPS RESERVE.....	61,600	57,120	57,200	57,200

#### OPERATION AND MAINTENANCE, AIR FORCE RESERVE

The conferees agree to provide \$902,700,000 instead of \$896,844,000 as recommended by the House and \$910,200,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, AIR FORCE RESERVE				
STOCK FUND FUEL—REFUND.....	137,734	130,334	130,334	130,334
STOCK FUND PRICE REESTIMATE.....	71,055	64,055	64,055	64,055
EXPENSE/INVESTMENT CRITERIA CHANGE.....	1,000	200	200	200
PAY REDUCTION RESTORATION.....	—14,000	—3,500		
PRODUCTIVITY.....	330,174	317,674	317,674	317,674
SPECIAL OPERATIONS FORCES READINESS ENHANCEMENT.....	15,735	22,035	22,035	22,035
AUTHORIZATION ADJUSTMENT.....		44		
REAL PROPERTY MAINTENANCE.....			7,500	
F-4 UPGRADE.....			2,400	2,400
ALL OTHER ITEMS.....	366,002	366,002	366,002	366,002
TOTAL, AIR FORCE RESERVE.....	907,700	896,844	910,200	902,700

#### OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD

The conferees agree to provide \$1,652,800,000 instead of \$1,646,305,000 as recommended by the House and \$1,656,500,000 as recommended by the Senate. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD				
STOCK FUND FUEL—REFUND.....	63,448	49,348	49,348	49,348
STOCK FUND PRICE REESTIMATE.....	434,795	406,795	406,795	406,795
EXPENSE/INVESTMENT CRITERIA CHANGE.....	5,000	1,000	1,000	1,000
CIVILIAN TECHNICIANS.....	653,372	688,372	688,372	688,372
FEDERAL FUNDING FOR ARMORY OPERATIONAL COSTS.....		20,000		20,000
MOD & REPAIR OF OFFICE FOR FULL-TIME NATL GUARD PER.....		6,000	6,000	6,000
PARTIAL FED FUNDING FOR MAJOR REPAIR & RENOVATION.....		7,000		7,000
PAY REDUCTION RESTORATION.....	—25,900	—6,475		
PRODUCTIVITY.....		—200	—200	—200
AUTHORIZATION ADJUSTMENT.....		—20		
MILITARY END STRENGTH.....			—7,700	—6,000
RECRUITING AND ADVERTISING.....	39,200	39,200	37,200	38,200
ROLAND MAINTENANCE.....			15,000	4,100

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[In thousands of dollars]

	Budget	House	Senate	Conference
FORCE STRUCTURE INITIATIVE.....			20,000	4,100
AIDS.....			5,000	2,500
ENVIRONMENTAL PROJECTS.....			400	400
ALL OTHER ITEMS.....	435,285	435,285	435,285	435,285
TOTAL, ARMY NATIONAL GUARD.....	1,605,200	1,646,305	1,656,500	1,652,800

#### NATIONAL GUARD ARMORY OPERATION AND MAINTENANCE

The House included \$33,000,000 to fund the modification and repair of armory office and work space resulting from increased Federal missions, major repair and renovations to the armories, and to offset armory operating costs resulting from the influx of Federal equipment and full-time Federal personnel. The Senate included only \$6,000,000 for this purpose. The conferees agree to the House position concerning funding, but direct the Department to request only such funds in fiscal year 1987 that are sufficient to match the growth in funding by the states over fiscal year 1986 levels for these purposes.

#### ENVIRONMENTAL PROJECTS

The conferees agree to the increase of \$400,000 as recommended by the Senate for the continuation of the program to conduct engineering projects coordinated with State and other federal agencies at national or state parks and forests. To amplify on the parameters of the test, the conferees agree that such projects must be restricted within the United States and territories. The test projects selected must enhance military related training and must not compete with projects which would otherwise be performed by private concerns. The conferees agree that the Army National Guard should begin budgeting this important program in fiscal year 1987.

#### OPERATION AND MAINTENANCE, AIR NATIONAL GUARD

The conferees agree to provide \$1,806,200,000 as recommended by the Senate instead of \$1,803,862,000 as recommended by the House. Details of the adjustments are as follows:

[In thousands of dollars]

	Budget	House	Senate	Conference
OPERATION AND MAINTENANCE, AIR NATIONAL GUARD				
STOCK FUND FUEL—REFUND.....	364,580	344,580	344,580	344,580
STOCK FUND PRICE REESTIMATE.....	140,361	124,961	124,961	124,961
PAY REDUCTION RESTORATION.....	-26,800	-6,700	-4,400	4,400
PRODUCTIVITY.....	703,855	696,855	696,855	696,855
EXPENSE/INVESTMENT CRITERIA CHANGE.....	4,800	900	900	900
AUTHORIZATION ADJUSTMENT.....		-38		
ALL OTHER ITEMS.....	643,304	643,304	643,304	643,304
TOTAL AIR NATIONAL GUARD.....	1,830,100	1,803,862	1,806,200	1,806,200

**T-39 AIRCRAFT**

The House and Senate have agreed that the Air Force must retire the Air National Guard's T-33 aircraft fleet in fiscal year 1986 and replace it with 45 T-39 aircraft. The conferees wish to clarify that this action is intended to provide an interim capability until such time that the Air Force budgets for and deploys a permanent replacement aircraft that fully meets the requirements of both the active and guard forces for electronic countermeasures training. As part of this interim measure, the Air Force should also phase out the T-33s in the active inventory as soon as possible, and either replace them with T-39 aircraft or provide the Guard with sufficient T-39s to accomplish the mission for the total force. The conferees further agree to the House language that allows transfer of leased C-21A aircraft to the Air National Guard for Detachment One, Andrews Air Force Base, Maryland, unless C-21A aircraft are purchased for this purpose in the Guard and Reserve equipment appropriation.

**NATIONAL BOARD FOR THE PROMOTION OF RIFLE PRACTICE, ARMY**

The conferees agree to provide \$920,000 as recommended by the Senate instead of \$820,000 as recommended by the House.

**CLAIMS, DEFENSE**

The conferees agree to provide \$143,300,000 as recommended by the Senate instead of \$148,300,000 as recommended by the House.

**ENVIRONMENTAL RESTORATION, DEFENSE**

The conferees agree to provide \$379,100,000 in budget authority instead of \$329,100,000 by transfer as recommended by the House or \$429,100,000 as recommended by the Senate.

**TITLE III—PROCUREMENT**

The conferees agree to the following amounts for the Procurement accounts:

[In thousands of dollars]

	Budget	House	Senate	Conference
SUMMARY				
ARMY:				
AIRCRAFT.....	3,892,500	3,337,300	3,504,200	3,524,200
TRANSFER FROM OTHER ACCOUNTS.....		(217,600)	(101,800)	
MISSILES.....	3,386,700	2,939,232	3,056,050	2,904,332
TRANSFER FROM OTHER ACCOUNTS.....		(124,500)	(49,700)	
WEAPONS, TRACKED COMBAT VEHICLES.....	5,739,100	3,749,004	4,629,900	4,684,800
TRANSFER FROM OTHER ACCOUNTS.....		(806,896)	(240,800)	
AMMUNITION.....	2,635,000	1,858,200	2,588,213	2,497,200
TRANSFER FROM OTHER ACCOUNTS.....		(215,200)	(209,900)	
OTHER.....	5,712,800	4,809,986	5,214,730	5,275,556
TRANSFER FROM OTHER ACCOUNTS.....		(297,400)	(238,000)	
TOTAL, ARMY.....	21,366,100	16,693,722	18,993,093	18,886,088
TRANSFER FROM OTHER ACCOUNTS.....		(1,661,596)	(840,200)	
TOTAL FUNDING AVAILABLE.....	21,366,100	18,355,318	19,833,293	18,886,088

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>NAVY:</b>				
AIRCRAFT .....	12,062,600	10,446,400	10,289,651	11,175,678
TRANSFER FROM OTHER ACCOUNTS .....		(594,600)	(566,382)	
WEAPONS .....	5,627,900	5,093,733	5,372,563	5,227,795
TRANSFER FROM OTHER ACCOUNTS .....		(109,600)	(15,000)	
SHIPS .....	11,411,600	8,648,900	9,598,900	10,840,400
TRANSFER FROM OTHER ACCOUNTS .....		(2,058,500)	(1,057,600)	
OTHER .....	6,601,200	5,682,694	6,463,560	6,377,630
TRANSFER FROM OTHER ACCOUNTS .....		(312,762)	(221,000)	
COASTAL DEFENSE AUGMENTATION .....			375,000	235,000
MARINE CORPS .....	1,726,800	1,610,749	1,689,982	1,660,766
TRANSFER FROM OTHER ACCOUNTS .....		(85,717)	(31,056)	
TOTAL, NAVY .....	37,430,100	31,482,476	33,414,656	35,282,269
TRANSFER FROM OTHER ACCOUNTS .....		(3,161,179)	(1,891,038)	
TOTAL FUNDING AVAILABLE .....	37,430,100	34,643,655	35,305,694	35,282,269
<b>AIR FORCE:</b>				
AIRCRAFT .....	26,165,500	20,722,700	24,142,651	23,255,424
TRANSFER FROM OTHER ACCOUNTS .....		(1,458,300)	(648,000)	
MISSILES .....	10,862,700	8,043,527	8,770,831	8,312,442
TRANSFER FROM OTHER ACCOUNTS .....		(155,000)	(64,400)	
OTHER .....	9,538,000	7,890,918	8,831,674	8,571,383
TRANSFER FROM OTHER ACCOUNTS .....		(347,476)	(282,000)	
TOTAL, AIR FORCE .....	46,566,200	36,657,145	41,745,156	40,139,249
TRANSFER FROM OTHER ACCOUNTS .....		(1,960,776)	(994,400)	
TOTAL FUNDING AVAILABLE .....	46,566,200	38,617,921	42,739,556	40,139,249
<b>NATIONAL GUARD AND RESERVE COMPONENTS</b>				
TRANSFER FROM OTHER ACCOUNTS .....		582,000	2,063,800	1,501,800
TRANSFER FROM OTHER ACCOUNTS .....		(8,000)	(178,400)	
TOTAL FUNDING AVAILABLE .....		590,000	2,242,200	1,501,800
<b>DEFENSE AGENCIES</b>				
TRANSFER FROM OTHER ACCOUNTS .....	1,391,900	1,181,869	1,426,914	1,302,740
TRANSFER FROM OTHER ACCOUNTS .....		(36,000)	(36,000)	
TOTAL FUNDING AVAILABLE .....	1,391,900	1,217,869	1,462,914	1,302,740
<b>DEFENSE PRODUCTION ACT PURCHASES</b>				
.....	59,000		31,000	31,000
<b>NATO COOPERATIVE DEFENSE PROGRAMS</b>				
.....			15,000	15,000
<b>TOTAL NOA</b>				
TRANSFER FROM OTHER ACCOUNTS .....	106,813,300	86,597,212	98,064,619	97,393,146
TRANSFER FROM OTHER ACCOUNTS .....		(6,827,551)	(3,940,038)	
TOTAL FUNDING AVAILABLE .....	106,813,300	93,424,763	102,004,657	97,393,146

**BINARY CHEMICAL MUNITIONS**

The House bill included no funds for production of chemical weapons or for related production facilities. The House bill also included a general provision incorporating the restrictive language in the House-passed authorization bill. The Senate bill included the budget request of \$65,346,000 for production of the GB-2 artillery projectile and the Bigeye bomb and \$98,300,000 for production facilities and prove-out.

The conference agreement provides the following funding:

	Budget	House	Senate	Conference
<b>Weapons:</b>				
GB-2 155mm Artillery Proj .....	\$21,700,000		\$21,700,000	\$21,700,000

	Budget	House	Senate	Conference
<b>Bigeye Bomb:</b>				
Navy .....	21,531,000		21,531,000	<sup>1</sup> 3,000,000
Air force .....	22,115,000		22,115,000	<sup>1</sup> 3,000,000
Subtotal, Production .....	65,346,000		65,346,000	27,700,000
<b>Production Facilities:</b>				
Bigeye QI Facility .....	48,000,000		48,000,000	48,000,000
Bigeye Fill/Lap Facility .....	28,300,000		28,300,000	28,300,000
Bigeye Metal Parts Facility .....	17,600,000		17,600,000	17,600,000
Components Prove-out .....	4,400,000		4,400,000	4,400,000
Subtotal, Production Facilities .....	98,300,000		98,300,000	98,300,000
Total .....	163,646,000		163,646,000	126,000,000

<sup>1</sup> Funded in Research, Development, Test and Evaluation, Navy.

The conference agreement also includes a general provision (Sec. 8093) which amends Section 1411 of the Department of Defense Authorization Act, 1986 (P.L. 99-145). Section 1411 applies conditions on spending funds for binary chemical munitions. The conference agreement makes three substantive changes to the original Section 1411. First, obligation of all funds is made subject to an additional requirement (b)(1) that the President certify to the Congress that a force goal stating the requirement for modernization of the United States share of NATO chemical deterrent has been submitted to NATO and formally adopted by the North Atlantic Alliance.

Second, obligation of funds for Bigeye components is subject to the requirement (d) that the Secretary of Defense submit a report describing the operational requirements for Bigeye, actual performance of Bigeye during operational testing with respect to the requirements, and any exceptions deemed acceptable. Obligation for Bigeye components may occur no sooner than 60 days after submission of the report. The conferees agree that the report required by section 1411(d) will be submitted to the Comptroller General for review and certification. The conferees urge the Department to cooperate with the General Accounting Office during Bigeye testing and to fully share data from prior tests so that this review and certification may be expedited. The \$6,000,000 included in the bill for Bigeye, while authorized in title I of the Authorization Act (procurement), is appropriated in Research, Development, Test and Evaluation, Navy since it will be used for additional operational test and evaluation. The conferees agree that the restrictions included in the revised section 1411(d) shall apply to the \$6,000,000 appropriated in RDT&E, Navy.

Third, none of the funds included for procurement of the GB-2 artillery projectile may be obligated before October 1, 1986, and then only when the provisions of subsection (b) ("NATO Consultation") are satisfied. Final assembly of the GB-2 may not occur before October 1, 1987 and then only when the provisions of subsection (c) ("Conditions for Final assembly") are satisfied. The conferees agree that the GB-2 artillery projectile be procured on a fully funded basis, consistent with Departmental policy.

The conferees agree that, by funding production facilities in the accompanying bill, the restrictions on the \$10,800,000 for related construction in the statement of managers on the Military Construction Appropriation Act, 1986 are lifted.

#### INFLATION SAVINGS

The conferees recommend \$1,036,000,000 in fiscal year 1985 inflation savings to adjust for the fact that actual inflation rates were lower than those originally estimated and funded for that year, as proposed by the House. Of this amount, \$116,000,000 is reflected in agreed upon adjustments to individual Air Force aircraft procurement programs.

The conferees, in addition, recommend a \$1,702,000,000 decrease in the fiscal year 1986, 30 percent, inflation premium budgeted for the major procurement accounts, as proposed by the House. The conferees understand that there is no consensus on the best index for accurately forecasting major procurement program inflation costs. That issue currently is under intensive review. The conferees strongly support the full funding principle to include the use of a properly adjusted inflation premium. The recommendation is intended to remove excess inflation adjustments for the major procurement accounts, but at the same time to ensure that adequate funds are included to cover future inflation costs.

#### MINORITY BUSINESS PARTICIPATION

The conferees reiterate the House's concern and expectations regarding expanded opportunities for minority businesses and historically black colleges and universities. Additionally, the conferees agree with the House language requesting a detailed plan to meet the stated goal for expanded participation.

#### NAVSTAR GLOBAL POSITIONING SYSTEM USER EQUIPMENT

The conferees regard the successful operation of the Global Positioning System (GPS) Joint User Equipment Program as essential, and therefore direct the Department of Defense not to develop any GPS user equipment outside the sponsorship, direction, and coordination of the Joint Program Office. The intention of the conferees is to ensure the successful implementation of programs within the responsibility of the Office, and not to expand its responsibilities to cover management of equipment for special uses, such as range, advance technology, mapping, special forces, and classified applications.

#### SOURCES OF BALL BEARINGS

High precision ball bearings are a necessity in the manufacture of jet engines and other high technology devices. The conferees are concerned over availability of ball bearings, and over the possible use of ball bearings of foreign manufacture in critical weapons systems and components. The conferees direct the Department to study and report not later than June 30, 1986 on this subject. The report is to include: an assessment of the criticality of the ball bearing industry to national defense; an assessment of the current strength and long term economic viability of the U.S. ball bearing industry; an analysis of the extent to which ball bearings of foreign manufacture are used in weapons systems and components procured by DOD; an assessment of the implications for readiness and sustainability of using ball bearings of foreign manufacture; and an

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analysis of the feasibility of restricting DOD to using ball bearings of domestic manufacture only.

### AIRCRAFT PROCUREMENT, ARMY

The conferees agree to the following amounts for the Aircraft Procurement, Army, account:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>AIRCRAFT PROCUREMENT, ARMY</b>				
Aircraft				
FIXED WING:				
C-12 CARGO AIRPLANE.....		12,000		12,000
ROTARY:				
EH-60A HELICOPTER (QUICKFIX) (MYP).....	118,600	37,500	54,300	110,200
EH-60A HELICOPTER (QUICKFIX) (MYP) (PY TRANSFER).....		(64,300)	(64,300)	
EH-60A HELICOPTER (QUICKFIX) (MYP) (AP-CY).....	24,400	24,400	24,400	24,400
AH-64 ATTACK HELICOPTER (APACHE).....	1,178,200	1,137,300	1,143,200	1,137,300
AH-64 ATTACK HELICOPTER (APACHE) (AP-CY).....	55,300	55,300	46,100	55,300
UH-60A (BLACK HAWK) (MYP).....	267,000	220,800	260,900	228,700
UH-60A (BLACK HAWK) (MYP) (AP-CY).....	199,000	199,000	199,000	199,000
<b>TOTAL, AIRCRAFT.....</b>	<b>1,842,500</b>	<b>1,686,300</b>	<b>1,727,900</b>	<b>1,766,900</b>
MODIFICATION OF AIRCRAFT:				
OV-1 SURVEILLANCE AIRPLANE (MOHAWK).....	27,700	22,700	22,700	22,700
RC-12D RECON AIRPLANE.....	500	500	500	500
RV-1 RECON AIRPLANE.....	500	500	500	500
AHIS ATTACK HELICOPTER (COBRA-TOW).....	124,500	104,500	114,500	134,500
AHIS ATTACK HELICOPTER (COBRA-TOW) (PY TRANSFER).....		(20,000)	(20,000)	
CH-47 CARGO HELICOPTER (MYP).....	253,300	222,500	216,400	233,900
CH-47 CARGO HELICOPTER (MYP) (PY TRANSFER).....		(11,200)	(17,500)	
CH-47 CARGO HELICOPTER (MYP) (AP-CY).....	124,800	124,800	124,800	124,800
CH-54 CARGO HELICOPTER (TARHE).....	500	500	500	500
UH-1 UTILITY HELICOPTER (IROQUOIS).....	12,200	12,200	12,200	12,200
UH-60A (BLACK HAWK) MODS.....	15,400	14,200	15,400	14,200
ARMY HELICOPTER IMPROVEMENT PROGRAM (AHIP).....	158,800	146,800	83,800	174,700
ARMY HELICOPTER IMPROVEMENT PROGRAM (AHIP) (AP-CY).....	51,800	50,000	20,000	20,900
AIRBORNE AVIONICS.....	1,000	1,000	1,000	1,000
MODIFICATIONS UNDER \$900,000 (AIRCRAFT).....	100	100	100	100
ACFT 9WW.....	17,000	17,000	17,000	17,000
<b>TOTAL, MODIFICATION OF AIRCRAFT.....</b>	<b>788,100</b>	<b>717,300</b>	<b>629,400</b>	<b>757,500</b>
SPARES AND REPAIR PARTS.....	949,700	849,700	849,700	849,700
Support Equipment and Facilities				
OTHER SUPPORT:				
AVIONICS SUPPORT EQUIPMENT.....	67,800	51,700	57,800	67,800
AVIONICS SUPPORT EQUIPMENT (PY TRANSFER).....		(16,100)		
COMMON GROUND EQUIPMENT.....	35,000	35,000	35,000	35,000
AIR TRAFFIC CONTROL.....	9,400	9,400	9,400	9,400
SYNTHETIC FLIGHT TRAINING SYSTEMS.....	131,600	122,100	131,600	122,100
INDUSTRIAL FACILITIES.....	61,900	61,900	61,900	61,900
WAR CONSUMABLES.....	6,500	6,500	6,500	6,500
UNDISTRIBUTED REDUCTION.....		-10,000		
<b>TOTAL, SUPPORT EQUIPMENT AND FACILITIES.....</b>	<b>312,200</b>	<b>276,600</b>	<b>302,200</b>	<b>302,700</b>
INFLATION REESTIMATES FOR FY86.....		-5,000	-5,000	-5,000
INFLATION PREMIUM, FY86.....		-81,600		-81,600
PRIOR YEAR PROGRAM SAVINGS.....		-40,000		
(PY TRANSFER).....		(40,000)		
FY85 INFLATION FAIRNESS ADJUSTMENT.....		-66,000		-66,000
(PY TRANSFER).....		(66,000)		
<b>TOTAL, AIRCRAFT PROCUREMENT, ARMY.....</b>	<b>3,892,500</b>	<b>3,337,300</b>	<b>3,504,200</b>	<b>3,524,200</b>
TRANSFER FROM OTHER ACCOUNTS.....		(217,600)	(101,800)	
<b>TOTAL FUNDING AVAILABLE.....</b>	<b>3,892,500</b>	<b>3,554,900</b>	<b>3,606,000</b>	<b>3,524,200</b>



**PRIOR YEAR SAVINGS**

The conferees recognize \$117,900,000 in prior year savings in Army Aircraft Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**AH-64 APACHE ATTACK HELICOPTER**

The conferees acknowledge the late receipt of a proposal to procure the AH-64 airframe and target acquisition/designation system under multiyear contracts. No such multiyear procurement is approved at this time due to the continuing difficulties in achieving rate production and uncertainties about the total Ah-64 program and its stability. To preserve the option of having a multiyear contract, the conferees provide the full \$55,300,000 for advance procurement as proposed by the House.

The conferees agree that a proposal to enter one or both of the proposed multiyear contracts may be considered as part of a 1986 supplemental or may be proposed as a new start in fiscal year 1987. Any such proposal should be substantiated by comparable, negotiated contract data.

The conferees agree that 18 AH-64s from the 1986 program will be provided for the Army National Guard as provided in the authorization legislation.

**UH-60 BLACKHAWK**

The conferees agree to provide \$228,700,000 for 80 UH-60s which shall include two for the Customs Service drug interdiction program as proposed by the Senate. The conferees agree not to provide the \$32,200,000 as budgeted and recommended by the Senate for special operations forces modifications. The conferees understand that additional research and development is required for the UH-60 as well as the CH-47 modifications proposed, and procurement is premature at this time.

The conferees agree to allocating \$7,900,000 in contract savings to procure 2 additional helicopters to replace older ones which are to be transferred to the Customs Service Drug Interdiction program, as proposed by the Senate.

**ARMY HELICOPTER IMPROVEMENT PROGRAM (AHIP)**

The conferees agree to provide a total of \$195,600,000 which includes \$174,700,000 to fully fund 39 AHIPs and to extend the budgeted funded delivery period by 3 months, and \$20,900,000 for advance procurement of 31 additional sets of long lead materiel. This advanced procurement funding level, combined with materiel currently on contract, will support production of 48 units in fiscal year

1987 as permitted by a recent Departmental decision memorandum.

The conferees note that the extra funding available by reducing the 1986 program from 56 to 39 will provide for procurement of maintenance sets and other support equipment associated with restricting the fielding to the field artillery aerial observer mission.

#### SYNTHETIC FLIGHT TRAINING SYSTEMS

The conferees agree to delete advance procurement funding which was improperly budgeted. The conferees agree, however, that this action shall not result in termination of any current contracts. If there is a demonstrated and justified need for advance procurement funds, the Committees agree that a new P-1 line may be established using internal reprogramming procedures with prior notification. The conferees are in agreement that all future simulator procurement be budgeted on a full-funding basis.

#### MISSILE PROCUREMENT, ARMY

The conferees agree to the following amounts for Missile Procurement, Army:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>MISSILE PROCUREMENT, ARMY</b>				
Other Missiles				
<b>SURFACE-TO-AIR MISSILE SYSTEM:</b>				
CHAPARRAL.....	110,400	37,200	110,400	57,500
OTHER MISSILE SUPPORT.....	5,000	5,000	5,000	5,000
PATRIOT.....	983,400	967,400	974,600	963,400
STINGER.....	304,100	244,100	258,500	258,500
PERSHING II.....	334,700	334,700	236,300	236,300
<b>AIR-TO-SURFACE MISSILE SYSTEM:</b>				
LASER HELLFIRE SYSTEM.....	250,700	250,700	234,200	234,200
<b>ANTI-TANK/ASSAULT MISSILE SYSTEM:</b>				
TOW 2.....	226,900	159,300	177,650	168,500
TOW 2 (AP-CY).....	22,000	22,000	22,000	22,000
MULTIPLE LAUNCH ROCKET SYSTEM (MYP).....	507,800	450,600	459,900	490,900
MULTIPLE LAUNCH ROCKET SYSTEM (MYP) (PY TRANSFER).....		(46,500)	(24,700)	
MULTIPLE LAUNCH ROCKET SYSTEM (MYP) (AP-CY).....	41,000	41,000	41,000	41,000
TOTAL, OTHER MISSILES.....	2,786,000	2,512,000	2,519,550	2,477,300
Modification of Missiles				
<b>MODIFICATIONS:</b>				
PATRIOT.....	17,200	17,200	17,200	17,200
CHAPARRAL.....	112,900	112,900	112,900	112,900
HAWK.....	54,100	54,100	49,300	49,300
TOW.....	37,800	37,800	17,400	17,400
TOTAL, MODIFICATION OF MISSILES.....	222,000	222,000	196,800	196,800
SPARES AND REPAIR PARTS.....	322,000	312,000	312,000	312,000
<b>SUPPORT EQUIPMENT AND FACILITIES:</b>				
AIR DEFENSE TARGETS.....	21,000	21,000	21,000	21,000
ITEMS LESS THAN \$900,000 (MISSILES).....	3,800	3,732	3,800	3,732
PRODUCTION BASE SPT.....	29,900	29,900	29,900	29,900
OTHER PRODUCTION CHARGES.....	2,000	2,000	2,000	2,000
TOTAL, SUPPORT EQUIPMENT AND FACILITIES.....	56,700	56,632	56,700	56,632
COMPONENT BREAKOUT.....		-10,000		-10,000
INFLATION REESTIMATES FOR FY86.....		-4,000	-4,000	-4,000

(In thousands of dollars)

	Budget	House	Senate	Conference
INFLATION PREMIUM, FY86.....		- 71,400		- 71,400
PRIOR YEAR PROGRAM SAVINGS.....		- 25,000	- 25,000	
(PY TRANSFER).....		(25,000)	(25,000)	
FY85 INFLATION FAIRNESS ADJUSTMENT.....		- 53,000		- 53,000
(PY TRANSFER).....		(53,000)		
TOTAL, MISSILE PROCUREMENT, ARMY.....	3,386,700	2,939,232	3,056,050	2,904,332
TRANSFER FROM OTHER ACCOUNTS.....		(124,500)	(49,700)	
TOTAL FUNDING AVAILABLE.....	3,386,700	3,063,732	3,105,750	2,904,332

**PRIOR YEAR SAVINGS**

The conferees recognize \$66,500,000 in prior year savings in Army Missile Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**CHAPARRAL**

The conferees agree to provide \$57,500,000 for Chaparral, instead of \$37,200,000 as proposed by the House or \$110,400,000 as proposed by the Senate. These funds will allow continuation of the program, to include some of the non-recurring production costs of the new Rosette Scan Seeker (RSS). This reduction is without prejudice, in anticipation of completion of the scheduled testing later in the year. Accordingly, no recurring production funding is provided.

**PATRIOT AIR DEFENSE SYSTEM**

The Conferees agree to provide \$963,400,000 instead of the \$967,400,000 proposed by the House or the \$974,600,000 proposed by the Senate. The Conferees agree that the separate savings identified by each Committee are achievable.

**STINGER**

The conferees agree to provide \$258,500,000 as proposed by the Senate to procure at least 3,439 Stinger missiles, instead of \$244,100,000 as proposed by the House. The conferees recognize that the agreed sum exceeds authorization, but are concerned over providing air defense assets, especially following cancellation of DIVAD. The Army is directed to obtain authorization before obligating or expending funds in excess of the sum currently authorized.

The conferees agree with the Senate position requiring a review of the continued sole source procurement of the Stinger missile.

The conferees agree to provide \$168,500,000 for production of TOW-II, instead of \$159,300,000 as proposed by the House or \$177,650,000 as proposed by the Senate. The conferees direct the Army to procure the maximum possible number of missiles, with 14,000 as a goal.

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## PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES, ARMY

The conferees agree to the following amounts for Procurement of Weapons and Tracked Combat Vehicles, Army:

[In thousands of dollars]

	Budget	House	Senate	Conference
PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEH				
TRACKED COMBAT VEHICLES:				
CARRIER, COMMAND POST LIGHT, FT, M577A2.....	23,600	23,600	44,100	33,600
CARRIER, PERSONNEL, FT, ARM, M113A2.....	82,900	82,900	144,000	122,900
BRADLEY FIGHTING VEHICLES (MYP).....	1,007,000	909,300	958,100	931,000
BRADLEY FIGHTING VEHICLES (MYP) (PY TRANSFER).....		(21,700)		
BRADLEY FIGHTING VEHICLES (MYP) (AP-CY).....	27,600	23,600	24,900	22,300
BRADLEY FVS TRAINING DEVICES.....	79,400	79,400	79,400	79,400
FIELD ARTILLERY AMMUNITION SUPPORT VEH.....	101,500	70,200	101,500	70,200
RECOVERY VEHICLE, MED, FT, M88A1.....	215,800	181,600	215,800	211,400
RECOVERY VEHICLE, MED, FT, M88A1 (PY TRANSFER).....		(2,800)		
ABRAMS TANK SERIES ROLL (MYP).....	1,749,600	1,478,400	1,348,200	1,556,300
ABRAMS TANK SERIES ROLL (MYP) (PY TRANSFER).....		(77,900)	(77,900)	
ABRAMS TANK SERIES ROLL (MYP) (AP-CY).....	359,200	344,000	316,800	316,800
M60 SERIES TANK TRAINING DEVICES.....	20,400	20,400	20,400	20,400
M1 SERIES TANK TRAINING DEVICES.....	65,600	65,600	65,600	65,600
MODIFICATION OF TRACKED COMBAT VEHICLES:				
CARRIER, MOD.....	56,200	56,200	56,200	56,200
F1ST VEHICLE (MOD).....	80,800	76,100	80,800	76,100
BFVS SERIES (MOD).....	19,000	5,300	19,000	12,000
HOWITZER, MED SP FT 155MM M109 SER(MOD).....	25,400	15,700	25,400	15,700
ARMORED VEH LAUNCH BRIDGE (AVLB) (MOD).....	20,400	20,400	20,400	20,400
TANK, CMBT, FT, 105MM GUN, M60SER(MOD) (MYP).....	130,600	113,600	110,600	110,600
105MM TANK GUN (MOD).....	6,000			
TANK, M1 SERIES (MOD).....	70,100	47,500	64,200	64,200
TANK M1 SERIES (MOD) (PY TRANSFER).....		(7,000)		
ROBOTIC OBST BREACHING ASSULT TANK (MOD).....	17,800	9,600	9,600	9,600
SUPPORT EQUIPMENT AND FACILITIES:				
SPARES AND REPAIR PARTS.....	649,000	628,000	628,000	628,000
VALUE ENGINEERING.....	1,000	1,000	1,000	1,000
ITEM LESS THAN \$900,000 (TCV-WTCV).....	800	800	800	800
PRODUCTION BASE SUPPORT (TCV-WTCV).....	95,800	82,200	90,800	90,800
PRODUCTION BASE SUPPORT (TCV-WTCV) (PY TRANSFER).....		(8,600)		
TOTAL, TRACKED COMBAT VEHICLES.....	4,905,500	4,335,400	4,425,600	4,515,300
WEAPONS AND OTHER COMBAT VEHICLES:				
SERGEANT YORK DIVAD GUN.....	406,500			
SERGEANT YORK DIVAD GUN (GENERAL REDUCTION).....		-256,517		
SERGEANT YORK DIVAD GUN (PY TRANSFER).....		(256,517)		
SERGEANT YORK DIVAD GUN (AP-CY).....	11,000			
SERGEANT YORK DIVAD GUN (AP-CY) (GENERAL REDUCTION).....		-104,479		
SERGEANT YORK DIVAD GUN (AP-CY) (PY TRANSFER).....		(104,479)		
FOLLOW-ON AIR DEFENSE GUN.....				150,000
FOLLOW-ON AIR DEFENSE EQUIPMENT (PY TRANSFER).....			(150,000)	
ARMOR MACHINE GUN, 7.62MM M240.....	27,100	27,100	27,100	27,100
SQUAD AUTOMATIC WEAPON (SAW) 5.56MM.....	14,500			
SQUAD AUTOMATIC WEAPON (SAW) 5.56MM (GENERAL REDUCTION).....		-12,900	-1,900	
SQUAD AUTOMATIC WEAPON (SAW) 5.56MM (PY TRANSFER).....		(12,900)	(12,900)	
GRENADE LAUNCHER, AUTO, 40MM, MK19-3.....	9,000	9,000	9,000	9,000
LAUNCHER, SMOKE GRENADE.....	2,100	2,100	2,100	2,100
MORTAR, 81MM, XM252.....	6,100	6,100	6,100	6,100
MOTAR, 120MM.....	5,000	5,000		5,000
M16 RIFLE.....	39,300	35,000	35,000	35,000
PERSONAL DEFENSE WEAPON, 9MM.....	7,500	7,500	7,500	7,500
VEH RAPID FIRE WPN SYS-BUSHMASTER (MYP).....	45,600	45,600	38,700	35,700
VEH RAPID FIRE WPN SYS-BUSHMASTER (MYP) (AP-CY).....	8,300	3,700	5,000	5,000
TANK MUZZLE BORESIGHT DEVICE.....	4,600		4,600	4,600
MODIFICATION OF WEAPONS AND OTHER COMBAT VEH:				
DIVAD (MODS).....	500			
HOWITZER, 155MM, M114A2 (MOD).....	1,700	1,700	1,700	1,700
M16A1 RIFLE MODS.....	3,300	3,300	3,300	3,300
MODIFICATIONS UNDER \$900,000 (WOCV-WTCV).....	800	800	800	800
SUPPORT EQUIPMENT AND FACILITIES:				
SPARES AND REPAIR PARTS.....	183,600	29,000	29,000	29,000

(In thousands of dollars)

	Budget	House	Senate	Conference
SPARES AND REPAIR PARTS (GENERAL REDUCTION) .....		-125,000		
SPARES AND REPAIR PARTS (PY TRANSFER) .....		(125,000)		
ITEMS LESS THAN \$900,000 (WOCV-WTCV) .....	2,900	2,900	2,900	2,900
PRODUCTION BASE SUPPORT (WOCV-WTCV) .....	51,400	15,400	51,400	51,400
(PY TRANSFER) .....		(36,000)		
5.56 CARBINE XM4 .....	2,800			
<b>TOTAL, WEAPONS AND OTHER COMBAT VEHICLES .....</b>	<b>833,600</b>	<b>-304,696</b>	<b>211,300</b>	<b>376,200</b>
INFLATION REESTIMATES FOR FY86 .....		-7,000	-7,000	-7,000
INFLATION PREMIUM, FY86 .....		-120,700		-120,700
PRIOR YEAR PROGRAM SAVINGS .....		-75,000		
(PY TRANSFER) .....		(75,000)		
FY 85 INFLATION FAIRNESS ADJUSTMENT .....		-79,000		-79,000
(PY TRANSFER) .....		(79,000)		
<b>TOTAL, PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEH .....</b>	<b>5,739,100</b>	<b>3,749,004</b>	<b>4,629,900</b>	<b>4,684,800</b>
TRANSFER FROM OTHER ACCOUNTS .....		(806,896)	(240,800)	
<b>TOTAL FUNDING AVAILABLE .....</b>	<b>5,739,100</b>	<b>4,555,900</b>	<b>4,870,700</b>	<b>4,684,800</b>

**PRIOR YEAR SAVINGS**

The conferees recognize \$590,300,000 in prior year savings in Army Procurement of Weapons and Tracked Combat Vehicles. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**M-1 TANK**

The conference agreement funds 840 tanks in fiscal year 1986 as proposed by the House. The conferees agree that no basic multi-year contract for the tank program may provide a procurement rate greater than 720 per year, but that options for higher annual procurement may be established. Beyond fiscal year 1986, exercising these contract options must be approved by the Committees on Appropriations of the House and Senate.

**DIVAD FOLLOW-ON**

The conferees agree to provide \$150,000,000 to procure off-the-shelf air defense equipment to be identified later by the Department. Such procurement shall be subject to standard reprogramming procedures, as specified by the Senate.

**PROCUREMENT OF AMMUNITION, ARMY**

The conferees agree to the following amounts for Procurement of Ammunition, Army:

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[In thousands of dollars]

	Budget	House	Senate	Conference
PROCUREMENT OF AMMUNITION, ARMY				
AMMUNITION				
ATOMIC MATERIEL:				
NUCLEAR WEAPONS SUPPORT MATERIEL.....	5,200	5,200	5,200	5,200
CONTROLLED ITEMS:				
CTG, 5.56MM, BALL M193.....	18,100	18,100	18,100	18,100
CTG, 5.56MM, BLANK M200.....	12,000	12,000	12,000	12,000
CTG, 5.56MM, BLK M200, LKD F/SAW.....	2,200	2,200	3,000	2,200
CTG, 5.56MM, 4 BALL M855/1 TRCR M856 LKD.....	9,600	9,600	9,600	9,600
CTG, 5.56MM, BALL M16-A2.....	25,000	25,000	25,000	25,000
CTG, 5.56MM, TRACER M16-A2.....	6,500	6,500	6,500	6,500
GENERAL REDUCTION 5.56 MM.....		-10,000		-10,000
CTG, 7.62MM, TRCR M62 LKD.....	500	500	500	500
CTG, 7.62MM, 4 BALL M80/1 TRCR M62 LKD.....	25,900	25,800	25,800	25,800
CTG, 7.62MM, BALL M80 LKD/M13.....	700	700	700	700
CTG, 7.62MM, LKD 4 BALL ITRACER OHF.....	1,400	2,000	2,000	2,000
CTG, 7.62MM, SPEC BALL M118.....	1,900	1,900	1,900	1,900
CTG, CAL .22, BALL LR.....	2,700	2,700	1,600	1,600
CTG, 9MM, BALL.....	1,400	1,400	1,400	1,400
CTG, CAL .45, BALL M1911.....	2,200	2,200	2,200	2,200
CTG, CAL .45, MATCH GRADE.....	800	800	100	100
CTG, CAL .50, LKD 4 BALL/1 TRCR W/M15A2L.....	9,600	11,300	11,300	11,300
CTG, CAL .50, APIT, M20 LKD.....	1,400	1,400	1,400	1,400
CTG, CAL .50, BALL LKD.....	2,400	3,800	3,800	3,800
CTG, CAL .50, BLK, M1A1, LKD W/M9LK F/M2.....	15,000			
CTG, CAL .50, LKD TRACER M17.....	4,100			
CTG, CAL .50, LKD 4 BALL/1 TRACER W/M9 L.....	44,400	48,000	48,000	48,000
CTG, 20MM, LKD TP-1 M220 SERIES MLB M14A.....	19,300	7,900	7,900	7,900
CTG, 25MM, HEI-T M792 W/F.....	18,900	18,900	18,900	18,900
CTG, 25MM, APDS-T M791 W/M28 (MYP).....	11,100	11,100	11,100	11,100
CTG, 25MM, TPT LKD M793 MLB M28.....	37,700	37,700	37,700	37,700
CTG, 30MM, LKD HEDP M789 W/FUZE (MYP).....	26,000	5,000	5,000	5,000
CTG, 30MM, LKD TP M788 (MYP).....	3,800	9,300	9,300	9,300
CTG, 40MM, TP-T M813 F/SGT YORK (MYP).....	11,300			
CTG, 40MM, HE W/PROX M822.....	31,000			
CTG, 40MM, HEDP M430.....	48,800	35,800	43,500	43,500
CTG, 40MM, TP F/MK19.....	4,800	4,800	4,800	4,800
CTG, 40MM, PRAC M781.....	6,000	4,600	4,600	4,600
CTG, 75MM, BLANK, M337A1 F/HOWITZER.....	2,800	2,800	2,800	2,800
CTG, 81MM, ILLUM IUK XM853.....	15,700		15,700	
CTG, 81MM, HE IUK W/FUZE.....	31,700		31,700	
CTG, 81MM, SMK RP IUK XM819.....	12,400		12,400	
CTG, 81MM, IMP 1/10 RANGE TNG XM880.....	2,400		2,400	
CTG, SUB CAL .22, PRACT CHG-2 M745M.....	1,100	1,100	1,100	1,100
MORTAR AMMO.....		96,200		96,200
CTG, 4.2-INCH, ILLUM, W/FUZE.....	27,300			
CTG, 4.2-INCH, SMOKE, WP.....	6,700			
CTG, 105MM, HEAT MP T M456A2.....	47,200	41,600	41,600	41,600
CTG, 105MM, TP-T, M490.....	51,200	14,600	32,100	32,100
CTG, 105MM, TRACE-P FOR M833.....	2,300	2,300	2,300	2,300
CTG, 105MM, DS-TP M724.....	89,400	89,200	89,400	89,400
CTG, 105MM, APFSDS-T M833.....	46,800	42,300	46,800	42,300
CTG, 120MM APFSDS-T M829.....	59,700	75,000	75,000	75,000
CTG, 120MM HEAT-MP-T, M830 (MYP).....	27,300	31,000	27,300	31,000
CTG, 120MM TP-T XM831 (MYP).....	29,600	29,600	29,600	29,600
CTG, 120MM TPCSDS-T, M865 (MYP).....	29,700	35,000	35,000	35,000
CTG, 120MM, HE W/MULTI/OPTION FUZE.....	30,300			
CTG, 120MM, ILLUM.....	4,000			
CTG, 120MM, SMOKE.....	11,200			
PROJ, 155MM, HE, ICM M483 (MYP).....	299,800	181,100	299,800	269,800
PROJ, 155M, SMK, WP, M829.....	16,300	10,000	16,300	13,100
PROJ, 155MM, HE, ADAM M731 (MYP).....	26,500	14,600	26,500	20,600
PROJ, 155M, HE, RAAMS M741 (MYP).....	71,600	45,800	71,600	48,700
PROJ, 155MM, HE, COPPERHEAD (EA).....	235,000	220,800		220,800
(PY TRANSFER).....			(167,613)	
CHARGE, PROPELLING, 155MM, GREEN BAG M3.....	27,700		24,400	12,200
CHARGE, PROPELLING, 155MM, WHITE BAG M4.....	30,400			
CHARGE, PROPELLING, 155MM, RED BAG M203.....	20,400	20,400	20,400	20,400
CHARGE, PROPELLING, 155MM, WHITE BAG M11.....	17,800	17,800		
PROJ, 8-INCH, HE, ICM (DP), M509.....		50,000	50,000	50,000
PROJ, 8-INCH, HE, RAP, M650.....		10,000	10,000	10,000

[In thousands of dollars]

	Budget	House	Senate	Conference
CHARGE, PROPELLING, 8-INCH WB, M188.....	29,200	29,200		
FUZE, MTSQ M577/M577A1.....	49,300	40,200	49,300	49,300
FUZE, MTSQ M582/M582A1.....	10,500	10,500	10,500	10,500
PRIMER, PERC, M82.....	2,900	2,900	2,900	2,900
GROUND IMP MINE SCAT SYS AP M74 (MYP).....	14,500			
GROUND IMP MINE SCAT SYS AT M75 (MYP).....	26,500			
CANISTER MINE PRACTICE XM88 (VOLCANO).....	1,500		1,500	
CANISTER MINE (VOLCANO) XM87.....	2,600		2,600	
MINE, AT, BLU-91/8 (VOLCANO) (MYP).....	12,600		12,600	
MINE, AP, BLU-92/8 (VOLCANO) (MYP).....	5,000		5,000	
MTR RKT 5 IN MK22 MOD 4 (EA).....	5,400	5,400	5,400	5,400
LINE CHARGE M58A3 (MICLIC) (EA).....	12,300	12,300	12,300	12,300
LINE CHARGE INERT M68A2 (MICLIC) (EA).....	1,200	1,200	1,200	1,200
MODULAR PACK MINE SYSTEM.....	36,000		36,000	
DEMOLITION MUNITIONS & OTHER.....	16,500	16,500	16,500	16,500
DEMO KIT BANGALORE TORPEDO.....	3,000	3,000	3,000	3,000
LIGHTWEIGHT MULTI-PURPOSE SYSTEM.....	107,600	41,600	59,200	59,200
LIGHT WGT MULTI PURPOSE SYSTEM TRNR.....	3,100	3,100	3,100	3,100
HYDRA 70 RKT, MPSM HE M261 WHD (MYP).....	28,900	28,900	28,900	28,900
HYDRA 70 RKT, MPSM PRAC M267 WHD.....	5,400	5,400	5,400	5,400
GRENADE, HAND, ALL TYPES.....	33,000	33,000	33,000	33,000
SIGNALS, ALL TYPES.....	33,500	14,900	14,900	14,900
SIMULATORS, ALL TYPES.....	28,700	19,900	19,900	19,900
GENERAL INCREASE/WAR RESERVE AMMO.....		162,100	400,000	200,000
MISCELLANEOUS:				
AMMO COMPONENTS/SUPPORT, ALL TYPES.....	21,300	21,300	21,300	21,300
ITEMS LESS THAN \$900,000 (MISC-AMMO).....	3,700	3,700	3,700	3,700
SPARES AND REPAIR PARTS.....	1,000	1,000	1,000	1,000
AMMUNITION PECULIAR EQUIPMENT.....	5,200	5,200	5,200	5,200
NITROGUANIDINE (LB).....	25,000	25,000	25,000	25,000
COMP A-5.....	9,100		9,100	
COMP C-4.....	9,000		9,000	
COMP B.....	4,400		4,400	
PBX 0280.....	1,600		1,600	
CYCLOTOL 70/30.....	2,800		2,800	
COMP LX-14.....	5,800		5,800	
AMMO 9WW/ELT.....	1,700	1,700	1,700	1,700
CLASSIFIED PROGRAMS.....	21,700		21,700	21,700
TOTAL, AMMUNITION.....	2,266,600	1,825,400	2,122,600	2,001,200
AMMUNITION PRODUCTION BASE SUPPORT				
PRODUCTION BASE SUPPORT:				
PROVISION OF INDUSTRIAL FACILITIES.....	280,600	167,600	288,000	276,100
COMPONENTS FOR PROVE-OUT.....	14,000	9,600	14,000	14,000
LAYAWAY OF INDUSTRIAL FACILITIES.....	22,500	22,500	22,500	22,500
JEFFERSON PROVING GROUND MODERNIZATION.....	2,000	2,000	2,000	2,000
CHEMICAL DEMILITARIZATION PROGRAM.....	49,300	49,300	81,300	81,300
PRODUCTION BASE MODERNIZATION.....			103,100	103,100
TOTAL, AMMUNITION PRODUCTION BASE SUPPORT.....	368,400	251,000	510,900	499,000
INFLATION REESTIMATES FOR FY86.....		-3,000	-3,000	-3,000
GENERAL REDUCTION, PY TRANSFER.....			-8,387	
(PY TRANSFER).....			(8,387)	
PRIOR YEAR INFLATION SAVINGS.....		-78,000		
(PY TRANSFER).....		(78,000)		
PRIOR YEAR PROGRAM SAVINGS.....		-137,200	-33,900	
(PY TRANSFER).....		(137,200)	(33,900)	
TOTAL, PROCUREMENT OF AMMUNITION, ARMY.....	2,635,000	1,858,200	2,588,213	2,497,200
TRANSFER FROM OTHER ACCOUNTS.....		(215,200)	(209,900)	
TOTAL FUNDING AVAILABLE.....	2,635,000	2,073,400	2,798,113	2,497,200

PRIOR YEAR SAVINGS

The conferees recognize \$178,100,000 in prior year savings in Army Ammunition Procurement. The sources and uses of these

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savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

#### MORTAR AMMUNITION

The conference agreement provides a lump sum of \$96,200,000 for mortar ammunition, as proposed by the House. The conferees are in agreement that the Army shall submit a report to the Appropriations Committees for approval of the allocation of this sum. Such allocation shall include the two 81mm training rounds and 120mm mortar ammunition.

#### 155MM ICM

The conferees agreement provides \$269,000,000 for procurement of the 155mm Improved Conventional Munition. The Army has had serious start-up problems at the integrated production facility which manufactures this round which have resulted in delayed deliveries. The Army has turned top management attention to this problem and has made some progress; however, the conferees believe this effort must continue until the new plant is fully on-line. The conferees therefore direct that no more than \$181,100,000 may be obligated until the Army conducts a thorough investigation of this situation and reports to the Appropriations Committees on specific problems, proposed solutions, and implementation plans and schedules.

#### COPPERHEAD

The conference agreement funds 6,900 projectiles for \$220,800,000 as proposed by the House. The conferees are in agreement that the Department shall submit for approval a report to the Committees on Appropriations of the House and Senate on the cost effectiveness of establishing a second source for Copperhead prior to entering such a contract. The conferees are in agreement that the Committees will respond to such a report within thirty days after submittal of this report.

The Conferees agree that the \$69,900,000 proposed for transfer to the 1986 program by the Senate may be used for the 1985 Copperhead program as requested by the Army.

#### MODULAR MINE PACK SYSTEM (MOPMS)

The conferees agree that no procurement funding for MOPMS in fiscal year 1986 is necessary because of program delays. Unobligated funds available in fiscal year 1985 (\$16,500,000) may be used to initiate procurement in fiscal year 1986 when testing is complete, the item is type-classified, and the required report is submitted to the Committees. Additionally, a portion of the unallocated add-on may be used for MOPMS procurement if necessary. The conference action is taken without prejudice to the program.

#### LIGHTWEIGHT MULTIPURPOSE SYSTEM

The conference agreement provides sufficient funds in this program for the Army to exercise the second year production option for the AT-4 at the most economic production rate. The conferees



agree that the DT/OT testing of the M72E4 be completed and the item be type-classified using available funds, with the understanding that this is done without expectation of subsequent procurement by the Department of Defense.

**105MM TRAINING AMMUNITION**

The conferees note that contracts for funds appropriated last year for the initial procurement of the XM-901 105mm tank training round have not yet been issued contract. This round has many advantages over the current round, including ballistic match. In order to verify these advantages, the conferees direct that the Army procure at least 55,000 XM-901 105mm tank training rounds using available unobligated funds in fiscal years 1984 and 1985. The Army is further directed to report to the Committee on the results of operational experience and plans for procurement in the future.

**PROVISION OF INDUSTRIAL FACILITIES**

The conference agreement provides the following amounts for items in conference:

	House	Senate	Conference
Binary chemical facilities.....		\$93,900	\$93,900
Explosive stockpiling-related project.....		3,200	
General reduction.....	-\$15,900		
Holston RDX/HMX projects.....	7,600		6,300
RDX facility at Louisiana AAP.....		15,000	

**BINARY CHEMICAL FACILITIES**

The binary chemical munitions program is discussed at the beginning of the procurement section of this statement of managers.

**RDX MODERNIZATION**

The conferees are dissatisfied with the Army's response to previous direction to decide expeditiously on the number and location of additional RDX manufacturing facilities and to present a budget and program plan to accomplish this objective. The recently completed cost-benefit analysis explored alternatives, but the Army still has not submitted a plan which is responsive to Congressional requirements and direction. In order to expedite this effort, and get site specific work started at the first location (Louisiana Army Ammunition Plant), the conferees have agreed to bill language restricting the use of all production base projects funded in the bill. The language follows:

*Provided*, That none of the funds provided herein may be obligated or expended for production base projects until the Secretary of the Army has submitted to the Committees on Appropriations of the House and Senate a specific funding and program plan for RDX modernization which responds to Congressional requirements on program phasing and direction concerning full funding, and which

provides for initiation of site specific work at Louisiana Army Ammunition Plant not later than June 30, 1986.

**OTHER PROCUREMENT, ARMY**

The conferees agree to the following amounts for Other Procurement, Army:

[In thousands of dollars]

	Budget	House	Senate	Conference
Other Procurement, Army				
Tactical and Support Vehicles				
Tactical vehicles:				
Chassis trailer gen 2 1/2 ton 2W, M200A1 .....	7,600	7,600	7,600	7,600
Dolly set, trans shelter, 7 1/4 t. M1022 2 .....	5,500	5,500	5,500	5,500
Motorcycle, GED, 2W, rough terrain .....	5,600	2,000	.....	2,000
Semitrailer, BB/cont 34T M872 C/S .....	3,400	3,400	3,400	3,400
Semitrailer, LB, 12T M270A1-M269A1 .....	9,300	9,300	9,300	9,300
Semitrailer, low bed, 40T M870 (C/S) .....	12,200	12,200	12,200	12,200
Semitrailer, low bed HET, XM1000 .....	11,200	11,200	200	.....
Semitrailer, tank, 5000G .....	19,800	19,800	19,800	19,800
Trailer, cargo 3/4T, 2W, M101A2 W/E .....	5,300	5,300	5,300	5,300
Trailer, cargo, 1 1/2 T, 2W, M105A2 .....	11,100	11,100	11,100	11,100
Trailer tank water 400G 1 1/2 T 2W M149A1 .....	4,000	4,000	4,000	4,000
Hi mob multi-purpwhld veh (hmmvw) (myp) .....	326,000	313,914	326,000	313,914
Fast attack vehicle .....	3,100	.....	.....	.....
PY transfer reduction .....	.....	-7,400	.....	.....
(PY transfer) .....	.....	(7,400)	.....	.....
Small unit support vehicle (susv) .....	14,800	13,800	14,800	13,800
Truck, 5t, 6x6, abt (myp) .....	225,300	217,186	252,300	217,186
Truck, 10t, 8x8, abt (myp) .....	128,700	116,397	128,700	116,397
Truck, tractor, yard type, M878 (C/S) .....	3,100	3,100	3,100	3,100
Modification of in-service equipment .....	100	100	100	100
Shop equipment, auto maint & rep .....	900	900	900	900
Items less than \$900,000 (tac veh) .....	1,700	1,700	1,700	1,700
Non-tactical vehicles:				
Passenger carrying vehicles .....	30,000	30,000	30,000	30,000
General purpose vehicles .....	39,900	39,900	39,900	39,900
Special purpose vehicles .....	13,000	13,000	13,000	13,000
Support equipment and facilities:				
Spares and repair parts .....	135,200	135,200	135,200	135,200
<b>Total, tactical and support vehicles .....</b>	<b>1,016,800</b>	<b>969,197</b>	<b>1,024,100</b>	<b>965,397</b>
Communications and Electronics Equipment				
Telecomm equip—read comd comm:				
JCSE equipment (USREDCOM) .....	300	300	300	300
Classified project 9ww .....	14,200	14,200	14,200	14,200
Telecomm equip—joint tactical comm prog:				
Mod rcrd tfc term (mrtt) .....	39,900	8,500	36,200	36,200
DIG group multiplexer (DGM) .....	20,400	20,400	20,400	20,400
RPTR/term assmbigs .....	15,700	15,700	15,700	15,700
Radio terminals an/trc-170 .....	29,200	29,200	29,200	29,200
Unit level switches .....	31,400	.....	10,800	10,600
Com sys con el an/tyq-16 .....	15,900	15,900	15,900	15,900
DIG nsec vter ta-954 .....	4,000	4,000	4,000	4,000
ANDVT—tac term, cv-3591 .....	4,000	4,000	4,000	4,000
Lightweight digital facsimile .....	7,400	.....	.....	.....
MOB subscriber eq .....	335,300	335,300	.....	335,300
(PY transfer) .....	.....	.....	(238,000)	.....
MOD of in-svc eq (tri-tac) .....	22,500	22,500	22,500	22,500
Telecomm equip-combat support comm:				
Comm sys (htid) .....	8,500	.....	8,500	8,500
SINCGARS (roll) .....	231,300	172,951	102,300	102,300
SINCGARS (roll) (py transfer) .....	.....	(22,100)	.....	.....
Snap .....	.....	15,400	.....	15,400
Communications central, AN/TSC-99 .....	11,700	.....	11,700	.....
IMP hf radio family .....	26,600	20,100	26,600	26,600
PWR supply PP-6148/U .....	900	900	900	900
Radio set an/prc-70 .....	11,600	11,600	11,600	11,600

[In thousands of dollars]

	Budget	House	Senate	Conference
Antenna group OE-254.....	2,500	2,500	2,500	2,500
Small unit trans an/prc-68.....	1,000	1,000	1,000	1,000
Teletypewriter terminal an/ugc-74.....	4,200	4,200	4,200	2,100
MOD of in-svc equip (csc).....	26,000	11,800	26,000	18,900
RDF comm (s.w. Asia).....	19,500	19,500	19,500	19,500
Items less than \$900,000 (CSC-C-E).....	10,100	7,100	10,100	7,100
Spec ops comm sup elmt.....	7,300	6,341	11,330	11,330
Telecomm Equip—NMCS Wide Support, Army				
Telecomm Equip—Starcom Non-DCS:				
Ar Telecom auto pr (alcap).....	9,200	9,200	9,200	9,200
C-E facilities/projects.....	20,500	17,100	20,500	18,800
Southcom C3 upgrade.....	26,900	26,900	13,800	13,800
Electromag comp prog (emcp).....	600	600	600	600
Long-haul com (DCS):				
Autodin (DCS).....	4,800	4,800	4,800	4,800
Defense data network (DDN).....	6,500	6,500	6,500	6,500
Transmission media (eucom).....	16,200	16,200	16,200	16,200
Transmission media (pacom).....	30,900	30,900	30,900	30,900
WW tech con imp pr (WWTCIP).....	5,300	5,300	5,300	5,300
Telecomm equip—satcom-grd environ:				
Digital equipment (dscs).....	40,000	40,000	40,000	40,000
Interconnect facility (dscs).....	7,900	7,900	7,900	7,900
Jam resistant secure com (jrsc).....	22,900	19,585	22,900	19,585
Med sat term an/gsc.....	62,100	62,100	62,100	62,100
Sprd spec mul acc (dscs).....	23,000	17,970	23,000	17,970
Dscs operations control sys (docs).....	40,400	22,281	40,400	31,300
Mod in-svc equip (dscs).....	8,500	8,500	8,500	8,500
Mpk sat uhf term, an/psc-3.....	3,900	3,900	3,900	3,900
Veh sat uhf term, an/vsc-7.....	1,400	1,400	1,400	1,400
Single channel object tact term (scott).....	83,400	83,400	83,400	83,400
Mod in-svc equip (tac sat).....	53,400	53,400	53,400	53,400
Telecomm equip-eucom C3 system:				
Eucom C3 (mws).....	98,600	65,700	98,600	98,600
Eucom alternate spl hq (ash).....	11,500	7,700	11,500	7,700
Telecomm equip-comsec equipment:				
Auto key dc kgx-93/tsec.....	4,300	4,300	4,300	4,300
Sec. vo imprv prg (comsec).....	8,400	8,400	18,400	12,000
Loop key gen tsec/kg-82.....	2,100	2,100	2,100	2,100
Key var gen tsec/kg-83.....	400	400	400	400
Ded loop encryp dev kg-84.....	21,800	21,800	39,800	31,800
Tnk encrp dev tsec/kg-93.....	2,200	2,200	2,200	2,200
Tsec/kg-94.....	7,800	7,800	7,800	7,800
Int lev t set tsec/st-34.....	800	800	800	800
Dig sub voice tsec/ky-68.....	2,000	2,000	2,000	2,000
Tsec/ky-90.....	5,400	5,400	5,400	5,400
Key generator, tsec/kg-87.....	2,000	2,000	2,000	2,000
Comsec module, tsec/kgv-13.....	5,100	5,100	5,100	3,800
Freq module, kgv-10/tsec.....	18,200	13,900	1,000	13,900
Elec tran dev kyk-13/tsec.....	1,500	1,500	1,500	1,500
Net con dev kyx-15/tsec.....	1,800	1,800	1,800	1,800
Speech secur eq tsec/ky-57.....	31,500	31,500	56,200	35,000
Tsec/kyv-5 (vactor) secure equip.....	900	900	900	900
Tempest (comsec).....	1,100	1,100	1,100	1,100
Tsec/kgv-11/secure module.....	1,300	1,300	1,300	1,300
Umstead CC (ci-11-1).....	3,000	3,000	3,000	3,000
Umstead RT (ci-11-2).....	6,800	6,800	6,800	6,800
Batson II. tsec/ci-14.....	8,400	8,400	8,400	8,400
Items less than \$900,000 (comsec).....	4,500	4,500	4,500	4,500
Telecomm equip—base comm:				
Base comm (conus).....	34,600	34,600	34,600	34,600
Base comm (eucom).....	6,800	6,800	6,800	6,800
Base comm (pacom).....	4,000	4,000	4,000	4,000
Da comd+ con sys (daccs).....	10,300	10,300	10,300	10,300
Army opns ctr.....	5,000	5,000	5,000	5,000
Pentagon telecom ctr (ptc).....	9,800	9,800	9,800	9,800
Tmde for telecomm:				
Tmde modernization.....	27,000	27,000	27,000	27,000
Other elect sys/equip—intelligence support:				
Trailblazer.....	38,400	19,200	19,200	19,200
Tac elec surv sys.....	15,800	15,800	15,800	15,800
Manpack radio of system (mrdts).....	7,000	7,000	7,000	7,000

[In thousands of dollars]

	Budget	House	Senate	Conference
Team pack .....	6,000	6,000	6,000	6,000
Mod in ser eq (int spt) .....	20,200	20,200	20,200	20,200
Reserve tactical intel enhancement .....	900	900	900	900
Items less than \$900,000 (int spt-C-E) .....	4,700	4,700	4,700	4,700
Ft Devens training support .....	400	400	400	400
Trojan .....	5,300	5,300	5,300	5,300
Intelligence data handling system (idhs) .....	24,300	24,300	24,300	24,300
Tech recon and surv sys (tecras) .....	7,900	7,900	7,900	7,900
Items less than \$900,000 (gdp-C-E) .....	4,600	4,600	4,600	4,600
Other Elect Sys Equip—Gen Def Intel Prog				
Other Elect Sys/Equip—AUTO DATA PROCESS SYS:				
VERT INSTL AUTO BASELINE (VIABLE-BASOPS) .....	18,700	18,700	18,700	18,700
VERTICAL FORCE DEVELOP. MIS .....	6,300	6,300	6,300	6,300
BATTERY COMPUTER SYSTEM .....	17,700	17,000	17,700	17,700
ARMY DATA DISTRIBUTION SYSTEM-ADDS .....	21,600	21,600	21,600	21,600
USAREUR TACTICAL AUTOMATION .....	2,200	2,200	2,200	2,200
LIFE CYCLE SOFTWARE SUP. (ICSS) .....	3,500	3,500	3,500	3,500
ADPE FOR NON TAC MGT INFO SYS .....	9,400	22,700	33,000	32,900
ADPE FOR NON TAC MGT INFO SYS (PY TRANSFER) .....		(10,200)		
DIGITAL MESSAGE DEVICE .....	13,200			
FIRE SUPPORT TEAM DIGITAL MESSAGE .....	17,200	17,200	17,200	17,200
MANUEVER CONTROL SYS .....	72,300	10,687	72,300	60,000
MOD IN-SVC CMD/CONTROL (C2) .....	2,900	2,900	2,900	2,900
CORPS/THEATER ADP SVC CTR (CTASC) .....	8,900		8,900	
TACT ARMY CWBT COMPT SY (TACDS) .....	44,700	44,700	44,700	44,700
COMPUTER BALLISTICS: MORTAR XM-23 .....	6,000	6,000	6,000	6,000
CSS LOG APPLC AUTO MARK/READ SYMBS (LOG MA) .....	10,600	10,600	10,600	10,600
WW MIL COM & CONT SYS ADPE .....	7,100	7,100	7,100	7,100
UNIT LEVEL COMPUTER (ULC) .....	5,500	5,500	5,500	5,500
ADV FA TACTICAL DATA SYSTEM .....		25,574		25,574
AUDIO VISUAL:				
AFRTS (AUDIO VISUAL) .....	4,300	4,300	7,800	7,800
DIG STRG & RTRVL ENGRG DATA SYS (DSREDS) .....	25,300	25,300	24,300	24,300
ITEMS LESS THAN \$900,000 (A/V-C-E) .....	14,300	11,300	14,300	11,300
OTHER ELECT SYS/EQUIP - ELECTRONIC WARFARE:				
COUNTERMEASURES SET AN/TLQ-17A .....	5,700	5,700	5,700	5,700
TACJAM, AN/MLQ-34 .....	19,000	19,000	19,000	19,000
EW (HTLD) .....	5,200	5,200	5,200	5,200
MOD IN-SVC EQUIP (EW) .....	2,100	2,100	2,100	2,100
ITEMS LESS THAN \$900,000 (EW-C-E) .....	2,900	2,900	2,900	2,900
OTHER ELECT SYS/EQUIP—TACTICAL ELECTRONIC:				
CHARGER, RADIAC DETECTOR PP-4370/PD .....	3,800			
BATTERY CHARGER PP-7286/U .....	3,500	3,500	3,500	3,500
POWER SUPPLY, PP-6224 .....	1,900	1,900	1,900	1,900
COMPUTER/INDICATOR CP-696/PD .....	4,000	4,000	4,000	4,000
METEOROLOGICAL DATA SYS (FAMAS) .....	33,100	33,100	33,100	33,100
GROUND LASER LOCATOR DESIGNATOR (GLLD) .....	45,100	45,100	45,100	45,100
INTRUSION DETECTION DEVICES .....	16,600	16,600	16,600	16,600
NAVSTAR GLOBAL POSITIONING SYSTEM .....	9,700	2,400		9,700
NAVSTAR GLOBAL POSITIONING SYSTEM (PY TRANSFER) .....		(7,300)		
POSITION/AZIMUTH DETERMINING SYS (PADS) .....	36,400		36,400	20,000
TAM-6 NIGHT SIGHT MAINTENANCE FACILITY .....	4,200	4,200	4,200	4,200
AN/TAM-3 TEST SET, NIGHT VISION SIGHT .....	2,300	2,300	2,300	2,300
NIGHT VISION GOGGLES .....	65,000	65,000	65,000	65,000
NIGHT VISION SIGHT INDIV WPN AN/PVS-4 .....	9,900	9,900	9,900	9,900
POSITION LOCATION REPORTING SYS (PLRS) .....	45,100	45,100	45,100	45,100
RADIAC SET AN/VDR-2 .....	2,000	2,000	2,000	2,000
REMBASS .....	22,000	22,000	22,000	22,000
RPV TA/DESIGN AERIAL RECON SYS (TADARS) .....	134,600	66,000	66,000	66,000
TACTICAL DOSIMETER, IM-185 .....	2,400			
MODIFICATION OF IN-SERVICE EQ (TAC EL) .....	3,500	3,500	3,500	3,500
ITEMS LESS THAN \$900,000 (TACT ELEC-C-E) .....	14,500	9,500	14,500	9,500
TMDE FOR TACTICAL ELECTRONICS:				
TEST STA, ELECTRONIC EQUIP, AN/USM-410 .....	8,900	8,900	8,900	8,900
TMDE FOR STE/ICE .....	5,600	5,600	5,600	5,600
CORE ELECTRONIC AUTO TEST (STE-X) .....	8,500	8,500	8,500	8,500
OTHER ELECT SYS/EQUIP—SUP EQUIP AND FAC:				
SPARES AND REPAIR PARTS (TELECOM) .....	215,400	189,400	200,300	189,400
SPARES AND REPAIR PARTS (COMESC) .....	14,600	14,600	14,600	14,600
SPARES AND REPAIR PARTS (OTHER) .....	218,000	196,400	210,700	196,400
WAR RESERVE SPARES .....	32,800	18,000	32,800	18,000

[In thousands of dollars]

	Budget	House	Senate	Conference
SPECIAL PROGRAMS .....	95,000	95,000	95,000	95,000
QUICK RETURN ON INVESTMENT (QRIP) PGM .....	500	500	500	500
PRODUCTIVITY INVESTMENT FUNDING .....	40,700	40,700	40,700	40,700
PROD ENHANCING CAP INVESTMENT PROG (PECIP) .....	1,000	1,000	1,000	1,000
PRODUCTION BASE SUPPORT (C-E) .....	5,500	5,500	5,000	5,000
<b>TOTAL, COMMUNICATIONS AND ELECTRONIC EQUIPMENT .....</b>	<b>3,306,300</b>	<b>2,731,789</b>	<b>2,639,630</b>	<b>2,868,859</b>
Other Support Equipment				
CHEMICAL DEFENSIVE EQUIPMENT:				
SIM DET CHEM AGENT AUTO ALARM XM81 .....	4,700	4,700	4,700	4,700
DECONTAMINATE APP PWR DR LT WT XM17 .....	6,400	6,400	6,400	6,400
MASK, PROTECTIVE NBC .....	30,300	30,300	30,300	30,300
CHEMICAL AGENT MONITOR .....	19,400	19,400	19,400	19,400
SIMP COLL PROT EQUIP XM20 .....	3,900	3,900	3,900	3,900
MODULAR/COLL PROT EQUIP FOR VV AND S .....	3,100	3,100	3,100	3,100
GEN SET, SMOKE, MECH: PUL JET, XM157 .....	4,200	4,200	4,200	4,200
BRIDGING EQUIPMENT:				
BOAT, BRIDGE ERECTION, DE, 27 FT .....	25,400	25,400	25,400	25,400
BRIDGE, FLOAT-RIBBON, INTERIOR BAY .....	7,100	7,100	7,100	7,100
BRIDGE, FLAT-RIBBON, RAMP .....	3,800	3,800	3,800	3,800
BRIDGE, FLOAT-RIBBON, TRANSPORTER .....	18,000	18,000	18,000	18,000
ITEMS LESS THAN \$900,000 (BRIDGING) .....	900	900	900	900
ENGINEER (NON-CONSTRUCTION) EQUIPMENT:				
GEMSS AUX MINE DISPNSR XM138 (FLIPPER) .....	2,000	2,000	2,000	2,000
DISPENSER MINE XM139 .....	2,500	2,500	2,500	2,500
LAUCHER, MINE CLEARING LINE CHARGE .....	1,400	1,400	1,400	1,400
MARKING SYCS, CLEAR LANE .....	3,000	3,000	3,000	3,000
E DET SET, MINE, MET/NON-MET, AN/PRS-8 .....	8,100	8,100	8,100	8,100
MINE CLEARING ROLLER .....	3,500	3,500	3,500	3,500
REMOTE CONTROL UNIT (MOPMS) .....	4,600	4,600	4,600	4,600
M-9 ARMORED COMBAT EARTHMOVER (ACE) .....	65,000	30,000	42,400	42,400
M-9 ARMORED COMBAT EARTHMOVER (ACE) (PY TRANSFER) .....		(12,400)		
ITEMS LESS THAN \$900,000 (ENG NON COSTR) .....	1,900	1,900	1,900	1,900
COMBAT SERVICE SUPPORT EQUIPMENT:				
AIR CONDITIONERS VARIOUS SIZE/CAPACITIES .....	19,100	19,100	19,100	19,100
FIELD KITCHENS, MOBILE, TRL MTD .....	5,300	5,300	5,300	5,300
DIVING EQUIPMENT .....	400	400	400	400
FIRETRUCKS .....	8,600	8,600	8,600	8,600
TAG PRINTING AND BINDING EQUIPMENT .....	5,400	5,400	5,400	5,400
HALON RECHARGE SERVICE KIT .....	2,100	2,100	2,100	2,100
ITEMS LESS THAN \$900,000 (CCS-EQ) .....	10,000	10,000	10,000	10,000
MODIFICATIONS OF IN SERVICE EQUIP (CSE) .....	3,800	3,800	3,800	3,800
PETROLEUM EQUIPMENT:				
TANK ASSEMBLY FAB COLL POL 50000 G .....	5,100	5,100	5,100	5,100
TANK ASSEMBLY FAB COLLAPSIBLE POL 10000G .....	5,800	5,800	5,800	5,800
TANK UNIT TRLR MTD 600 GAL .....	1,900	1,900	1,900	1,900
PUMP ASSY LIQ GAS WHL 4 IN OUT 350 GPM .....	5,800	5,800	5,800	5,800
SWA PETROLEUM DISTRIBUTION SYSTEM .....	38,900	38,900	38,900	38,900
ITEMS LESS THAN \$900,000 (POL) .....	1,600	1,600	1,600	1,600
LOG UNIT PRODUCTIVITY SYS (LUPS) .....			53,700	
WATER EQUIPMENT:				
WTR PUR UNIT REV OS 200/3000 GPM TK MID .....	14,000	14,000	14,000	14,000
WATER PUR UNIT, REV OSMOSIS, 600GH .....	24,000	24,000	24,000	24,000
TACTICAL WATER DISTR SYS .....	8,300	8,300	8,300	8,300
TANK, FABRIC, COLL, WTR, SEMI-TRLR MTD .....	1,600	1,600	1,600	1,600
SMALL MOBILE WATER CHILLER (SMWC) .....	2,200	2,200	2,200	2,200
PUMP CENTRIFUGAL 65GPM .....	3,400	3,400	3,400	3,400
ITEMS LESS THAN \$900,000 (WATER EQ) .....	1,900	1,900	1,900	1,900
MEDICAL EQUIPMENT:				
DEPLOYABLE MEDICAL SYSTEM (DMS) .....	84,400	84,400	132,100	96,700
CBT SOP EQUIP MEDICAL .....	77,500	77,500	104,600	98,700
MEDICAL SUPPORT EQUIPMENT .....	83,900	83,900	83,900	83,900
MAINTENANCE EQUIPMENT:				
SHOP EQ CONTACT MAINTENANCE TK MTD (MP) .....	27,000	27,000	27,000	27,000
WELDING SHOP, TRAILER MTD .....	9,800	9,800	9,800	9,800
SHOP EQ ELECTRICAL RPR SEMI-TRL MTD .....	13,500	13,500	13,500	13,500
CALIBRATION SET SUPPORT .....	7,700	7,700	7,700	7,700
ITEMS LESS THAN \$900,000 (MAIN EQUIP) .....	9,500	9,500	9,500	9,500
CONSTRUCTION EQUIPMENT:				
TRACTOR FULL TRACKED LOW SPEED DD MED .....	26,400	26,400	26,400	26,400

[In thousands of dollars]

	Budget	House	Senate	Conference
SMALL EMPLACEMENT EXCAVATOR (SEE).....	25,300	25,300	25,300	25,300
ITEMS LESS THAN \$900,000 (CONSTRUCTION).....	7,700	7,700	7,700	7,700
RAIL FLOAT CONTAINERIZATION EQUIPMENT:				
LANDING, CRAFT, UTILITY.....	22,900	22,900	22,900	22,900
RO/RO DISCHARGE PLATFORM.....	11,800	11,800	11,800	11,800
CAUSEWAY SYSTEMS.....	13,400	13,400	13,400	14,400
MODIFICATIONS OF IN-SERV EQ (FLOAT/RAIL).....	1,000	1,000	1,000	1,000
ITEMS LESS THAN \$900,000 (FLOAT & RAIL).....	4,200	4,200	4,200	4,200
GENERATORS:				
GEN AND ASSOCIATED EQUIP.....	99,400	99,400	99,400	99,400
MATERIEL HANDLING EQUIPMENT:				
TRUCK, FORK LIFT, GE, PT, 6000 LB.....	13,500	13,500	13,500	13,500
TRUCK, FORK LIFT, GE, SRT, 2000 LB.....	2,900	2,900	2,900	2,900
TRUCK, FORK, DE, PT, RT, 6000 LB.....	26,300	18,000		
TRUCK, FORK LIFT, ELEC, SRT, 6000 LB.....	4,600	4,600	4,600	4,600
TRUCK, FORK LFT, ELC, SRT, FRT/SIDE LDR.....	2,000	2,000	2,000	2,000
TRUCK, FORK LIFT, ELEC, SRT, 4000 LB.....	12,900	12,900	12,900	12,900
65 TON CRANE.....	6,200	6,200	6,200	6,200
ITEMS LESS THAN \$900,000 (MHE).....	6,000	6,000	6,000	6,000
SPARES AND REPAIR PARTS.....	37,700	37,700	37,700	37,700
AREA ORIENTED DEPOT UPGRADE.....	73,800	63,800	63,800	63,800
VALUE ENGINEERING(VE).....	600	600	600	600
PROJECT RESHAPE (HQ DARCOM).....	14,600	6,000	6,000	6,000
PRODUCTION BASE SUPPORT (OTH).....	7,900	7,900	7,900	7,900
SPECIAL EQUIPMENT FOR USER TESTING.....	11,200	11,200	11,200	11,200
HOST NATION SUPPORT—EUROPE.....	58,200		58,200	41,000
NATIONAL TRAINING CTR SUP.....	13,300	13,300	13,300	13,300
SWA STAGING BASES.....	6,400	6,400	6,400	6,400
TRAINING DEVICES, NONSYSTEM.....	177,800	177,800	177,800	177,800
ARAPAHO.....		5,000		5,000
TOTAL OTHER SUPPORT EQUIPMENT.....	1,389,700	1,272,100	1,450,700	1,341,000
NON-CENTRALLY MANAGED ITEMS.....		105,300	105,300	105,300
INFLATION REESTIMATES FOR FY86.....		-5,000	-5,000	-5,000
PRIOR YEAR INFLATION SAVINGS.....		-174,000		
(PY TRANSFER).....		(174,000)		
PRIOR YEAR PROGRAM SAVINGS.....		-89,400		
(PY TRANSFER).....		(64,000)		
TOTAL, OTHER PROCUREMENT, ARMY.....	5,712,800	4,809,986	5,214,730	5,275,556
TRANSFER FROM OTHER ACCOUNTS.....		(297,400)	(238,000)	
TOTAL FUNDING AVAILABLE.....	5,712,800	5,107,386	5,452,730	5,275,556

**PRIOR YEAR SAVINGS**

The conferees recognize \$257,500,000 in prior year savings in Army Other Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**FIVE TON TRUCKS**

The conferees agree to the House allowance for procurement of five ton trucks and further agree that additional five ton trucks may be procured for the Army National Guard with funds appropriated under "National Guard and Reserve Equipment."

**XM-1000 SEMITRAILER**

The conferees deny without prejudice the budgeted procurement funding for the XM-1000 in recognition of program delays. If pro-

curement can be justified in fiscal year 1986, after successful completion of testing, a reprogramming will be considered.

**FREQUENCY MODULE, KGV-10/TSEC**

The conferees agree to provide \$13,900,000 as proposed by the House instead of the \$1,000,000 proposed by the Senate. The conferees direct the Army to apply excess funds available from these funds due to schedule slippages in the SINCGARS program to the purchase of KY-57 (Vinson) devices to provide additional communications security capability for the existing VRC-12 series radios which will now be retained longer.

**MODULAR RECORD TERMINAL**

The conferees recommend \$36,200,000 for a more cost effective alternative to the Single Subscriber Terminal, with the understanding that the Army already is evaluating such alternatives. The conferees direct that none of the recommended funds be obligated until the Army submits a report to the Defense Appropriations Subcommittees of each House including the results of the evaluation, a recommendation for a more cost effective program, and the rationale for such recommendation. The conferees agree that no funding is provided for modular tactical communications centers as proposed by the Senate.

**MOBILE SUBSCRIBER EQUIPMENT**

The conferees recommend \$335,000,000 for Mobile Subscriber Equipment as proposed by the House.

The conferees are concerned about the capability of the Army to manage the frequency and power management problems associated with the equipment of a mobile, cellular phone system in rapidly changing tactical situations where large numbers of other critical electronic emitter and receivers are used. The conferees therefore direct the Army to report by May 1, 1986 to the Defense Appropriations Subcommittees of the House and Senate on its plans to develop, demonstrate, and employ a frequency management capability for its mobile subscriber equipment.

**TELETYPEWRITER TERMINAL AN/UGC-74**

The conferees recommend \$2,100,000 for the Teletypewriter Terminal AN/UGC-74 Program and direct that none of these terminal be utilized in a program that provides for their operation solely as a printer.

**AN/USC-28 SATELLITE COMMUNICATIONS SET**

The conferees agree to provide \$19,585,000 for Jam Resistant Secure Communications and \$17,970,000 for Spread Spectrum Multiple Access modems (AN/USC-28) as proposed by the House. The conferees understand that the 1986 program requirements have already been purchased using excess fiscal year 1985 funds.

The conferees are concerned about the Department's long term plans for the development of a universal modem, and therefore direct the Department to submit a report to the Defense Appro-

priations Subcommittees of the House and Senate by April 1, 1986, including its plan for procurement and fielding of a universal modem, which fully considers the sizable sunk costs in existing hardware and software.

**COMSEC MODULE, TSEC/KGV-13**

The conferees recommend \$3,800,000 for COMSEC module, TSEC/KGV-13 with the understanding that a revised schedule will permit obligation of these funds in fiscal year 1986. The reduction from the budget request is based on an estimated downward revision in unit costs and is made without prejudice.

**MANEUVER CONTROL SYSTEM**

The conferees recommend \$60,000,000 for the Maneuver Control System (MCS). The conferees are concerned about the relatively high cost of military standard equipment and direct that provision of military standard equipment be limited to the training base and to the forward deployed and early deploying active component forces for the European, Korean, and Southwestern Asian Theaters. The conferees intend that (1) military standard equipment for these forces will be supplemented with nondevelopmental (NDI) equipment, (2) other active forces will be equipped entirely with NDI equipment, and (3) military standard equipment will be redistributed to the reserve component forces when the active forces are re-equipped under the Army Command and Control System (ACCS) program. The conferees direct that, to achieve greatest economy, priority should be given to acquiring the remaining military standard equipment in fiscal year 1986. For the remainder of the program equipment, procedures should be established to ensure that procurement and the ability to field this equipment is synchronized.

The conferees direct the Army to report to the Defense Appropriations Subcommittees of the House and Senate prior to obligation, but no later than March 1, 1986, on its proposed procurement and distribution plans of both military standard and NDI equipment for this program.

The conferees are aware that the MCS program has been developed and tested on an evolutionary basis and intend that the continuing development of the MCS will provide critical learning experience for the follow-on ACCS program. The conferees therefore direct that procurement be planned for completion in fiscal year 1987 and that fielding of this equipment be done expeditiously. An aggressive test and evaluation program should be established to ensure maximum transfer of MCS experience to the follow-on ACCS program. The success of this program is of interest to the conferees. Reports on its status should therefore be made from time to time to the Defense Appropriations Subcommittees of the House and Senate.

**FIRE SUPPORT SYSTEM MODERNIZATION**

The conferees agree to provide \$25,574,000 for maximizing the near fire support command and control fielded capabilities in ac-



cordance with a Congressionally-approved plan which will culminate in the ultimate system for the 1990's. However, the Army's Light Divisions are of primary and immediate concern. These Divisions have the unique mission requirement to deploy on short notice by air transport, fully prepared to carry out a variety of missions in low to high intensity conflicts. Since the Light Divisions currently have no automated fire support system, the conferees agree that these procurement funds are provided solely for the Light Divisions.

In response to repeated requests by Light Division Commanders for a Lightweight Fire Support System, the Army equipped the 9th Division with a system specifically designed for this mission in October 1985. This system will undergo Operational Testing between February and April 1986.

The Conferees direct the Army to report on the test results of the lightweight system test program, and submit a proposed overall transition plan for achieving near-term improvements to the fielded systems of both the Light and Heavy Divisions. Obligation of these funds is contingent on Congressional review of test results and approval of the transition plan.

#### POSITIONING/AZIMUTH DETERMINING SYSTEM

The conferees recommend \$20,000,000 for the Positioning/Azimuth Determining System (PADS) with the intention that a minimum production level for PADS be maintained for one year.

The conferees are concerned that the Army has no definite plan for the use of the various positioning/azimuth determining systems both currently in the inventory and in development. The conferees therefore direct the Army by March 1, 1986, to submit to the Defense Appropriations Subcommittees of the House and Senate a detailed and comprehensive report including a definition of the current and future roles of all positioning/azimuth determining systems in the inventory or underdevelopment, the procurement plans for each system by fiscal year, a cost-benefit analysis of life cycle costs supporting the planned use of each system, and a description and justification of plans for transition from one system to its successor system.

#### HOST NATION SUPPORT

The conferees recommend \$41,000,000 for Host Nation Support-Europe. This recommendation reflects the conferees' continued support of the Host Nation Support program, revised activation schedules, the offer of the German government to prefinance construction of facilities for activated units, and the availability of unobligated balances for this program appropriated in fiscal years 1984 and 1985.

The conferees agree with the Senate direction to restrict the use of funds only for the Host Nation Support program, and the House direction for the Army to submit a report on its plans to synchronize future estimates of requirements with activation schedules, and to include details in future budget requests on the relationship of requirements to activation and operational schedules.

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## AIRCRAFT PROCUREMENT, NAVY

The conferees agree to the following amounts for Aircraft Procurement, Navy:

[In thousands of dollars]

	Budget	House	Senate	Conference
AIRCRAFT PROCUREMENT, NAVY				
<b>BA-1 COMBAT AIRCRAFT:</b>				
A-6E (ATTACK) INTRUDER .....	202,582	293,282		293,282
(PY TRANSFER) .....			(202,582)	
A-6E (ATTACK) INTRUDER (AP-CY) .....	11,600	20,900		20,900
(PY TRANSFER) .....			(11,600)	
EA-6B (ELECTRONIC WARFARE) PROWLER .....	446,298	436,098		436,098
EA-6B (ELECTRONIC WARFARE) PROWLER (PY TRANSFER) .....		(3,400)		
EA-6B (ELECTRONIC WARFARE) PROWLER (AP-CY) .....	33,000	33,000	24,800	24,800
AV-8B (V/STOL) .....	892,459	637,259	821,459	821,459
AV-8B (V/STOL) (PY TRANSFER) .....		(139,200)		
AV-8B (V/STOL) (AP-CY) .....	86,569	86,569	86,569	86,569
F-14A (FIGHTER) TOMCAT .....	653,615	553,615	649,090	649,090
F-14A (FIGHTER) TOMCAT (AP-CY) .....	148,200	124,200	124,200	124,200
F/A-18 (FIGHTER) HORNET .....	2,493,741	2,153,741	2,267,900	2,267,900
F/A-18 (FIGHTER) HORNET (PY TRANSFER) .....		(118,000)		
F/A-18 (FIGHTER) HORNET (AP-CY) .....	268,130	210,130	210,130	210,130
CH/MH-53E (HELICOPTER) SUPER STALLION (MYP) .....	260,053	235,053	235,053	235,053
CH/MH-53E (HELICOPTER) SUPER STALLION (MYP) (AP-CY) .....	33,300	33,300	33,300	33,300
AH-1T (HELICOPTER) SEA COBRA .....	201,982	201,982	198,500	198,500
SH-60B (ASW HELO) SEAHAWK .....	315,580	202,980	250,080	249,980
SH-60B (ASW HELO) SEAHAWK (PY TRANSFER) .....		(47,000)		
SH-60B (ASW HELO) SEAHAWK (AP-CY) .....	54,900	54,900	54,900	54,900
CV ASW HELO (AP-CY) .....	30,000	30,000	30,000	30,000
P-3C (PATROL) ORION (MYP) .....	329,871	322,871		322,871
P-3C (PATROL) ORION (MYP) (AP-CY) .....	156,600	106,600		106,600
E-2C (EARLY WARNING) HAWKEYE .....	328,360	316,460		320,900
E-2C (EARLY WARNING) HAWKEYE (PY TRANSFER) .....		(6,000)	(320,900)	
E-2C (EARLY WARNING) HAWKEYE (AP-CY) .....	31,300	31,300		31,300
(PY TRANSFER) .....			(31,300)	
SH-2F (ASW HELO) SEASPRITE .....	69,900	60,900		60,900
<b>TOTAL, BA-1 COMBAT AIRCRAFT .....</b>	<b>7,048,040</b>	<b>6,145,140</b>	<b>5,482,979</b>	<b>6,578,732</b>
<b>BA-2 AIRLIFT AIRCRAFT:</b>				
UC-12B/CX .....	26,867	26,867	26,867	26,867
C-20A .....		40,000	40,000	40,000
C-2 (MYP) .....	134,936	134,936	134,936	134,936
C-2 (MYP) (AP-CY) .....	35,200	35,200	35,200	35,300
<b>TOTAL, BA-2 AIRLIFT AIRCRAFT .....</b>	<b>197,003</b>	<b>237,003</b>	<b>237,003</b>	<b>237,003</b>
<b>BA-3 TRAINER AIRCRAFT:</b>				
T-34C .....	49,431	24,731	24,731	24,731
ADVERSARY (F-16) .....	115,673	115,673	115,673	115,673
<b>TOTAL, BA-3 TRAINER AIRCRAFT .....</b>	<b>165,104</b>	<b>140,404</b>	<b>140,404</b>	<b>140,404</b>
<b>BA-4 OTHER AIRCRAFT:</b>				
E-6A .....	297,300	297,300		297,300
E-6A (AP-CY) .....	58,300	58,300		58,300
VH-60 .....	102,800	102,800	102,800	102,800
<b>TOTAL, BA-4 OTHER AIRCRAFT .....</b>	<b>458,400</b>	<b>458,400</b>	<b>102,800</b>	<b>458,400</b>
<b>BA-5 MODIFICATION OF AIRCRAFT:</b>				
A-3 SERIES .....	5,359	5,359	5,359	5,359
A-4 SERIES .....	16,972	10,272	10,272	10,272
A-6 SERIES .....	240,536	230,936	224,115	230,936
EA-6 SERIES .....	45,394	38,594	45,394	38,594
A-7 SERIES .....	29,983	10,783	7,569	7,569
AV-8 SERIES .....	8,123	8,123	8,123	8,123
F-4 SERIES .....	5,012	3,712	3,712	3,712
RF-4 SERIES .....	2,469	2,469	2,469	2,469
F-14 SERIES .....	158,752	158,752	158,752	158,752
F-8 SERIES .....	100	100	100	100

[In thousands of dollars]

	Budget	House	Senate	Conference
F-5 SERIES.....	1,682	1,682	1,682	1,682
OV-10 SERIES.....	51,506	51,506	51,506	51,506
F-18 SERIES.....	17,814	17,814	17,814	17,814
H-46 SERIES.....	136,995	134,995	134,995	134,995
H-53 SERIES.....	40,255	40,255	40,255	40,255
SH-60 SERIES.....	1,635	1,635	1,635	1,635
H-1 SERIES.....	75,419	75,419	75,419	75,419
H-2 SERIES.....	33,851	33,851	33,851	33,851
H-3 SERIES.....	97,990	96,690	96,690	96,690
EP-3 SERIES.....	38,531	38,531	38,531	38,531
P-3 SERIES.....	152,889	152,889	396,089	396,089
S-3 SERIES.....	284,291	293,591	284,291	293,591
E-2 SERIES.....	72,062	65,662	65,662	65,662
TRAINER A/C SERIES.....	5,283	4,983	4,983	4,983
EC-130 SERIES.....	6,471	6,471	6,471	6,471
C-130 SERIES.....	12,485	12,485	12,485	12,485
KC-TANKER CONVERSION.....			110,000	110,000
FEWSG.....	22,673	22,673	22,673	22,673
CARGO/TRANSPORT A/C SERIES.....	6,939	6,939	6,939	6,939
VARIOUS.....	15,625	15,625	4,625	4,625
POWER PLANT CHANGES.....	8,339	8,339	8,339	8,339
MISC FLT SAFETY/OPER NECESSITY CHANGES.....	4,334	4,334	4,334	4,334
COMMON ECM EQUIPMENT.....	242,021	242,021	165,368	192,021
COMMON AVIONICS CHANGES.....	23,927	23,927	23,927	23,927
UNDISTRIBUTED REDUCTION.....		-30,000		
<b>TOTAL, BA-5 MODIFICATION OF AIRCRAFT.....</b>	<b>1,865,717</b>	<b>1,791,417</b>	<b>2,074,429</b>	<b>2,110,403</b>
<b>BA-6 AIRCRAFT SPARES:</b>				
SPARES AND REPAIR PARTS.....	1,463,662	1,325,162	1,425,162	1,325,162
SPARES AND REPAIR PARTS (PY TRANSFER).....		(100,000)		
<b>BA-7 AIRCRAFT SUPPORT EQUIPMENT AND FACIS:</b>				
COMMON GROUND EQUIPMENT.....	684,820	684,820	668,520	668,520
AIRCRAFT INDUSTRIAL FACILITIES.....	57,132	57,132	57,132	57,132
WAR CONSUMABLES.....	65,042	65,042	60,242	60,242
OTHER PRODUCTION CHARGES.....	57,680	55,980	55,980	55,980
UNDISTRIBUTED REDUCTION.....		-64,800		-67,000
<b>TOTAL, BA-7 AIRCRAFT SUPPORT EQUIPMENT AND FACIS.....</b>	<b>864,674</b>	<b>798,174</b>	<b>841,874</b>	<b>774,874</b>
INFLATION REESTIMATES FOR FY86.....		-15,000	-15,000	-15,000
INFLATION PREMIUM, FY86.....		-253,300	-253,300	-253,300
FY85 INFLATION FAIRNESS ADJUSTMENT.....		-181,000		-181,000
(PY TRANSFER).....		(181,000)		
<b>TOTAL, AIRCRAFT PROCUREMENT, NAVY.....</b>	<b>12,062,600</b>	<b>10,446,400</b>	<b>10,289,651</b>	<b>11,175,678</b>
TRANSFER FROM OTHER ACCOUNTS.....		(594,600)	(566,382)	
<b>TOTAL FUNDING AVAILABLE.....</b>	<b>12,062,600</b>	<b>11,041,000</b>	<b>10,856,033</b>	<b>11,175,678</b>

**PRIOR YEAR SAVINGS**

The conferees recognize \$551,300,000 in prior year savings in Navy Aircraft Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**CH-53E HEAVY LIFT HELICOPTER**

The conferees agree that the CH-53E engines be procured under a multiyear contract as proposed by the House.

**P-3C ANTISUBMARINE WARFARE AIRCRAFT**

The conferees agree to an allowance of \$322,871,000 to procure nine P-3C aircraft and \$106,600,000 for P-3C advance procurement.

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The conferees direct that six of the nine P-3C aircraft shall be for the Naval Reserve.

#### NAVY TANKER AIRCRAFT

The conferees agree with the Senate allowance of \$110,000,000 for tanker aircraft modifications to support deployed carrier based fighter aircraft. The conferees believe the conversion of used commercial aircraft into tankers is substantially less costly than the procurement of new tanker aircraft. Accordingly, the conferees direct the Navy to request bids for used commercial aircraft that can be converted into aerial refueling tankers.

#### P-3C AIRCRAFT MODIFICATIONS

The conferees agree to the allowance of \$396,089,000 for P-3C modifications. With respect to the P-3C modification program, the conferees direct the Department, with the available funds, to procure 33 additional update III modification kits for a total of 48 aircraft; to allot \$27,500,000 to procure AN/AQA-7 systems with expanded channel capacity and compatibility with the planned advanced acoustic sensors. The conferees direct the Navy to procure sufficient test models of both the AN/AQA-7 improved processor system and improved display system in order to determine fleet operability and suitability. Upon completion of this evaluation, the Navy should obtain the technical data package and compete future procurements. Additionally, the conferees direct that \$3,000,000 be made available to modify P-3A aircraft to be turned over to the Customs Service for drug interdiction.

#### WEAPONS PROCUREMENT, NAVY

The conferees agree to the following amounts to Weapons Procurement, Navy:

[In thousands of dollars]

	Budget	House	Senate	Conference
WEAPONS PROCUREMENT, NAVY				
BA-1 BALLISTIC MISSILES:				
BALLISTIC MISSILES:				
UGM-73A (C-3) POSEIDON .....	5,001	5,001	5,001	5,001
UGM-96A (C-4) TRIDENT I .....	66,226	36,226	36,226	36,226
TRIDENT II .....	312,686	312,686	312,686	312,686
TRIDENT II (AP-CY) .....	269,300	269,300	269,300	269,300
MODIFICATION OF MISSILES:				
UGM-73A (C-3) POSEIDON MODS .....	15,006			
SUPPORT EQUIPMENT AND FACILITIES:				
MISSILE INDUSTRIAL FACILITIES .....	4,501	4,501	4,501	4,501
ASTRONAUTICS .....	12,606	12,606	12,606	12,606
TOTAL, BA-1 BALLISTIC MISSILES .....	685,326	640,320	640,320	640,320
BA-2 OTHER MISSILES:				
STRATEGIC MISSILES:				
BGM-109 TOMAHAWK .....	670,204	670,204	670,204	670,204
BGM-109 TOMAHAWK (AP-CY) .....	64,600	54,600	54,600	54,600
TACTICAL MISSILES:				
AIM/RIM-7 F/M SPARROW .....	359,200	345,379	359,200	359,200
AIM/RIM-7 F/M SPARROW (AP-CY) .....	9,500			
AIM-9L/M SIDEWINDER .....	85,800	125,800	125,800	125,800
AIM-9L/M SIDEWINDER (AP-CY) .....	8,000			

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[In thousands of dollars]

	Budget	House	Senate	Conference
AIM-54A/C (PHOENIX) .....	343,600	250,700	343,600	343,600
AIM-54A/C (PHOENIX) (AP-CY) .....	38,300	24,800	24,800	24,800
AGM-84A HARPOON .....	314,873	314,873	314,873	314,873
AGM-88A HARM .....	258,000	236,000	242,214	236,000
SM-1 MR .....	26,438	17,738	20,300	20,300
SM-1 MR (AP-CY) .....	9,500			
SM-2 MR .....	509,719	509,719	509,719	509,719
SM-2 ER .....	312,235	312,235	303,200	303,200
RAM .....	44,713	15,000		
SIDEARM .....	20,500	20,500	30,500	30,500
HELLFIRE .....	55,068	55,068	51,768	51,768
LASER MAVERICK .....	194,258	173,458	173,458	173,458
IIR MAVERICK .....	27,809	27,809	27,809	27,809
AERIAL TARGETS .....	105,600	105,600	105,600	105,600
DRONES AND DECOYS .....	29,400	29,400	29,400	29,400
OTHER MISSILE SUPPORT .....	12,309	12,309	12,309	12,309
MODIFICATION OF MISSILES:				
TOMAHAWK MODS .....	2,500	2,500	2,500	2,500
AIM/RIM-7E/F SPARROW MOD .....	2,302	2,302	2,302	2,302
AIM-9 SIDEWINDER MOD .....	30,317	20,317	25,271	20,317
AIM-54A/C PHOENIX MOD .....	13,205	13,205	13,205	13,205
AGM-84A HARPOON MOD .....	9,507	9,507	9,507	9,507
STANDARD MISSILES MOD .....	17,102	17,102	21,802	17,102
SUPPORT EQUIPMENT AND FACILITIES:				
WEAPONS INDUSTRIAL FACILITIES .....	18,908	18,908	24,908	24,908
FLEET SATELLITE COMMUNICATIONS .....	56,300	56,300	56,300	56,300
DEFENSE METEOROLOGICAL SATELLITE PROGRAM .....	8,802	5,002	5,002	5,002
ORDNANCE SUPPORT EQUIPMENT:				
ORDNANCE SUPPORT EQUIPMENT .....	71,889	16,289	16,289	16,289
TOTAL, BA-2 OTHER MISSILES .....	3,730,458	3,462,624	3,576,440	3,560,572
BA-3 TORPEDOES AND RELATED EQUIPMENT:				
TORPEDOES AND RELATED EQUIPMENT:				
TORPEDO MK-48 ADCAP .....	417,437	417,437	417,437	417,437
TORPEDO MK-46 (MYP) .....	105,515	101,515	101,515	101,515
TORPEDO MK-46 (MYP) (AP-CY) .....	23,600	23,600	23,600	23,600
MK-60 CAPTOR .....		58,600		58,600
MOBILE TARGET MK-30 (MYP) .....	20,600	16,600	18,600	18,600
MK-38 MINI MOBILE TARGET .....	3,499	3,499	3,499	3,499
ASROC .....	15,551	15,551	15,551	15,551
MOD OF TORPEDOES AND RELATED EQUIP:				
MOBILE MINE MK-67 .....	23,727		3,714	3,714
MOBILE MINE MK-67 (PY TRANSFER) .....		(22,600)		
TORPEDO MK-46 MODS (MYP) .....	91,935	85,735	85,735	85,735
TORPEDO MK-46 MODS (MYP) (AP-CY) .....	8,400	8,400	8,400	8,400
CAPTOR MODS .....	15,705	15,705	15,705	15,705
SWIMMER WEAPONS SYSTEM .....	1,501	1,501	1,501	1,501
SUPPORT EQUIPMENT:				
TORPEDO SUPPORT EQUIPMENT .....	47,417	47,417	47,417	47,417
ASW RANGE SUPPORT .....	23,158	23,158	23,158	23,158
TOTAL, BA-3 TORPEDOES AND RELATED EQUIPMENT .....	798,045	819,718	765,832	825,432
BA-4 OTHER WEAPONS:				
GUNS AND GUN MOUNTS:				
MK-15 CLOSE IN WEAPONS SYSTEM .....	150,146	150,146	150,146	150,146
MK-75 76MM GUN MOUNT .....	20,005	15,005	17,905	17,905
MK-19/40MM MACHINE GUN .....	1,196	1,196	1,196	1,196
25MM GUN MOUNT .....	5,501	5,501	5,501	5,501
SMALL ARMS AND WEAPONS .....	11,305	11,305	11,305	11,305
MODIFICATION OF GUNS AND GUN MOUNTS:				
CWS MODS .....	37,111	37,111	37,111	37,111
5"/54 GUN MOUNT MODS .....	14,104	14,104	14,104	14,104
3"/50 GUN MOUNT MODS .....	700	700	700	700
MK 75 76MM GUN MOUNT MODS .....	4,201	4,201	4,201	4,201
MODS UNDER \$900,000 .....	2,001	2,001	2,001	2,001
SUPPORT EQUIPMENT:				
GUN SUPPORT EQUIPMENT .....	1,200	1,200	1,200	1,200
TOTAL, BA-4 OTHER WEAPONS .....	247,470	242,470	245,370	245,370

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>BA-5 SPARES &amp; REPAIR PARTS:</b>				
SPARES AND REPAIR PARTS.....	166,601	166,601	166,601	166,601
UNDISTRIBUTED REDUCTION.....		-25,000		-12,500
INFLATION REESTIMATES FOR FY86.....		-7,000	-7,000	-7,000
INFLATION PREMIUM, FY86.....		-119,000		-119,000
PRIOR YEAR PROGRAM SAVINGS.....		-15,000	-15,000	
(PY TRANSFER).....		(15,000)	(15,000)	
FY85 INFLATION FAIRNESS ADJUSTMENT.....		-72,000		-72,000
(PY TRANSFER).....		(72,000)		
TOTAL, WEAPONS PROCUREMENT, NAVY.....	5,627,900	5,093,733	5,372,563	5,227,795
TRANSFER FROM OTHER ACCOUNTS.....		(109,600)	(15,000)	
TOTAL FUNDING AVAILABLE.....	5,627,900	5,203,333	5,387,563	5,227,795

**PRIOR YEAR SAVINGS**

The conferees recognize \$15,000,000 in prior year savings in Navy Weapons Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**PHOENIX**

The conferees agree to provide \$343,600,000 for Phoenix missiles as proposed by the Senate, instead of \$250,700,000 as proposed by the House.

The House had deleted \$92,900,000 requested in the budget for establishing a second source to produce Phoenix missiles. The Senate had included those funds. The conferees agree with the Senate position with the following provisos:

1. The results of the Phase II analysis of Phoenix second sourcing now being conducted by the Navy are to be submitted to the Committees on Appropriations of the House and Senate, supported by an OSD GAIG review of the analysis, and by written proposals from prospective second source suppliers.

2. The Secretary of Defense is to provide certification that the underlying procurement program for Phoenix is supportable in the current five-year defense plan.

3. No more than \$60,000,000 of the \$92,900,000 may be obligated or expended for long lead materials and test equipment associated with second sourcing. The remaining \$32,900,000 may not be obligated or expended until pending reprogramming action FY 85-65PA has been approved by the Congress. Consideration of that reprogramming will be made following receipt of the documentation cited in points 1 and 2, above.

4. If the Phase II analysis does not clearly support the establishment of a second source, all materials purchased with the \$60,000,000 hereby released shall be applied to fiscal year 1988 procurement, with corresponding reductions in the fiscal year 1987 request.

The conferees emphasize their agreement with, and commitment to, competition in defense procurements. On the other hand, it is

reasonable to require study and analysis which firmly show that the considerable expense of establishing a second source will be more than offset by reductions in future prices.

#### STANDARD MISSILE

The conferees agree to provide \$20,300,000 for Standard Missile-1, Medium Range as proposed by the Senate instead of \$17,738,000 as proposed by the House. This includes funds for the final year of the SM-1 motor multiyear procurement. These motors will be used for the SM-1 modification program.

#### ROLLING AIRFRAME MISSILE

The conferees agree to provide no funds for Rolling Airframe Missile (RAM) as proposed by the Senate, instead of \$15,000,000 as proposed by the House. The conferees note the availability of unobligated prior year funds in the RAM program which can be used for production preparation. As an indication of support for RAM, the conferees have agreed to provide the full budgeted amount for RAM development in the RDT&E, Navy, appropriation. The conferees also deleted, without prejudice, the initial production funding for RAM launchers and fire controls as proposed by the Senate.

#### MK-67 SUBMARINE LAUNCHED MOBILE MINE

The conferees agree to provide \$3,714,000 for the MK-67 Submarine Launched Mobile Mine as proposed by the Senate. The conferees are concerned about the slippage in deliveries and the technical problems associated with this important program. The conferees are hopeful that the Navy will get this program back on track in the near future. Once this is accomplished, the conferees would consider a reprogramming action to maintain program continuity during the fiscal year 1986 delivery period.

#### SHIPBUILDING AND CONVERSION, NAVY

The conferees agree to the following amounts for Shipbuilding and Conversion, Navy:

(In thousands of dollars)

	Budget	House	Senate	Conference
SHIPBUILDING AND CONVERSION, NAVY				
BA-1 FLEET BALLISTIC MISSILE SHIPS:				
TRIDENT (NUCLEAR) .....	1,283,600	816,700	1,196,600	1,196,600
TRIDENT (NUCLEAR) (PY TRANSFER) .....		(373,900)		
TRIDENT (NUCLEAR) (AP-CY) .....	248,200	248,200	158,100	158,100
TOTAL, BA-1 FLEET BALLISTIC MISSILE SHIPS .....	1,531,800	1,064,900	1,354,700	1,354,700
BA-2 OTHER WARSHIPS:				
SSN-688 CLASS SUBMARINE (NUCLEAR) .....	2,123,200	1,954,000	2,123,200	2,123,200
SSN-688 CLASS SUBMARINE (NUCLEAR) (PY TRANSFER) .....		(159,200)		
SSN-688 CLASS SUBMARINE (NUCLEAR) (AP-CY) .....	585,200	585,200	486,400	486,400
BATTLESHIP REACTIVATION .....				469,000
BATTLESHIP REACTIVATION (PY TRANSFER) .....		(469,000)		
BATTLESHIP REACT (AP-CY) .....	53,500			
BATTLESHIP REACT (AP-CY) (PY TRANSFER) .....			(53,500)	
CY SLEP (AP-CY) .....	133,400	133,400	52,000	52,000
CG-47 AEGIS CRUISER (MYP) .....	133,400	133,400	52,000	52,000

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[In thousands of dollars]

	Budget	House	Senate	Conference
CG-47 AEGIS CRUISER (MYP) (PY TRANSFER) .....		(585,200)		
CG-47 AEGIS CRUISER (MYP) (AP-CY) .....	14,600	14,600	14,600	14,600
DDG-51 (AP-CY) .....	164,300		14,700	74,000
DDG-51 (AP-CY) (PY TRANSFER) .....		(124,000)		
TOTAL, BA-2 OTHER WARSHIPS .....	5,825,800	4,745,400	5,328,800	5,857,100
BA-3 AMPHIBIOUS SHIPS:				
LSD-41 LANDING SHIP DOCK .....	414,400	384,500		403,400
LSD-41 LANDING SHIP DOCK (PY TRANSFER) .....		(18,900)	(404,600)	
LHD-1 AMPHIBIOUS ASSAULT SHIP .....	1,148,600	1,110,100	1,148,600	1,148,000
LHD-1 AMPHIBIOUS ASSAULT SHIP (PY TRANSFER) .....		(37,900)		
LHD-1 AMPHIBIOUS ASSAULT SHIP (AP-CY) .....	358,600	165,600	165,600	165,600
TOTAL, BA-3 AMPHIBIOUS SHIPS .....	1,921,600	1,660,200	1,314,200	1,717,000
BA-4 MINE WARFARE + PATROL SHIPS:				
MCM MINE COUNTERMEASURES SHIP .....	334,100		197,200	197,200
(PY TRANSFER) .....			(80,600)	
MCM MINE COUNTERMEASURES SHIP (AP-CY) .....		15,000		
MSH-1 COASTAL MINE HUNTER .....	184,500	184,500	184,500	185,500
TOTAL, BA-4 MINE WARFARE + PATROLS SHIPS .....	518,600	199,500	381,700	381,700
BA-5 AUXILIARIES, CRAFT + PY PROG COSTS:				
TAO FLEET OILER .....	328,500	197,900	263,300	278,500
TAO FLEET OILER (PY TRANSFER) .....		(80,600)		
TAGOS SURTASS SHIP .....	113,900	60,900	113,900	113,900
TAGOS SURTASS SHIP (PY TRANSFER) .....		(28,700)		
TAGOS SURTASS SHIP (AP-CY) .....	1,200		1,200	1,200
TAG ACOUSTIC RESEARCH SHIP .....	68,900		40,000	57,000
TAG ACOUSTIC RESEARCH SHIP (PY TRANSFER) .....		(40,000)		
ARTB NUCLEAR REACTOR TRAINING SHIP CONV .....	26,500	26,500	190,000	175,400
TACS CRANE SHIP (CONV) .....	82,500	74,000	74,000	82,500
TACS CRANE SHIP (CONV) (PY TRANSFER) .....		(8,500)	(8,500)	
TAVB (CONV) .....	26,900	26,900	26,900	26,900
LCAC LANDING CRAFT .....	276,200	276,200		276,200
(PY TRANSFER) .....			(276,200)	
LCAC LANDING CRAFT (AP-CY) .....	30,800	30,800		30,800
(PY TRANSFER) .....			(30,800)	
STRATEGIC SEALIFT .....	203,400	173,100		228,400
STRATEGIC SEALIFT .....	203,400	173,100		228,400
STRATEGIC SEALIFT (PY TRANSFER) .....		(55,300)	(203,400)	
SERVICE CRAFT .....	79,500	41,800	37,700	62,700
SERVICE CRAFT (PY TRANSFER) .....		(37,700)		
LANDING CRAFT .....	34,400		34,400	
LANDING CRAFT (PY TRANSFER) .....		(11,000)		
OUTFITTING .....	228,500	228,500	228,500	228,500
POST DELIVERY .....	112,600	84,000	112,600	112,600
POST DELIVERY (PY TRANSFER) .....		(28,600)		
COST GROWTH .....			97,000	97,000
TOTAL, BA-5 AUXILIARIES, CRAFT + PY PROG COSTS .....	1,613,800	1,220,600	1,219,500	1,771,600
INFLATION PREMIUM, FY86 .....		-241,700		-241,700
TOTAL, SHIPBUILDING AND CONVERSION, NAVY .....	11,411,600	8,648,900	9,598,900	10,840,400
TRANSFER FROM OTHER ACCOUNTS .....		(2,058,500)	(1,057,600)	
TOTAL FUNDING AVAILABLE .....	11,411,600	10,707,400	10,656,500	10,840,400

## PRIOR YEAR SAVINGS

The conferees recognize \$1,999,300,000 in prior year savings in Navy Shipbuilding & Conversion. The sources and uses of these savings are identified in this Statement of the Managers under the hearing "Availability of Unobligated Balances."



**CG-47 AEGIS CRUISER**

The conferees agree to an allowance of \$2,637,900,000 to procure three CG-47 AEGIS Cruisers.

The conferees also include bill language which directs the Navy to select a second source, by the most expeditious means available, for the SPY-1 radar, AEGIS combat system components, shipyard/shipboard and production test center integration, AEGIS color graphic display systems, solid state frequency converters and propellers.

It is the conferees' intention that the necessary funds be made available for the second source selection to be fully established in order to begin competition between the current sole source contractors and the second source contractors in fiscal year 1988 provided that any such selection shall not adversely affect the CG-47 and DDG-51 shipbuilding program schedule and costs.

It is also the conferees' intention that this second source procurement direction include the DDG-51 destroyer program.

**DDG-51 DESTROYER**

The conferees agree to an allowance of \$74,000,000 for DDG-51 advance procurement. The advance procurement funds shall be available only for acquisition of components which require excessive production lead times to support early delivery of the fiscal year 1987 DDG-51 ships. The Navy is optimistic that DDG-51 construction time will be shortened compared to the CG-47 ships. Consequently the outyear budget plan should be realigned to assure compliance with the full funding policy. To the extent that future advance funding estimates exceed the amount of this allowance, the Navy should revise its budget plan to reflect full funding instead of major component incremental financing. Adoption of this financial benchmark will demonstrate the validity of estimated construction schedule improvements.

In its review of prior year funds, the conferees learned that significant cost growth could be incurred on the DDG-51 lead ship due to propulsion system price increases. As a result of testing delays on the Rankine Cycle Energy Recovery System (RACER), the ship construction schedule could slip more than a year and cost increases may be incurred in excess of 15 percent of basic construction cost. In view of the cost and schedule impact, Navy should discontinue plans for RACER installation on the lead ship. Concurrent with the ongoing RACER test program, the Navy should continue development of RACER installation plans for future Navy ship construction programs.

**MCM MINE COUNTERMEASURES SHIPS**

The conferees agree to the allowance of \$197,200,000 for the construction of two MCM mine countermeasures ships. The conferees, in accord with the Navy's revised program, direct the Department to utilize fiscal year 1985 MCM funds to permit a three-ship acquisition program in fiscal year 1986.

**T-AGOS OCEAN SURVEILLANCE SHIPS**

The conferees agree to the Senate position which approves the construction of one monohull vessel and one SWATH hull vessel provided that the contract obligation for engines will be deferred until the Navy has determined which ship type has been selected for the fiscal year 1986 and 1987 construction plans.

**SERVICE CRAFT**

The conferees agree to the allowance of \$62,700,000 for service craft programs. The conferees also agree that \$25,000,000 of the allotted service craft funds is intended to be the ceiling price for the torpedo range tender which is to be designed to commercial standards. The conferees also agree that the obligation of these funds is subject to authorization approval.

**STRATEGIC SEALIFT**

The conferees agree to the allowance of \$228,400,000 for the Strategic Sealift program. Of the amounts available, the Navy may use funds to reengine and modernize vessels procured. Upon enactment of legislation authorizing a "Mariner Fund" for the construction and charter of commercial vessels, the conferees, agree that the Navy may charter any vessels modernized through these strategic sealift funds, provided such authority is granted. It is the conferees intent to begin the charter program as soon as possible after authorization is enacted thereby generating early revenues to the Marine Fund. Approval for modernization of vessels procured under this section should be considered an exception, not a precedent.

**COST GROWTH**

The conferees agree to an allowance of \$97,000,000 to cover the cost overruns associated with the MCM mine countermeasures ship program as proposed by the Senate.

**FFG-7 GUIDED MISSILE FRIGATE**

The conferees agree to the bill language proposed by the Senate which formally completes the funding transfer of \$40,000,000 to the FFG-61 program and removes the legislative restriction.

**OTHER PROCUREMENT, NAVY**

The Conferees agree to the following amounts for Other Procurement, Navy:

[In thousands of dollars]

	Budget	House	Senate	Conference
OTHER PROCUREMENT, NAVY				
BA-1 SHIP SUPPORT EQUIPMENT:				
SHIP PROPULSION EQUIPMENT:				
LM-2500 GAS TURBINE .....	13,335	13,335	13,335	13,335
ALLISON 501K GAS TURBINE .....	15,534	15,534	15,534	15,534
LM2500 SPECIAL SUPPORT EQUIPMENT .....	940	940	940	940

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[In thousands of dollars]

	Budget	House	Senate	Conference
STEAM PROPULSION IMPROVEMENT PROGRAM .....	6,830	6,830	6,830	6,830
OTHER PROPULSION EQUIPMENT .....	19,903	19,903	19,903	19,903
OTHER PROPULSION EQUIPMENT (PY TRANSFER) .....		(391)		
GENERATORS:				
OTHER GENERATORS .....	15,997	15,997	15,997	15,997
PUMPS:				
OTHER PUMPS .....	11,573	11,573	11,573	11,573
AIR COMPRESSORS:				
HIGH PRESSURE AIR COMPRESSOR .....	3,336	3,336	3,336	3,336
PROPELLERS:				
SUBMARINE PROPELLERS .....	3,018	3,018	3,018	3,018
OTHER PROPELLERS AND SHAFTS .....	11,492	11,492	10,492	10,492
NAVIGATION EQUIPMENT:				
ELECTRICALLY SUSPENDED GYRO NAVIGATOR .....	36,818	36,818	36,818	36,818
CARRIER NAVIGATION SYSTEM .....	9,499			6,296
CARRIER NAVIGATION SYSTEM (PY TRANSFER) .....		(6,296)		
OTHER NAVIGATION EQUIPMENT .....	16,070	16,070	16,070	16,070
UNDERWAY REPLENISH EQUIP:				
UNDERWAY REPLENISHMENT EQUIPMENT .....	8,457	8,457	8,457	8,457
PERISCOPES:				
TYPE 18 PERISCOPE .....	16,200	16,200	16,200	16,200
TYPE 8 PERISCOPES .....	143	143	143	143
PERISCOPES AND ACCESSORIES .....	5,399	5,399	5,399	5,399
OTHER SHIPBOARD EQUIPMENT:				
FIREFIGHTING EQUIPMENT .....	5,093	5,093	5,093	5,093
COMMAND AND CONTROL SWITCHBOARDS .....	10,585	10,585	10,585	10,585
POLLUTION CONTROL EQUIPMENT .....	9,286	9,286	9,286	9,286
SUBMARINE SILENCING EQUIPMENT .....	18,032	18,032	18,032	18,032
SURFACE SHIP SILENCING EQUIPMENT .....	3,379	3,379	3,379	3,379
SUBMARINE BATTERIES .....	8,267	8,267	8,267	8,267
STRATEGIC PLATFORM SUPPORT EQUIPMENT .....	56,455	56,455	56,455	56,455
DSSP EQUIPMENT .....	11,262	11,262	11,262	11,262
SEALIFT SUPPORT EQUIPMENT .....	58,972	70,972	58,972	70,972
MINESWEEPING CABLE .....	5,669	5,669	5,669	5,669
HM + E ITEMS UNDER 900K .....	10,752	10,752	10,752	10,752
SURFACE IMA .....	6,986	6,986	6,986	6,986
RADIOLOGICAL CONTROLS .....	2,317	2,317	2,317	2,317
MINI/MICROMINI ELECTRONIC REPAIR .....	1,028	1,028	1,028	1,028
CHEMICAL WARFARE DETECTORS .....	15,386	15,386	15,386	15,386
SUBMARINE LIFE SUPPORT SYSTEM .....	13,429			6,500
SUBMARINE LIFE SUPPORT (PY TRANSFER) .....		(6,500)		
HM&E ENGINEERED MAINTENANCE .....	8,407	8,407	8,407	8,407
REACTOR PLANT EQUIPMENT:				
REACTOR POWER UNITS .....	163,368	163,368	163,368	163,368
REACTOR COMPONENTS .....	227,754	227,754	227,754	227,754
OCEAN ENGINEERING:				
MAN IN THE SEA .....	868	868	868	868
DIVING AND SALVAGE EQUIPMENT .....	8,250	8,250	8,250	8,250
DIVING AND SALVAGE EQUIPMENT (PY TRANSFER) .....		(779)		
NAVAL SPECIAL WARFARE EQUIPMENT .....	30,797	30,797	30,797	30,797
SMALL BOATS:				
SMALL BOATS .....	14,777	14,777	14,777	14,777
TRAINING EQUIPMENT:				
NEW SHIPS TRAINING EQUIP .....	19,572	19,572	19,572	19,572
OTHER SHIPS TRAINING EQUIPMENT .....	10,876	10,876	10,876	10,876
PRODUCTION FACILITIES EQUIPMENT:				
CALIBRATION EQUIPMENT .....	1,052	1,052	1,052	1,052
PRODUCTION SUPPORT FACILITIES .....	5,794	5,794	5,794	5,794
TOTAL, BA-1 SHIP SUPPORT EQUIPMENT .....	922,957	910,840	898,619	923,806
BA-2 COMMUNICATIONS + ELECTRONICS EQUIPMENT:				
SHIP RADARS:				
AN/SPS-67 .....	9,207	6,138	9,207	9,207
AN/SPS-40 .....	14,776	14,776	14,776	14,776
AN/SPS-48 .....	67,484	67,484	67,484	67,484
AN/SPS-49 .....	14,127	14,127	14,127	14,127
AN/SYS-( ) .....	13,073	10,648	10,648	12,256
AN/SYS-( ) (PY TRANSFER) .....		(1,608)		
MK 23 TARGET ACQUISITION SYSTEM .....	19,934	19,934	19,934	19,934
RADAR SUPPORT .....	24,989	24,989	24,989	24,989

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[In thousands of dollars]

	Budget	House	Senate	Conference
<b>SHIP SONARS:</b>				
AN/SQS-26/53/53a.....	7,872	7,872	7,872	7,872
AN/SQS-53B.....	30,876	30,876	30,876	30,876
AN/BQQ-5.....	100,976	99,257	99,257	99,257
TB-16 TOWED ARRAY (MYP).....	1,515	1,515	1,515	1,515
SURF SONAR WINDOWS AND DOMES.....	8,535	8,535	8,535	8,535
SONAR SUPPORT EQUIPMENT.....	11,843	11,843	11,843	11,843
SONAR SWITCHES AND TRANSDUCERS.....	40,320	38,994	38,994	40,320
SONAR SWITCHES AND TRANSDUCERS (PY TRANSFER).....		(1,326)		
FBM SYSTEM SONARS.....	13,352	13,352	13,352	13,352
<b>ASW ELECTRONIC EQUIPMENT:</b>				
SUBMARINE ACOUSTIC WARFARE SYSTEMS.....				
AN/SLQ-25 (NIXIE).....	10,434	10,434	10,434	10,434
ACOUSTIC COMMUNICATIONS.....	11,525	11,525	11,525	11,525
ACOUSTIC COMMUNICATIONS.....	411	411	411	411
SUBMARINE ADVANCED COMBAT SYSTEM.....	2,849			
SOSUS.....	85,824	85,824	85,824	85,824
AN/SQR-17 ACOUSTIC PROCESSOR.....	15,249	22,049	15,249	22,049
AN/SQR-18 TOWED ARRAY SONAR.....	41,692	41,692	30,892	41,692
AN/SQR-15 TOWED ARRAY SONAR.....	1,918	1,918	1,918	1,918
AN/SQR-19 TOWED ARRAY SONAR.....	146,507	146,507	146,507	146,507
SURTASS.....	19,417	19,417	19,417	19,417
ASW OPERATIONS CENTER.....	30,008	27,408	27,408	27,608
ASW OPERATIONS CENTER (PY TRANSFER).....		(200)		
CARRIER ASW MODULE.....	31,483	31,085	31,085	31,483
CARRIER ASW MODULE (PY TRANSFER).....		(398)		
<b>ELECTRONIC WARFARE EQUIPMENT:</b>				
AN/SLQ-32.....	102,377	97,337	97,337	97,337
AN/SLQ-17.....	14,229	14,229	14,229	14,229
AN/WLR-1.....	3,533	3,533	3,533	3,533
AN/WLR-8.....	3,011	3,011	3,011	3,011
ICAD SYSTEMS.....	4,822			4,822
ICAD SYSTEMS (PY TRANSFER).....		(4,822)		
OFFBOARD DECEPTION DEVICES.....	22,163	22,163	22,163	22,163
EW SUPPORT EQUIPMENT.....	21,502	21,502	21,502	21,502
FLEET EW SUPPORT GROUP.....	1,716	1,716	1,716	1,716
C3 COUNTERMEASURES.....	8,458	8,458	8,458	8,458
<b>RECONNAISSANCE EQUIPMENT:</b>				
COMBAT CRYPTOLOGIC SUPPORT CONSOLE.....	4,012	4,012	4,012	4,012
COMBAT DF.....	25,071	25,071	25,071	25,071
OUTBOARD.....	36,381	36,381	36,381	36,381
NAVAL INTELLIGENCE PROCESSING SYSTEM.....	15,624	15,624	15,624	15,624
<b>SUBMARINE SURVEILLANCE EQUIPMENT:</b>				
AN/WLQ-4 DEPOT.....	5,441	5,441	5,441	5,441
AN/WLQ-4 IMPROVEMENTS.....	2,452	2,452	2,452	2,452
AN/BRD-7/8/9.....	12,774	12,774	12,774	12,774
AN/BLD-1 (INTERFEROMETER).....		11,800	11,800	11,800
SUBMARINE SUPPORT EQUIPMENT PROGRAM.....	4,481	4,481	4,481	4,481
<b>OTHER SHIP ELECTRONIC EQUIPMENT:</b>				
NAVY TACTICAL DATA SYSTEM.....	130,869	130,869	130,869	130,869
TACTICAL FLAG COMMAND CENTER.....	20,768	20,768	20,768	20,768
MINESWEEPING SYSTEM REPLACEMENT.....	3,494	3,494	3,494	3,494
OMEGA SHIPBOARD EQUIPMENT.....	1,619	1,619	1,619	1,619
NAVSTAR GPS RECEIVERS.....	24,763	16,525	20,763	20,763
NAVSTAR GPS RECEIVERS (PY TRANSFER).....		(4,238)		
HF LINK-11 DATA TERMINALS.....	3,862	3,862	3,862	3,862
ARMED FORCES RADIO AND TV.....	6,943	6,943	6,943	6,943
STRATEGIC PLATFORM SUPPORT EQUIPMENT.....	193,814	193,814	193,814	193,814
<b>TRAINING EQUIPMENT:</b>				
OTHER NAVLEX TRAINING EQUIPMENT.....	132	132	132	132
OTHER NAVSEA TRAINING EQUIPMENT.....	4,639	4,568	4,568	4,639
OTHER NAVSEA TRAINING EQUIPMENT (PY TRANSFER).....		(71)		
<b>AVIATION ELECTRONIC EQUIPMENT:</b>				
MATCALs.....	16,320	16,320	16,320	16,320
SHIPBOARD AIR TRAFFIC CONTROL.....	13,330	13,330	13,330	13,330
AUTOMATIC CARRIER LANDING SYSTEMS.....	9,176			
TACAN.....	4,831	4,831	4,831	4,831
ARI STATION SUPPORT EQUIPMENT.....	12,179	10,481	10,481	11,477
AIR STATION SUPPORT EQUIPMENT (PY TRANSFER).....		(996)		
MICROWAVE LANDING SYSTEM.....	7,355			
FACSFAC.....	49,325	16,865	16,865	16,865
RADAR AIR TRAFFIC CONTROL.....	1,494	1,494	1,494	1,494

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[In thousands of dollars]

	Budget	House	Senate	Conference
MK XII AIMS IFF.....	2,737	2,737	2,737	2,737
OTHER SHORE ELECTRONIC EQUIPMENT:				
NAVAL SPACE SURVEILLANCE SYSTEM.....	3,060	3,060		
SPACE SYSTEM PROCESSING.....	2,133	2,133	2,133	2,133
MULTOTS.....	565	565	565	565
NCCS ASHORE.....	34,978	34,978	34,978	34,978
RADIAC.....	8,624	8,624	8,624	8,624
REMOTE SENSORS.....	1,578	1,578	1,578	1,578
GPETE.....	28,640	28,640	28,640	28,640
INTEG COMBAT SYS TEST FACILITY.....	5,260	5,260	5,260	5,260
CALIBRATION STANDARDS.....	6,965	6,965	6,965	6,965
EMI CONTROL INSTRUMENTATION.....	9,972	9,972	9,972	9,972
SHORE ELECTRONIC ITEMS UNDER 900K.....	5,142	5,142	5,142	5,142
SHIPBOARD COMMUNICATIONS:				
SHIPBOARD HF COMMUNICATIONS.....	13,582	5,000	5,000	5,000
SHIPBOARD UHF COMMUNICATIONS.....	7,283	7,283	7,283	7,283
FLIGHT DECK COMMUNICATIONS.....	6,227	6,227	6,227	6,227
PORTABLE RADIOS.....	3,693	3,693	3,693	3,693
SHIPBOARD COMMUNICATIONS AUTOMATION.....	15,967	11,367	15,967	15,967
SHIP BOARD COMMUNICATIONS AUTOMATION (PY TRANSFER).....		(4,600)		
SHIP COMM ITEMS UNDER \$900K.....	7,693	7,693	7,693	7,693
SEALIFT SHIP COMMUNICATIONS.....	4,828	4,828	4,828	4,828
SUBMARINE COMMUNICATIONS:				
ELF COMMUNICATIONS.....	13,223	13,223	13,223	13,223
SHORE LF/VLF COMMUNICATIONS.....	19,330	19,330	19,330	19,330
VERDIN.....	16,096	16,096	16,096	16,096
SSN INTEGRATED COMMUNICATIONS.....	1,695	1,695	1,695	1,695
SUBMARINE COMMUNICATIONS ANTENNAS.....	15,455	15,455	15,455	15,455
DATA COLLECTION AND RECORD SYSTEM.....	979	979	979	979
CIRCUIT MAYFLOWER.....	254	254	254	254
SATELLITE COMMUNICATIONS:				
SATCOM SHIP TERMINALS.....	46,175	42,747	42,747	46,041
SATCOM SHIP TERMINALS (PY TRANSFER).....		(3,294)		
SATCOM SHORE TERMINALS.....	22,902	22,902	22,902	22,902
SHORE COMMUNICATIONS:				
JCS COMMUNICATIONS EQUIPMENT.....	1,405	1,405	1,405	1,405
ELECTRICAL POWER SYSTEMS.....	132	132	132	132
SHORE HF COMMUNICATIONS.....	29,995	29,995	29,995	29,995
JOINT TACTICAL COMMUNICATIONS (TRI-TAC).....	26,713	26,713	26,713	26,713
ASHORE MOBILE COMMUNICATIONS VANS.....	6,031	6,031	6,031	6,031
WORLDWIDE WIDEBAND COMMUNICATIONS.....	2,088	2,088	2,088	2,088
DEFENSE DATA NETWORK.....	2,783	2,783	2,783	2,783
WWWCCS COMMUNICATIONS EQUIPMENT.....	1,099	1,099	1,099	1,099
SHORE COMMUNICATIONS AUTOMATION.....	9,892	9,892	9,892	9,892
SHORE COMM ITEMS UNDER 900K.....	3,146	3,146	3,146	3,146
CRYPTOGRAPHIC EQUIPMENT:				
SINGLE AUDIO SYSTEM.....	18,153	18,153	18,153	18,153
TSEC/KY-71/72 (STU-II/STU-IIM).....	15,760	222	3,100	15,760
TSEC/KY-71/72 (STU-IIM) (PY TRANSFER).....				
TSEC/KG-84.....	27,080	27,080	37,080	27,080
TSEC/KY-57/58 (VINSON).....	25,017	25,017	25,017	25,017
TSEC/KYV-5 (ANDVT).....	4,629	4,629	4,629	4,629
TSEC/KW-46.....	14,283	14,283	14,283	14,283
TSEC/KG-72/KGV-14 (FDCS).....	1,363	1,363	1,363	1,363
TSEC/KG-81 (WALBURN).....	5,251	5,251	5,251	5,251
TSEC/KG-44 (DMSP).....	7,893	7,893	7,893	7,893
TSEC/KG-58/KGV-6 (PLRS).....	9,483	9,483	9,483	9,483
TRI-TAC CRYPTO (TENLEY).....	11,928	11,928	11,928	11,928
TSEC/KY-67 (BANCROFT).....	13,474	13,474	13,474	13,474
TSEC/KGV-11.....	4,455	4,455	4,455	4,455
COMMON FILL DEVICES.....	1,997	1,997	1,997	1,997
SIGNAL SECURITY.....	1,891	1,891	1,891	1,891
CRYPTOGRAPHIC ITEMS UNDER 900K.....	5,500	5,500	5,500	5,500
CRYPTOLOGIC EQUIPMENT:				
CRYPTOLOGIC COMMUNICATIONS EQUIPMENT.....	4,871	4,871	4,871	4,871
SHIPS SIGNAL EXPLOITATION SPACE.....	4,771	4,771	4,771	4,771
CRYPTOLOGIC ITEMS UNDER 900K.....	6,016	6,016	6,016	6,016
CRYPTOLOGIC RESERVES EQUIPMENT.....	824	824	824	824
CRYPTOLOGIC FIELD TRAINING EQUIPMENT.....	2,065	2,065	2,065	2,065
SHORE CRYPTOLOGIC SUPPORT SYSTEM.....	2,273	2,273	2,273	2,273

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[In thousands of dollars]

	Budget	House	Senate	Conference
<b>OTHER ELECTRONIC SUPPORT:</b>				
ADVANCE BASE FUNCTIONAL COMPONENTS .....	76	76	76	76
ELEC ENGINEERED MAINTENANCE (NAVSEA) .....	5,339	5,339	5,339	5,339
ELEC ENGINEERED MAINTENANCE (NAVELEX) .....	2,128	2,128	2,128	1,128
9TH BATTALION C&E EGYPT .....			2,000	2,000
<b>TOTAL, BA-2 COMMUNICATIONS + ELECTRONICS EQUIPMENT .....</b>	<b>2,153,996</b>	<b>2,057,202</b>	<b>2,063,327</b>	<b>2,096,302</b>
<b>BA-3 AVIATION SUPPORT EQUIPMENT</b>				
<b>SONOBUOYS:</b>				
AN/SSQ-36 (BT) .....	2,384	2,384	2,384	2,384
AN/SSQ-53 (DIFAR) .....	142,954	129,154	142,954	142,954
AN/SSQ-57 (SPECIAL PURPOSE) .....	3,137	3,137	3,137	3,137
AN/SSQ-62 (DICASS) .....	27,005	27,005	27,005	27,005
AN/SSQ-77 (VLAD) .....	82,104	59,404	82,104	82,104
AN/SSQ-86 (DLC) .....	3,036	3,036	3,036	3,036
SIGNAL UNDERWATER SOUND (SUS) .....	1,351	1,351	1,351	1,351
LOW COST SONOBUOY .....	11,080	46,080	46,080	46,080
<b>AIR LAUNCHED ORDNANCE:</b>				
SKIPPER .....	27,616	27,616	27,616	27,616
GENERAL PURPOSE BOMBS .....	148,560	148,560	148,560	148,560
LASER GUIDED BOMB KITS .....	22,150		22,150	22,150
WALLEYE .....	37,595	37,595	37,595	37,595
ROCKEYE .....	8,829	8,829	8,829	8,829
ZUNI ROCKET .....	20,669	20,669	20,669	20,669
2.75 INCH ROCKET .....	27,997	27,997	27,997	27,997
PARACHUTE FLARES .....	2,052	2,052	2,052	2,052
MACHINE GUN AMMUNITION .....	27,042	21,042	13,800	13,800
PRACTICE BOMBS .....	76,527	60,027	60,027	60,027
CARTRIDGES + CARTRIDGE ACTUATED DEVICES .....	29,937	29,937	29,937	29,937
AIRCRAFT ESCAPE ROCKETS .....	8,055	8,055	8,055	8,055
AIRBORNE EXPENDABLE COUNTERMEASURES .....	91,688	91,688	82,588	82,588
MARINE LOCATION MARKERS .....	7,788	7,788	7,788	7,788
DEFENSE NUCLEAR AGENCY MATERIAL .....	2,186	2,186	2,186	2,186
BIGEYE CHEMICAL WEAPON .....	21,531		21,531	
JATOS .....	15,550	14,550	11,900	14,550
GATOR .....	44,662			
MISC AIR LAUNCHED ORDNANCE .....	186	186	186	186
WAR RESERVE MUNITIONS .....			75,000	50,000
<b>AIRCRAFT SUPPORT EQUIPMENT:</b>				
WEAPONS RANGE SUPPORT EQUIPMENT .....	85,858	85,858	85,858	85,858
EXPEDITIONARY AIRFIELDS .....	2,876	2,876	2,876	2,876
AIRCRAFT REARMING EQUIPMENT .....	78,995	46,995	78,995	46,995
CATAPULTS AND ARRESTING GEAR .....	27,463	26,087	26,087	26,087
METEOROLOGICAL EQUIPMENT .....	2,364	2,364	2,364	2,364
OTHER PHOTOGRAPHIC EQUIPMENT .....	1,698	1,698	1,698	1,698
MISC SURVIVAL EQUIPMENT .....	17,705	16,817	16,817	16,817
AIRBORNE MINE COUNTERMEASURES .....	22,967	22,967	22,967	22,967
LAMPS MK III SHIPBOARD EQUIPMENT .....	42,683	42,683	42,683	42,683
REWSON PHOTOGRAPHIC EQUIPMENT .....	2,393	2,393	2,393	2,393
STOCK SURVEILLANCE EQUIPMENT .....	2,256	2,256	2,256	2,256
OTHER AVIATION SUPPORT EQUIPMENT .....	3,089	3,089	3,089	3,089
MOBILE VAN AMLM SPT. UNIT .....		4,300		4,300
<b>TOTAL, BA-3 AVIATION SUPPORT EQUIPMENT .....</b>	<b>1,184,018</b>	<b>1,040,711</b>	<b>1,204,600</b>	<b>1,133,019</b>
<b>BA-4 ORDNANCE SUPPORT EQUIPMENT</b>				
<b>SHIP GUN AMMUNITION:</b>				
5 /38 GUN AMMUNITION .....	4,490	4,490	4,490	4,490
5 /54 GUN AMMUNITION .....	67,018	67,018	67,018	67,018
5 INCH GUIDED PROJECTILE .....	104,294	104,294	104,294	104,294
16 INCH GUN AMMUNITION .....	7,940	2,940	2,940	2,940
CHWS AMMUNITION .....	35,247	35,247	35,247	35,247
76MM GUN AMMUNITION .....	17,343	17,343		
OTHER SHIP GUN AMMUNITION .....	18,445	17,745	17,745	17,745
<b>SHIP GUN SYSTEM EQUIPMENT:</b>				
GUN FIRE CONTROL EQUIPMENT .....	34,799	34,799	34,799	34,799
COAST GUARD GUN SYSTEM .....	28,801	28,801	28,801	28,801
<b>SHIP MISSILE SYSTEMS EQUIPMENT:</b>				
MK 92 FIRE CONTROL SYSTEM .....	2,856	2,856	2,856	2,856
HARPOON SUPPORT EQUIPMENT .....	12,999	12,999	12,999	12,999
TERRIER SUPPORT EQUIPMENT .....	112,060	112,060	112,060	112,060

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[In thousands of dollars]

	Budget	House	Senate	Conference
TARTAR SUPPORT EQUIPMENT .....	106,833	106,833	106,833	106,833
POINT DEFENSE SUPPORT EQUIPMENT (MYP) .....	43,842	43,842	11,842	11,842
AIRBORNE ECM/ECCM .....	1,044	1,044	1,044	1,044
AEGIS SUPPORT EQUIPMENT .....	61,785	61,785	61,785	61,785
SURFACE TOMAHAWK SUPPORT EQUIPMENT .....	86,572	86,572	86,572	86,572
SUBMARINE TOMAHAWK SUPPORT EQUIPMENT .....	19,021	19,021	19,021	19,021
VERTICAL LAUNCH SYSTEM .....	127,372	127,372	127,372	127,372
FBM SUPPORT EQUIPMENT:				
STRATEGIC PLATFORM SUPPORT EQUIPMENT .....	168,885	168,885	168,885	168,885
ASW SUPPORT EQUIPMENT:				
MK 117 FIRE CONTROL SYSTEM .....	59,965	59,965	59,965	59,965
SUBMARINE ASW SUPPORT EQUIPMENT .....	25,724	25,724	25,724	25,724
SURFACE ASW SUPPORT EQUIPMENT .....	20,810	20,810	20,810	20,810
MK 116 FIRE CONTROL SYSTEM .....	25,652	25,652	25,652	25,652
ASW RANGE SUPPORT EQUIPMENT .....	7,035	7,035	7,035	7,035
OTHER ORDNANCE SUPPORT EQUIPMENT:				
EXPLOSIVE ORDNANCE DISPOSAL EQUIP. ....	11,043	8,436	8,436	10,125
EXPLOSIVE ORDNANCE DISPOSAL EQUIP (PY TRANSFER) .....		(1,689)		
SWIMMER WEAPONS SYSTEMS .....	1,151	1,151	1,151	1,151
UNMANNED SEABORNE TARGET .....	7,786	7,786	7,786	7,786
ANTI-SHIP MISSILE DECOY SYSTEMS .....	4,606	4,606	4,606	4,606
CALIBRATION EQUIPMENT .....	3,276	3,276	3,276	3,276
STOCK SURVEILLANCE EQUIPMENT .....	2,109	2,109	2,109	2,109
OTHER ORDNANCE TRAINING EQUIPMENT .....	1,492	1,492	1,492	1,492
OTHER EXPENDABLE ORDNANCE:				
SMALL ARMS AND LANDING PARTY AMMO .....	18,768	18,768	18,768	18,768
PYROTECHNIC AND DEMOLITION MATERIAL .....	25,491	25,491	25,491	25,491
QUICKSTRIKE .....	50,482		35,679	39,679
(PY TRANSFER) .....		(35,679)		
FLEET MINE SUPPORT EQUIPMENT .....	25,184	25,184	25,184	25,184
MINE NEUTRALIZATION DEVICES .....	3,208	3,208	3,208	3,208
DEFENSE NUCLEAR AGENCY MATERIAL .....	7,892	7,892	7,892	7,892
SHIPBOARD EXPENDABLE COUNTERMEASURES .....	33,191	33,191	33,191	33,191
WAR RESERVE MUNITIONS .....			25,000	20,000
TOTAL, BA-4 ORDNANCE SUPPORT EQUIPMENT .....	1,396,511	1,337,722	1,349,058	1,349,747
BA-5 CIVIL ENGINEERING SUP EQUIPMENT:				
CIVIL ENGINEERING SUPPORT EQUIPMENT:				
PASSENGER CARRYING VEHICLES .....	10,059	10,059	10,059	10,059
ARMORED SEDANS .....	95	95	95	95
TRUCKS .....	38,126	38,126	38,126	38,126
TRAILERS .....	4,043	4,043	4,043	4,043
CRUSH, MIX, BATCH, PAVE EQUIPMENT .....	4,673	4,673	4,673	4,673
DRILLING AND BLASTING EQUIPMENT .....	2,654	2,654	2,654	2,654
EARTH MOVING EQUIPMENT .....	11,430	11,430	11,430	11,430
LIGHTING AND POWER GENERATING EQUIP .....	3,513	3,513	3,513	3,513
MISC CONSTRUCTION AND MAINTENANCE EQUIP .....	3,541	3,541	3,541	3,541
FIRE FIGHTING EQUIPMENT .....	7,093	7,093	7,093	7,093
WEIGHT HANDLING EQUIPMENT .....	13,241	13,241	13,241	13,241
AMPHIBIOUS EQUIPMENT .....	72,998	72,998	72,998	72,998
COMBAT CONSTRUCTION SUPPORT EQUIPMENT .....	9,521	9,521	9,521	9,521
MOBILE UTILITIES SUPPORT EQUIPMENT .....	2,928	2,928	2,928	2,928
FLEET MOORINGS .....	7,336	7,336	7,336	7,336
POLLUTION CONTROL EQUIPMENT .....	2,653	2,653	2,653	2,653
FLEET HOSPITALS .....	27,654	27,654	27,654	27,654
9TH BATTALION EGYPT .....			11,000	11,000
TOTAL, BA-5 CIVIL ENGINEERING SUP EQUIPMENT .....	221,558	221,558	232,558	232,558
BA-6 SUPPLY SUPPORT EQUIPMENT:				
SUPPLY SUPPORT EQUIPMENT:				
FORKLIFT TRUCKS .....	9,064	9,064	9,064	9,064
OTHER MATERIALS HANDLING EQUIPMENT .....	3,326	3,326	3,326	3,326
AUTOMATED MATERIALS HANDLING SYSTEMS .....	12,917	12,917	12,917	12,917
POLLUTION CONTROL EQUIPMENT .....	2,288	2,288	2,288	2,288
SPECIAL PURPOSE SUPPLY SYSTEMS .....	34,900	31,322	31,322	31,322
TOTAL, BA-6 SUPPLY SUPPORT EQUIPMENT .....	62,495	58,917	58,917	58,917

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[In thousands of dollars]

	Budget	House	Senate	Conference
<b>BA-7 PERSONNEL AND COMM SUPPORT EQUIPMENT:</b>				
TRAINING DEVICES:				
SURFACE SONAR TRAINERS.....	40,492	40,492	40,492	40,492
SUBMARINE SONAR TRAINERS.....	6,923	6,923	6,923	6,923
SURFACE COMBAT SYSTEM TRAINERS.....	23,694	23,694	23,694	23,694
SUBMARINE COMBAT SYSTEM TRAINERS.....	11,916	11,916	11,916	11,916
SHIP SYSTEM TRAINERS.....	15,268	15,268	15,268	15,268
TRAINING SUPPORT EQUIP.....	2,353	2,353	2,353	2,353
TRAINING DEVICE MODIFICATIONS.....	6,666	6,666	6,666	6,666
COMMAND SUPPORT EQUIPMENT:				
MEDICAL SUPPORT EQUIPMENT.....	17,223	17,223	105,623	61,423
INTELLIGENCE SUPPORT EQUIPMENT.....	56,905	53,021	53,021	53,021
ITEMS UNDER 900K.....	1,218	1,218	1,218	1,218
OCEANOGRAPHIC SUPPORT EQUIPMENT.....			14,000	14,000
PHYSICAL SECURITY EQUIPMENT.....	17,226	17,226	17,226	17,226
COMPUTER ACQUISITION PROGRAM:				
COMPUTER ACQUISITION PROGRAM.....	176,523	176,523	176,523	176,523
PRODUCTIVITY PROGRAMS:				
PRODUCTIVITY INVESTMENT FUND (PIF).....	3,420	3,420	3,420	3,420
TOTAL, BA-7 PERSONNEL AND COMM SUPPORT EQUIPMENT.....	379,827	375,943	478,343	434,143
<b>BA-8 SPARES &amp; REPAIR PARTS:</b>				
SPARES AND REPAIR PARTS.....	279,838	279,838	279,838	279,838
UNDISTRIBUTED REDUCTION.....		-495,000		-250,000
NON-CENTRALLY MANAGED ITEMS.....		125,300	125,300	125,300
INFLATION REESTIMATES FOR FY86.....		-6,000	-6,000	-6,000
PRIOR YEAR INFLATION SAVINGS.....		-168,000	-168,000	
(PY TRANSFER).....		(168,000)	(168,000)	
PRIOR YEAR PROGRAM SAVINGS.....		-56,337	-53,000	
(PY TRANSFER).....		(56,337)	(53,000)	
TOTAL, OTHER PROCUREMENT NAVY.....	6,601,200	5,682,694	6,463,560	6,377,630
TRANSFER FROM OTHER ACCOUNTS.....		(312,762)	(221,000)	
TOTAL FUNDING AVAILABLE.....	6,601,200	5,995,456	6,684,560	6,377,630

**PRIOR YEAR SAVINGS**

The conferees recognize \$276,483,000 in prior year savings in Navy other Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**AN/SPS-67**

The conferees direct the Navy to maximize savings in this program by beginning competitive procurement in fiscal year 1987.

**AN/SQR-19 TOWED ARRAY SONAR**

The conferees direct the Navy to conclude its testing of both versions of AN/SQR-19 systems currently being designed or produced to determine the acceptability of these towed array systems as soon as possible. Based on these determinations, the Navy should then proceed with its competitive procurement of the fiscal year 1986 AN/SQR-19 program.



**NAVAL RESERVE ON-BOARD TRAINER**

The conferees agree to the House position which provides \$6,800,000 to procure three shipboard antisubmarine warfare training systems service test models of a modification to the AN/SQR-17A to provide onboard training capability for Naval Reserve Force ships. This procurement action should include the development of a technical data package in order that follow-on production can be competitively procured.

**SQQ-89 ACOUSTIC VIDEO GENERATORS**

The conferees are totally dissatisfied with the egregiously inadequate progress toward establishing competition for this equipment. The conferees expect full and immediate compliance with the December 11, 1985 Assistant Secretary of the Navy (Shipbuilding and Logistics) memorandum to the Commander, Naval Sea Systems Command which directs that an industry brief be made no later than the week of January 27, 1986; that Draft specifications be issued to industry for review prior to the aforementioned industry briefing; that contract award be made no later than September 1, 1986 and the procurement strategy include development of a second source.

The conferees agree in principle with the above mentioned memorandum direction. However, based upon the Department's failure to comply with the conferees' direction of fiscal year 1985, the conferees remain skeptical. Accordingly, the conferees additionally direct that the specifications for this program be reviewed simultaneously by both industry and the Specification Advocate General. Additionally, the conferees direct the contract award scheduled for September 1, 1986, include both the leader and the follower (second source).

Although the conferees agree not to place restrictions on the procurement of the SQQ-89, the conferees intend to closely monitor this program during the course of fiscal year 1986. Hopefully, this issue will be resolved and not have to be resurrected as it was during this year's appropriations process.

**MK-92 UPGRADE (CORT)**

The conferees agree that the Navy should proceed with MK-92 CORT upgrade production for the FFG-7 class frigate. Concurrent with the FFG-61 procurement, the Navy should proceed with both its test and evaluation plan and the contract option for six backfit alterations valued at a warranted fixed price of \$9,000,000 per unit excluding spares and Navy support costs. Funds appropriated for this section are adequate to fund this program in fiscal year 1986.

**SONOBUOYS**

The conferees agree to the AN/SSQ-53 and AN/SSQ-77 sonobuoy funding as proposed by the Senate which includes \$36,500,000 in "industrial surge" capability.

The conferees agree to the use of industrial surge for this program as an exception to their general belief that industrial surge should be used sparingly and only in special situations. The limited

shelf life of these sonobuoys persuades the conferees that establishing the surge capability is a reasonable alternative to building war reserve inventories.

#### QUICKSTRIKE MINE

The conferees agree to an allowance of \$39,679,000 for the Quickstrike mine program. The conferees commend the Navy's efforts to substantially reduce Quickstrike program costs through competition. In an effort to capitalize on these savings, the conferees agree to an appropriation of funds which will provide for the procurement of Quickstrike mines above the fiscal year 1986 budget request. In that regard, the conferees direct the Department to procure, with the funding provided, as many Quickstrike mines as possible by either renegotiating and exercising current contract options, since larger quantities are involved, or revising the current procurement strategy to obtain the most efficient and cost effective procurement.

#### COASTAL DEFENSE AUGMENTATION

The conferees agree to an allowance of \$375,000,000 consisting of \$235,000,000 in new obligational authority and \$140,000,000 in unobligated fiscal year 1985 CG-47 AEGIS cruiser program funds, for procurement of vessels, aircraft, and equipment to be acquired by the Navy to augment the Coast Guard inventory. Authority for obligation of the \$140,000,000 prior year funding is contained in Section 8103 of this Act. Funds shall be available for such procurements as determined by the Coast Guard, but shall include the following items:

Program	Quantity	Amount
Medium range recovery helicopter .....	3	\$41,000,000
Bouy tender service life extension .....	5	70,000,000
C-130 aircraft .....	4	72,000,000
140 foot icebreaking tug .....	1	20,000,000
Forward looking airborne radar/C-130 modification .....	27	60,000,000
110 foot patrol boats to replace 95 foot PB's .....	16	112,000,000
Total Coastal Defense Augmentation .....		\$235,000,000

The Navy should consider the procedure outlined in the Senate report pertaining to the use of this account in the future for the budgeting of alterations to Coast Guard aircraft, vessels, and equipment rather than the Navy other procurement account.

As reflected in the Navy Operation and Maintenance section, the conferees agree to \$100,000,000, for Coast Guard Operating Expenses as recommended by the House. However such sums shall be paid by the Navy for expenses related to training of the Coast Guard and maintenance by the Coast Guard of equipment which would be available to carry out missions determined by the Navy to be necessary in the event of hostilities.

**PROCUREMENT, MARINE CORPS**

The Conferees agree to the following amounts for Procurement, Marine Corps:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>PROCUREMENT, MARINE CORPS</b>				
Ammunition				
LINEAR CHARGES:				
LINEAR CHARGE HE C4/TRLR.....	3,194	3,194	3,194	3,194
SMALL ARMS AMMUNITION:				
CTG 5.56MM BALL M855.....	9,648	9,648	9,648	9,648
CTG 5.56MM TRACER M856.....	741	741	741	741
CTG 9MM BALL XM882.....	643	643	643	643
MACHINE GUN AMMO:				
CTG 5.56MM LINKED M855.....	5,958	5,958	5,958	5,958
CTG 25MM APDS-T M791.....	3,049	3,049	3,049	3,049
CTG 25MM HEI-T M792.....	6,053	6,053	6,053	6,053
CTG 40MM LINKED M430.....	15,320	15,320	15,320	15,320
CTG 7.62MM LINKED M80.....	4,552	4,552	4,552	4,552
MORTAR AMMUNITION:				
CTG 60MM HE M888.....	11,662	11,662	11,662	11,662
CTG 60MM SMOKE WP M302.....	1,321	1,321	1,321	1,321
CTG 81MM HE M374.....	20,306	20,306	20,306	20,306
GRENADES:				
GRENADE SMOKE SCREEN L8A3.....	1,160	1,160	1,160	1,160
SIGNAL ILLUM WSP M127.....	1,042	1,042	1,042	1,042
ROCKETS:				
ROCKET SMAW.....	52,431	52,431	52,431	52,431
ROCKET 5 INCH MOTOR.....	4,075	4,075	4,075	4,075
LIGHT ANTI ARMOR WEAPON XM.....	733	733	733	733
TRAINING AMMUNITION:				
CTG 25MM TP-T M793.....	4,835	4,835	4,835	4,835
ROCKET 83MM PRACTICE.....	13,405	13,405	13,405	13,405
CTG 5.56MM BLANK LKD (F/SAW) M200.....	3,258	3,258	3,258	3,258
CTG 5.56MM BLANK M200.....	3,052	3,052	3,052	3,052
CTG 7.62MM BLANK LINKED.....	1,993	1,993	1,993	1,993
CTG 105MM TPDS-T M724.....	2,423	2,423	2,423	2,423
155MM AMMUNITION:				
PROJ 155MM ADAM-L M692.....	38,872	38,872	38,872	38,872
PROJ 155MM ADAM-S M731.....	41,835	41,835	41,835	41,835
PROJ 155MM RAAMS-L M718.....	13,960	13,960	13,960	13,960
PROJ 155MM RAAMS-S M741.....	15,645	15,645	15,645	15,645
PROJ 155MM SMK WP SCREENING.....	9,324	9,324	9,324	9,324
CHARGE PROP 155MM WHITE BAG M4A2.....	25,830	25,830	25,830	25,830
PROJ 155MM HE ICM (DP)M483.....	55,218	55,218	55,218	55,218
CHARGE PROP 155MM GREEN BAG M3A1.....	5,277	5,277	5,277	5,277
CHARGE PROP 155MM RED BAG M119A2.....	8,664	8,664	8,664	8,664
GENERAL INCREASE.....		25,000	25,000	25,000
ANTI-ARMOR AMMUNITION:				
COPPERHEAD, 155MM PROJ.....	52,100	45,400	52,100	52,100
8 INCH AMMUNITION:				
PROJ 8 INCH ICM.....	11,238	11,238	11,238	11,238
FUZES:				
FUZE MECHANICAL TIME M577.....	19,615	19,615	19,615	19,615
FUZE MECHANICAL TIME M582.....	1,770	1,770	1,770	1,770
PRIMER PERCUSSION M82.....	1,569	1,569	1,569	1,569
FUZE PD M739A1.....	8,306	8,306	8,306	8,306
AMMO MODERNIZATION.....	5,718	5,718	5,718	5,718
OTHER SUPPORT:				
ITEMS LESS THAN \$900,000.....	3,123	3,123	3,123	3,123
<b>TOTAL, AMMUNITION.....</b>	<b>488,918</b>	<b>507,218</b>	<b>513,918</b>	<b>513,918</b>
Weapons and Tracked Combat Vehicles				
TRACKED COMBAT VEHICLES:				
MODIFICATION KITS.....	1,093	1,093	1,093	1,093
M60 MINE PLOW.....	4,430		4,430	
GENERAL REDUCTION.....		-4,900		
(PY TRANSFER).....		(4,900)		

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[In thousands of dollars]

	Budget	House	Senate	Conference
RECOVERY VEHICLE .....	4,544	4,544	4,544	4,544
ARMORED VEHICLE LAUNCHED BRIDGE .....	8,640	8,640	8,640	8,640
ITEMS LESS THAN \$900,000 .....	1,479	1,479	1,479	1,479
ARTILLERY AND OTHER WEAPONS:				
BATTERY COMPUTER SYSTEM AN/GYK-29 .....	32,345	32,345	32,345	32,345
M198 HOWITZER, MEDIUM, TOWED 155MM .....	21,001	28,001	28,001	28,001
ITEMS LESS THAN \$900,000 .....	1,869	1,869	1,869	1,869
WEAPONS:				
PERSONAL DEFENSE WEAPON (9MM) .....	2,970	2,970	2,970	2,970
MACHINE GUN, LIGHT, SQUAD, AUTO (SAW) .....	3,292			
GENERAL REDUCTION .....		-3,056	-3,056	
(PY TRANSFER) .....		(3,056)	(3,056)	
M16A2 RIFLE 5.56MM .....	14,093	14,093	14,093	14,093
MK-19 MACHINE GUN, 40MM .....	1,000	1,000	1,000	1,000
EOB EQUIPMENT .....	717	717	717	717
83MM LAUNCHER ASSAULT ROCKET (SMAW) .....	4,676	4,676	4,676	4,676
TOTAL, WEAPONS AND TRACKED COMBAT VEHICLES .....	102,149	93,471	102,801	101,427
Guided Missiles and Equipment				
GUIDED MISSILES:				
HAWK .....	139,976	139,976	139,976	139,976
HAWK MOD .....	39,078	39,078	39,078	39,078
STINGER .....	59,397	59,397	59,397	59,397
TOW .....	44,505	44,505	34,505	39,505
OTHER SUPPORT:				
MODIFICATION KITS .....	712	712	712	712
TOTAL GUIDED MISSILES AND EQUIPMENT .....	283,668	283,668	273,668	278,668
Communications and Electronics				
MANPACK RADIOS:				
MANPACK RADIOS AND EQUIPMENT .....	12,656	12,656	12,656	12,656
VEHICLE MOUNTED RADIOS AND EQUIPMENT:				
VEHICLE MTD RADIOS AND EQUIP .....	10,592	10,592	10,592	10,592
TELEPHONE AND TELETYPE EQUIPMENT:				
UNIT LEVEL CIRCUIT SWITCH (ULCS) .....	18,600	12,600	11,950	12,600
UNIT LEVEL CIRCUIT SWITCH (ULCS) (PY TRANSFER) .....		(7,000)		
ULCS LIFE CYCLE SUPPORT .....	17,053		7,453	15,361
ULCS LIFE CYCLE SUPPORT (PY TRANSFER) .....		(11,761)		
AN/TGC-() TACTICAL COMM CENTER .....	3,970	3,970	3,970	3,970
REPAIR AND TEST EQUIPMENT:				
AN/USM-323 ELECTRONIC GENERATOR SIGNAL .....	5,580	5,580	5,580	5,580
SHOP SETS ELECTRONIC .....	5,306	5,306	5,306	5,306
AUTOMATIC TEST EQUIPMENT SYSTEM .....	5,186	5,186	5,186	5,186
ELECTRONIC TEST EQUIPMENT .....	1,000	1,000	1,000	1,000
OTHER COMM/ELEC EQUIPMENT:				
PP-7333 POWER SUPPLY .....	3,813	3,813	3,813	3,813
AN/GXC-7A FACSIMILE SET .....	6,725	6,725	6,725	6,725
ANDVT/TACTERM .....	1,513	1,513	1,513	1,513
OTHER SUPPORT (TEL):				
TEST CALIBRATION AND MAINT SUPPORT .....	1,000	1,000	1,000	1,000
MODIFICATION KITS .....	3,600	3,600	3,600	3,600
ITEMS LESS THAN \$900,000 .....	927	927	927	927
COMMAND AND CONTROL SYSTEMS (NON-TEL):				
POSITION LOCATION REPORTING SYS (PLRS) .....	59,084	59,084	59,084	59,084
TACTICAL AIR OPS MODULE (TAOM) .....	86,300	75,300	75,300	75,300
RADAR AND EQUIPMENT (NON-TEL):				
AN/TPS-59 DECOY .....	9,109	9,109	9,109	9,109
AN/PPN-19 RADAR TRANSPONDER BEACON .....	13,192	13,192	13,192	13,192
INTELL/COMM EQUIPMENT (NON-TEL):				
REMOTE SENSOR EQUIPMENT .....	691	691	691	691
AN/TMO-31 METEOROLOGICAL DATA SYSTEM (MDS) .....	13,338	13,338	13,338	13,338
REPAIR AND TEST EQUIPMENT (NON-TEL):				
ELECTRONIC TEST EQUIPMENT .....	1,000	1,000	1,000	1,000
OTHER COMM/ELEC EQUIPMENT (NON-TEL):				
AN/TAS-4 NIGHT VISION SIGHT (TOW) .....	10,473	10,473	10,473	10,473
PRODUCTIVITY INVESTMENT .....	516	516	516	516
AUTOMATED DATA PROCESSING EQUIPMENT .....	15,016	15,016	15,016	15,016
OTHER SUPPORT (NON-TEL):				
TEST CALIBRATION AND MAINT SUPPORT .....	1,582	1,582	1,582	1,582

[In thousands of dollars]

	Budget	House	Senate	Conference
MODIFICATION KITS .....	8,433	8,433	8,433	8,433
ITEMS LESS THAN \$900,000 .....	388	388	388	388
<b>TOTAL, COMMUNICATIONS AND ELECTRONICS .....</b>	<b>316,643</b>	<b>282,590</b>	<b>282,393</b>	<b>297,951</b>
Support Vehicles				
ADMINISTRATIVE VEHICLES:				
COMMERCIAL PASSENGER VEHICLES .....	2,702	2,702	2,702	2,702
COMMERCIAL CARGO VEHICLES .....	21,121	20,121	21,121	20,121
TACTICAL VEHICLES:				
HIGH MOB MULTI-WHEELED VEH (HMMWV) (MYP) .....	121,666	121,666	121,666	121,666
AIR-CRASH FIRE & RESCUE VEH .....	1,006	1,006	1,006	1,006
TRUCKS 5-TON (ALL TYPES) .....	39,689	39,689	39,689	39,689
5 TON RETROFIT .....	17,878	17,878	17,878	17,878
LOGISTICAL VEHICLE SYSTEM (LVS) .....	71,440	69,520	69,520	69,520
TRAILERS (ALL TYPES) .....	10,544	10,544	10,544	10,544
LUBRICATING AND SERVICING UNIT POWER .....	2,018	2,018	2,018	2,018
OTHER SUPPORT .....				
MODIFICATION KITS .....	4,339	4,339	4,339	4,339
ITEMS LESS THAN \$900,000 .....	1,410	1,410	1,410	1,410
<b>TOTAL, SUPPORT VEHICLES .....</b>	<b>293,813</b>	<b>290,893</b>	<b>291,893</b>	<b>290,893</b>
Engineer and Other Equipment				
ENGINEER AND EQUIPMENT:				
ENVIRONMENTAL CONTROL EQUIP .....	2,653	2,653	2,653	2,653
MOTORIZED ROAD GRADER .....	8,370	8,370	8,370	8,370
TRACTORS (ALL TYPES) .....	20,560	20,560	17,560	17,560
RUNAWAY SWEEPER, VACUUM .....	2,268	2,268	2,268	2,268
SHOP EQUIP, GEN PUR, REPAIR, SEMI-TRLR .....	1,729	1,729	1,729	1,729
CONTAINER HANDLER, RT 50,000LB .....	7,729	7,729	7,729	7,729
CH-53E HELICOPTER SLING .....	953	953	953	953
FORKLIFTS (ALL TYPES) .....	11,090	11,090	11,090	11,090
BATH SHOWER UNIT EXPEDITIONARY FIELD .....	2,349	2,349	2,349	2,349
REFRIGERATION UNIT, F/RIGID BOX .....	1,212	1,212	1,212	1,212
REFRIGERATOR, RIGID BOX .....	1,364	1,364	1,364	1,364
WATER PURIFICATION UNIT - REV OSMOSIS .....	20,612	20,612	20,612	20,612
FUEL, WATER, PUMP AND STORAGE MODULE .....	4,168	4,168	4,168	4,168
FUEL SYS AMPHB ASSAULT 60,000 GAL .....	5,882	5,882	5,882	5,882
HELICOPTER EXPEDIENT REFUELING SYSTEM .....	652	652	652	652
BOAT, BRIDGE ERECTION .....	5,220	5,220	5,220	5,220
MEDIUM GIRDER BRIDGE .....	11,122	11,122	11,122	11,122
POWER EQUIPMENT ASSORTED .....	8,526	8,526	8,526	8,526
ELECTRICAL POWER DISTRIBUTION SYSTEM .....	9,022	9,022	9,022	9,022
MATERIALS HANDLING EQUIPMENT:				
COMMAND SUPPORT EQUIPMENT .....	788	788	788	788
GARRISON MOBILE ENGINEER EQUIP .....	6,331	6,331	6,331	6,331
TELEPHONE SYSTEM .....	4,300	4,300	4,300	4,300
MATERIEL HANDLING EQUIPMENT .....	1,509	1,509	1,509	1,509
GENERAL PROPERTY:				
TRN DEVICES (AUDIO VISUAL) .....	1,635	1,635	1,635	1,635
TRN DEVICES (SIMULATORS) .....	10,408	10,408	10,408	10,408
SHELTER FAMILY .....	17,575	17,575	17,575	17,575
CONTAINER FAMILY .....	6,969	6,969	6,969	6,969
CHEMICAL ALARM SYSTEM .....	1,872	1,872	1,872	1,872
DECONTAMINATING APPARATUS .....	1,201	1,201	1,201	1,201
SANITATION SET, FIELD KITCHEN .....	1,166	1,166	1,166	1,166
OTHER SUPPORT:				
MODIFICATION KITS .....	2,764	2,764	2,764	2,764
ITEMS LESS THAN 900,000 .....	3,477	3,477	3,477	3,477
<b>TOTAL, ENGINEER + OTHER EQUIPMENT .....</b>	<b>185,476</b>	<b>185,476</b>	<b>182,476</b>	<b>182,476</b>
<b>SPARES AND REPAIR PARTS .....</b>	<b>56,133</b>	<b>56,133</b>	<b>56,133</b>	<b>56,133</b>
NON-CENTRALLY MANAGED ITEMS .....		9,700	9,700	9,700
INFLATION REESTIMATES FOR FY86 .....		-2,000	-2,000	-2,000
INFLATION PREMIUM, FY 86 .....		-37,400	-	-37,400
PRIOR YEAR PROGRAM SAVINGS .....		-28,000	-28,000	-28,000
(PY TRANSFER) .....		(28,000)	(28,000)	
FY85 INFLATION FAIRNESS ADJUSTMENT .....		-31,000		-31,000

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[In thousands of dollars]

	Budget	House	Senate	Conference
(PY TRANSFER) .....		(31,000)		
TOTAL, PROCUREMENT, MARINE CORPS .....	1,726,800	1,610,749	1,689,982	1,660,766
TRANSFER FROM OTHER ACCOUNTS .....		(85,717)	(31,056)	
TOTAL FUNDING AVAILABLE .....	1,726,800	1,696,466	1,721,038	1,660,766

**PRIOR YEAR SAVINGS**

The conferees recognize \$47,717,000 in prior year savings in Marine Corps Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**UNIT LEVEL CIRCUIT SWITCHES (ULCS)**

The conference agreement provides \$15,361,000 in Procurement, Marine Corps, and \$6,200,000 in Other Procurement, Air Force for only 4 baseline first article AN/TTC-42 switches and associated first article production and test costs. The conferees direct that no other TTC-42's be funded in fiscal year 1986, and that further procurement of this switch should await successful completion of first article testing. The conference agreement also provides for procurement of the SB-3865 for the Army, Air Force, and Marine Corps as budgeted.

The conferees direct the Department of Defense to report to the Defense Appropriations Subcommittees on the systems competitively selected for procurement as the unit level circuit switches. This report, on the basis of contract award, should also outline the out-year procurement program and reationalize any differences from the Department's switch architecture report as requested by the House.

**81MM MORTAR AMMUNITION**

The conferees are in agreement with Senate report language allowing procurement of both the Improved 81mm high explosive mortar ammunition and the older version.

**AIRCRAFT PROCUREMENT, AIR FORCE**

The conferees agree to the following amounts for Aircraft Procurement, Air Force.

[In thousands of dollars]

	Budget	House	Senate	Conference
AIRCRAFT PROCUREMENT, AIR FORCE				
Combat Aircraft				
ACM INTEGRATION .....	122,800	100,000	100,000	100,000
B-1B (MVP) .....	5,461,800	4,861,800	5,261,800	5,161,800
(PY TRANSFER) .....		(300,000)		

	Budget	House	Senate	Conference
<b>TACTICAL FORCES:</b>				
F-15 C/D/ E.....	1,902,900	1,757,300	1,757,300	1,757,300
F-15 C/D/E (PY TRANSFER) .....		(2,300)		
F-15 C/D/E (AP-CY) .....	236,000	210,000	210,000	210,000
F-16 C/D/ (MYP) .....	2,386,700	2,485,100	2,583,500	2,596,400
F-16 (MYP) (PY TRANSFER) .....		(66,300)		
F-16 C/D/ (MYP) (AP-CY) .....	553,100	553,100	535,700	535,700
AIR DEFENSE COMPETITION .....		200,000	200,000	200,000
<b>OTHER COMBAT AIRCRAFT:</b>				
KC-10A (ATCA) (MYP) ) .....	238,800	191,300	198,800	204,800
KC-10A (ATCA) (MYP) (PY TRANSFER) .....		(18,600)		
KC-10A (ATCA) (MYP) (AP-CY) .....	208,200	184,500	208,200	226,800
(PY TRANSFER) .....			(18,600)	
MC-130H.....	73,600	55,000	55,000	55,000
MC-130H (AP-CY).....	5,900	5,900	5,900	5,900
<b>TOTAL, COMBAT AIRCRAFT.....</b>	<b>11,639,800</b>	<b>10,604,000</b>	<b>11,116,200</b>	<b>11,053,700</b>
Airlift/Tanker Aircraft				
<b>STRATEGIC AIRLIFT:</b>				
C-5B.....	1,942,100	1,587,900	1,840,100	1,809,300
C-5B (PY TRANSFER) .....		(85,600)		
3C-5B (AP-CY) .....	326,000	311,900	326,000	326,000
Tactical Airlift				
<b>OTHER AIRLIFT:</b>				
C-20A.....	168,800	154,000		154,000
(PY TRANSFER) .....			(160,800)	
<b>TOTAL, AIRLIFT/TANKER AIRCRAFT .....</b>	<b>2,436,900</b>	<b>2,053,800</b>	<b>2,166,100</b>	<b>2,289,300</b>
Trainer Aircraft				
<b>UPT TRAINERS:</b>				
T-46A (NGT) .....	142,800	125,300		130,600
T-46A (GT) (PY TRANSFER) .....		(5,300)	(125,300)	
T-46A (NGT) (AP-CY) .....	63,300	63,300		63,300
(PY TRANSFER) .....			(63,300)	
<b>TOTAL, TRAINER AIRCRAFT .....</b>	<b>206,100</b>	<b>188,600</b>		<b>193,900</b>
Other Aircraft				
<b>HELICOPTERS:</b>				
HH-60 .....	94,000	93,400	23,000	55,000
HH-60 (AP-CY) .....	22,000	12,000	12,000	12,000
<b>MISSION SUPPORT AIRCRAFT:</b>				
AIR FORCE ONE REPLACEMENT .....				280,000
AF ONE REPLACEMENT (PY TRANSFER) .....			(280,000)	
AC-130H DRUG INTERDICTION AIRCRAFT .....				35,000
AEROSTAT REPLACEMENT .....			4,500	
AURORA .....	80,100			
TR-1/U-2 .....	343,900	300,200	290,656	300,200
TR-1/U-2 (AP-CY) .....		9,000	9,000	9,000
<b>Total, OTHER AIRCRAFT.....</b>	<b>540,000</b>	<b>414,600</b>	<b>339,156</b>	<b>691,200</b>
Modification on In-Service Aircraft				
<b>SATRAEGIC AIRCRAFT:</b>				
B-52 .....	463,600	416,500	459,500	451,200
B-52 (PY TRANSFER) .....		(8,000)		
Fb-111 .....	13,200	13,200	13,200	13,200
B-16 .....	5,100			31,400
<b>TACTICAL AIRCRAFT</b>				
A-7.....	3,400	3,400	81,400	60,000
A-10 .....	87,800	74,200	72,000	72,000
A-10 (PY TRANSFER) .....		(3,500)		
F/RF-4 .....	174,200	168,200	194,300	190,100
F/RF-4 (PY TRANSFER) .....		(3,700)		
F-5.....	25,732	25,732	25,732	25,732
F-15 .....	141,800	141,800	141,000	141,000
F-16 .....	73,700	54,900	52,300	52,300
F-16 (PY TRANSFER) .....		(9,400)		
F-111 .....	294,500	294,500	294,50	295,500
TR-1A.....	11,700	11,700	11,700	11,700

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	Budget	House	Senate	Conference
<b>AIRLIFT AIRCRAFT:</b>				
C-5.....	9,800	9,800	9,800	9,800
C-141.....	2,100	2,100	2,100	2,100
<b>TRAINER AIRCRAFT:</b>				
T-38.....	40,100	26,400	36,200	36,200
<b>OTHER AIRCRAFT:</b>				
KC-10A (ATCA).....	4,300	1,000	1,000	1,000
C-12.....	5,000	5,000	5,000	5,000
C-130.....	201,000	201,300	191,000	200,700
C-130 (PY TRANSFER).....		(8,800)		
C-135.....	868,100	852,500	852,500	852,500
E-3.....	33,400	33,400	33,400	33,400
E-4.....	20,400	20,100	20,100	20,100
HH-53 AIRCRAFT.....	26,400	76,400	51,400	76,400
OTHER AIRCRAFT.....	133,200	133,200	133,200	133,200
ACP COMM. UPGRADE.....			50,000	50,000
<b>OTHER MODIFICATIONS:</b>				
CLASSIFIED PROJECTS.....	144,385	112,385	112,385	112,385
<b>CIVIL RESERVE AIRLIFT FLEET (CRAF):</b>				
CIVIL RESERVE AIRLIFT FLEET (CRAF).....	164,900	164,000	158,800	158,800
DRUG INTERDICTION AIRCRAFT.....			47,900	
UNDISTRIBUTED REDUCTION.....		150,000		
TOTAL, MODIFICATION OF IN-SERVICE AIRCRAFT.....	2,917,817	2,692,617	3,050,417	3,034,717
SPARES AND REPAIR PARTS.....	4,934,581	3,412,281	4,560,181	3,975,000
<b>AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES:</b>				
COMMON GROUND EQUIPMENT.....	630,997	506,297	630,997	556,297
COMMON GROUND EQUIPMENT (PY TRANSFER).....		(50,000)		
INDUSTRIAL RESPONSIVENESS.....	89,200	40,800	74,200	54,200
WAR CONSUMABLES.....	86,400	86,400	86,400	86,400
OTHER PRODUCTION CHARGES.....	2,683,705	2,354,205	2,161,600	2,235,410
TOTAL, AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES.....	3,490,302	2,987,702	2,953,197	2,932,307
ALR-74 RWR.....		- 320,800		
ALR-74 RWR (PY TRANSFER).....		(167,800)		
ENVIRONMENTAL FUND TRANSFER.....			- 10,600	- 10,600
INFLATION REESTIMATES FOR FY86.....		- 32,000	- 32,000	- 32,000
INFLATION PREMIUM, FY86.....		- 549,100		- 549,100
PRIOR YEAR PROGRAM SAVINGS.....		- 406,000		
(PY TRANSFER).....		(406,000)		
FY85 INFLATION FAIRNESS ADJUSTMENT.....		- 323,000		- 323,000
(PY TRANSFER).....		(323,000)		
TOTAL, AIRCRAFT PROCUREMENT, AIR FORCE.....	26,165,500	20,722,700	24,142,651	23,255,424
TRANSFER FROM OTHER ACCOUNTS.....		(1,458,300)	(648,000)	
TOTAL FUNDING AVAILABLE.....	26,165,500	22,181,000	24,790,651	23,255,424

#### PRIOR YEAR SAVINGS

The conferees recognize \$1,110,400,000 in prior year savings in Air Force Aircraft Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

#### B-1B

The conferees agree to provide \$5,161,800,000, a reduction of \$300,000,000. No B-1B production funds in any fiscal year are to be used for retrofit modifications. Instead the conferees have provided a separate allowance of \$31,400,000 in the modification program. The conferees further agree to the reprogramming and reporting requirements in the Senate report.



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F-16

The conferees agree to provide \$2,596,400,000, a reduction of \$240,300,000. The conferees have included bill language which allows award of the F-16 multiyear contract and directs that it contain priced contract options which can accommodate the results of the air defense competition.

AIR DEFENSE COMPETITION

The conferees agree to both the House and Senate report language on the air defense competition for approximately 300 air defense fighters competitively selected from among the F-16, F-20, and any other candidate deemed suitable by the Air Force. The Air Force must follow the acquisition strategy required in the Senate report, using a common cost base for bids as required by the House. The conferees expect this competition to be expedited, and have included bill language which requires the Air Force to make a source selection by July 1, 1986, with contract award to follow within sixty days. The bill appropriates \$200,000,000 for this purpose in fiscal year 1986. As mentioned in the F-16 section of this report, the conferees have also approved the F-16 multiyear initiative because of the expedited air defense aircraft competition. The Air Force is encouraged to consider innovative pricing approaches for any aircraft in the competition.

KC-10

The conferees agree to provide \$204,800,000, a budget reduction of \$34,000,000, and \$226,800,000 for advance procurement. The Air Force should notify Congress if it proposes to extend the KC-10 production line for additional tankers to meet strategic bomber refueling requirements.

C-5B

The conferees agree to provide \$1,809,300,000, a budget reduction of \$132,800,000. This is \$30,800,000 below the Senate allowance to reduce excessive engineering change order funding. The conferees also agree to the provision of \$326,000,000 for advance procurement of 21 C-5B aircraft in fiscal year 1987. The conferees believe that \$177,100,000 of C-5B contract reserves for inflation as documented by the Congressional Budget Office is excess to current cost projections. Due to the possible adverse impact on program execution if a reduction were made at this time, the conferees recommend that such reserves be retained in the C-5B program. The Director of the Office of Management and Budget should formally propose rescission of all excess budget authority in amounts equal to contract adjustments under the current C-5B economic price adjustment contract clause once such adjustments are made in any fiscal year.

T-46 AIRCRAFT

The Air Force has testified on the need to replace obsolete training aircraft operated by the Air Force Air Training Command. The Congress has responded to this need and ratified this requirement

by providing over \$600,000,000 in T-46A research and development and procurement funds to date. The conferees have agreed to provide not only full funding for the fiscal year 1986 T-46 procurement, except for a minor inflation adjustment, but have also fully funded the advance procurement needed to procure T-46 aircraft in fiscal year 1987. The conferees expect the Air Force to budget for and procure T-46 aircraft in fiscal year 1987, where firm fixed price contract options are available, and in subsequent years to meet this critical and well justified requirement.

**HH-60 SEARCH AND RESCUE HELICOPTER**

The conferees agree to an appropriation of \$55,000,000 for production start-up costs and procurement of three helicopters to fill the combat search and rescue mission, instead of \$93,400,000 recommended by the House or \$23,000,000 recommended by the Senate. The amounts agreed to are sufficient to begin an austere version HH-60A production program to provide minimum capability with approximately 63 helicopters and a total cost of not more than \$500,000,000. The Air Force should consider this to be a design-to-cost objective.

The initial funding level is intended for costs related to the airframe, engines, and navigation systems costs as well as nonrecurring engineering expenses. All production tooling expenses are to be assumed by the airframe prime contractor. The conferees expect the Navy to coordinate its search and rescue program with the Air Force to optimize commonality.

**AIR FORCE ONE**

The conferees agree to the Senate funding level and its conditions for Air Force One replacement aircraft and reiterate the procurement design-to-cost objective, which excludes future R&D expense. While also excluded from the design-to-cost objective, initial spares requirements should be accommodated from within appropriated spares funding levels. The Air Force should obtain approval from the House and Senate Armed Services Committees for this procurement program. The conferees also expect advance written notification to Congress prior to contract award.

**B-1B MODIFICATIONS**

The current Air Force plan would fund \$186,200,000 for B-1B retrofit modifications within the B-1B production program. The conferees feel that such costs are more appropriately funded from the allowances for modification of in-service aircraft. Consequently, \$31,400,000 is recommended for B-1B retrofit modifications based on analysis of the aircraft modification installation schedule.

**OTHER MODIFICATIONS**

The conferees agree to the following adjustments in various Air Force modification line items that were in conference:

	[dollars in millions]
B-52 ALCM .....	-\$4.1
B-52 Strategic Radar.....	-8.3

A-7 Guard/Reserve .....	+56.6
A-10 GAO Savings .....	-13.6
A-10 TEMS .....	-2.2
F-4 GAO Savings .....	-6.0
F-4 INS/HUD .....	+92.0
F-4E ALR-74 .....	-10.9
RF-4E ALR-74 .....	-55.0
F-4 Simulator, ALR-74 .....	-4.2
F-15 Mark XII IFF .....	-8
F-16 GAO Savings .....	-18.8
F-16 ALR-74 .....	-2.6
T-38 GAO Savings .....	-3.9
C-130 GAO Savings .....	-10.6
MC-130H Remodification .....	+10.3
HH-53 SOF .....	+50.0
ACP Upgrade .....	+50.0

**SPARES AND REPAIR PARTS**

The conferees agree to provide \$3,975,000,000, a budget reduction of \$959,581,000 of which \$158,700,000 relates to initial spares and \$800,881,000 relates to replenishment spares. The conferees agree to the language in both the House and Senate reports. Future budgets to Congress should clearly identify valid unfunded requirements that would be satisfied if surplus spares funds became available after the budget was submitted. Such unfunded requirements should be reviewed and validated by the Office of the Secretary of Defense during the annual budget review process.

The primary deficiency of the Air Force centrally managed spares requirements determination system is the excessive budget lead time required for future program cost projections. Over the past several years, requirements and cost projections have varied significantly from the actual spares consumption data. Adoption of the financial technique of stock funding repairables would assign financial and requirements responsibility to the spares consumer and significantly shorten budget lead time for cost estimates. Consequently, the conferees encourage the Air Force to consider stock funding of repairables to be managed at least at the major command level.

**OTHER PRODUCTION CHARGES**

The conferees agree to provide \$2,235,410,000, a budget reduction of \$448,295,000. The reduction includes \$39,800,000 in the fiscal year 1986 ALQ-131 program, \$59,000,000 related to production slip of the ALQ-184 ECM pod, \$1,000,000 related to ALR-74, \$43,000,000 related to PLSS, \$44,000,000 related to ECM power management, and \$261,495,000 related to classified programs.

**ALR-74 RADAR WARNING RECEIVER**

The conferees agree to the following reductions related to the ALR-74 production slip, which have been applied to the line items indicated:

**FISCAL YEAR 1986**

[dollars in millions]

F-16 Advance Procurement .....	\$17.4
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F-4E Modification .....	10.9
RF-4E Modification .....	55.0
F-4 Simulator Modification .....	4.2
F-16 Modification .....	2.6
Other Production Charges .....	1.0
Initial Spares .....	12.1
<b>Total .....</b>	<b>103.2</b>

The conferees recognize that approximately \$56,900,000 in fiscal year 1984 appropriations will be used to repackage the ALR-56 radar warning receiver so that a competition between ALR-56M and ALR-74 may be conducted in the future.

**ELECTRONIC COUNTER MEASURE (ECM) EQUIPMENT**

The conferees have agreed to substantial funding reductions in the Airborne Self Protection Jammer (ASPJ), ALQ-119/184 pod, ALQ-131 pod, and ALR-74 radar warning receiver equipment due to inability to achieve production objectives. The budgets for these items were based on overly optimistic assessments of production capability in order to capitalize on emerging technologies. The conferees understand the need to counter the emerging threat, but future support for ECM programs will be contingent upon production feasibility. Consequently, the Air Force should realign its planning to achieve realistic production schedules for this equipment.

**MISSILE PROCUREMENT, AIR FORCE**

The conferees agree to the following amounts for Missile Procurement, Air Force:

(In thousands of dollars)

	Budget	House	Senate	Conference
<b>MISSILE PROCUREMENT, AIR FORCE</b>				
<b>BALLISTIC MISSILES</b>				
STRATEGIC: PEACEKEEPER (M-X) .....	3,037,280	1,746,000	1,746,000	1,746,000
FORCE MODERNIZATION: MISSILE REPLACEMENT EQUIPMENT-STRAT .....	86,701	66,701	66,701	66,701
<b>TOTAL, BALLISTIC MISSILES .....</b>	<b>3,123,981</b>	<b>1,812,701</b>	<b>1,812,701</b>	<b>1,812,701</b>
<b>OTHER MISSILES</b>				
STRATEGIC: AIR LAUNCH CRUISE MISSILE .....	33,440	33,440	33,440	33,440
<b>TACTICAL:</b>				
AIM-7F/M SPARROW .....	82,300	70,400	82,300	82,300
AIM-9L/M SIDEWINDER .....	43,300	81,300	81,300	81,300
AGM-130 POWERED GBU-15 .....	48,500	20,000	20,000	20,000
AGM-65D MAVERICK .....	488,989	430,889	393,989	430,889
AGM-88A HARM .....	470,107	438,107	448,407	438,107
RAPIER .....	7,581	3,581	7,581	7,581
AMRAAM .....	366,489		149,989	149,989
AMRAAM (AP-CY) .....	65,900		30,000	59,400
(PY TRANSFER) .....			(29,400)	
GRD LAUNCH CRUISE MISSILE .....	544,093	534,093	534,093	534,093
GRD LAUNCH CRUISE MISSILE (AP-CY) .....	9,772	9,772	9,772	9,772
TARGET DRONES: TARGET DRONES .....	35,898	35,898	35,898	35,898
<b>TACTICAL DRONES:</b>				
INDUSTRIAL FACILITIES .....	12,926	12,926	12,926	12,926
MISSILE REPLACEMENT EQUIPMENT-TACT .....	14,451	14,451	14,451	14,451
CLASSIFIED PROGRAM .....	663,000	533,000	633,000	505,900
<b>TOTAL, OTHER MISSILES .....</b>	<b>2,895,746</b>	<b>2,218,857</b>	<b>2,488,146</b>	<b>2,417,046</b>

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>MODIFICATION OF IN-SERVICE MISSILES</b>				
CLASS IV: CLASS IV.....	92,749	92,749	90,800	90,800
CLASS V: LGM-30F/G MINUTEMAN II/III.....	13,540	8,440	83,540	43,440
UPDATE:				
AGM-88A HARM.....	3,000	3,000	3,000	3,000
UPDATED ALCM.....	16,498	16,498	16,498	16,498
GRD LAUNCH CRUISE MISSILE UPDATE.....	8,707	8,707	8,707	8,707
<b>TOTAL, MODIFICATION OF IN-SERVICE MISSILES.....</b>	<b>134,494</b>	<b>129,394</b>	<b>202,545</b>	<b>162,445</b>
MISSILE SPARES PLUS REPAIR PARTS: SPARES AND REPAIR PARTS.....	539,258	461,170	465,258	461,170
<b>OTHER SUPPORT</b>				
<b>SPACE PROGRAMS:</b>				
SPACEBORNE EQUIP (COMSEC).....	36,346	36,346	36,346	36,346
GLOBAL POSITIONING (MYP).....	197,398	197,398	197,398	197,398
SPACE LAUNCH SUPPORT.....	295,999	260,999	260,999	260,999
DEF METEOROLOGICAL SAT PROG (MYP).....	53,979	53,979	43,379	43,379
DEFENSE SUPPORT PROGRAM.....	131,282	131,282	131,282	131,282
DEFENSE SATELLITE COMM SYSTEM (MYP).....	135,506	135,506	135,506	135,506
DEFENSE SATELLITE COMM SYSTEM (MYP) (AP-CY).....	13,660	13,660	13,660	13,660
AF SATELLITE COMM SYSTEM.....	34,384	34,384	34,384	34,384
SPACE DEFENSE SYSTEM.....	83,016			
SPACE DEFENSE SYSTEM (AP-CY).....	14,900			
SPACE BOOSTERS.....	126,894	6,894	80,000	80,000
SPACE BOOSTERS (AP-CY).....		114,000	46,894	46,894
SPACE SHUTTLE.....	22,073	22,073	22,073	22,073
<b>SPECIAL PROGRAMS:</b>				
OTHER PROGRAMS.....	170,024	170,024		
FOREST GREEN.....	4,749	4,749	4,749	4,749
IONDS (MYP).....	45,835	45,835	45,835	45,835
SPECIAL PROGRAMS.....	1,915,800	1,661,600	1,885,200	1,834,900
SPECIAL PROGRAMS (PY TRANSFER).....		(1,900)		
SPECIAL UPDATE PROGRAMS.....	887,376	927,476	927,476	927,476
<b>TOTAL, OTHER SUPPORT.....</b>	<b>4,169,221</b>	<b>3,816,205</b>	<b>3,850,181</b>	<b>3,814,881</b>
GENERAL REDUCTION, PY TRANSFER.....		-4,000		
(PY TRANSFER).....		(-4,000)		
INFLATION REESTIMATES FOR FY86.....		-13,000	-13,000	-13,000
INFLATION PREMIUM, FY86.....		-227,800		-227,801
PRIOR YEAR PROGRAM SAVINGS.....		-35,000	-35,000	
(PY TRANSFER).....		(35,000)	(35,000)	
FY85 INFLATION FAIRNESS ADJUSTMENT.....		-115,000		-115,000
(PY TRANSFER).....		(115,000)		
<b>TOTAL, MISSILE PROCUREMENT, AIR FORCE.....</b>	<b>10,862,700</b>	<b>8,043,527</b>	<b>8,770,831</b>	<b>8,312,442</b>
TRANSFER FROM OTHER ACCOUNTS.....		(155,000)	(64,400)	
<b>TOTAL FUNDING AVAILABLE.....</b>	<b>10,862,700</b>	<b>8,198,527</b>	<b>8,835,231</b>	<b>8,312,442</b>

**PRIOR YEAR SAVINGS**

The conferees recognize \$82,800,000 in prior year savings in Air Force Missile Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**ADVANCED MEDIUM RANGE AIR-TO-AIR MISSILE**

The conferees agree to provide \$149,989,000 for Advanced Medium Range Air-to-Air Missile (AMRAAM) and \$59,400,000 for AMRAAM Advance Procurement as proposed by the Senate.

MINUTEMAN II/III

The conferees agree to provide \$43,400,000 for Minuteman II/III modifications. This is an increase of \$35,000,000 over the House allowance to extend the Minuteman Extended Survivable Power (MESP) program starting in 1986. No funds are provided for lead acid batteries.

COMPLEMENTARY EXPENDABLE LAUNCH VEHICLES

The conferees agree to funding levels and distributions proposed by the Senate. This includes \$80,000,000 for procurement of 1 fully funded Complementary Expendable Launch Vehicle and \$46,894,000 in advance procurement for 1987.

The conferees agree that the CELV program of no more than 10 Titan 34D7s shall be fully funded but may be executed as a multi-year procurement if proposed to and approved by Congress.

The conferees further agree that the Air Force should include a program profile and description with its multi-year justification to both the House and Senate Defense Appropriations Subcommittees and that it should incorporate the policy guidance provided in the House report to this bill to include holding four CELV's in reserve, and the Senate language in the report accompanying the Continuing Resolution (S. Rpt. 99-210). Contract restructuring should explicitly accommodate, using priced contract options, the requirement of holding four CELV's in reserve.

OTHER PROCUREMENT, AIR FORCE

The conferees agree to the following amounts for Other Procurement, Air Force:

[In thousands of dollars]

	Budget	House	Senate	Conference
OTHER PROCUREMENT, AIR FORCE				
MUNITIONS AND ASSOCIATED EQUIPMENT				
ROCKETS AND LAUNCHERS:				
2.75 INCH ROCKET MOTOR .....	22,276	22,276	22,276	22,276
GTR-18 MISSILE SIMULATOR .....	1,987	1,987	1,987	1,987
ROCKET TRAINING 35MM .....	1,692	1,692	1,692	1,692
ITEMS LESS THAN \$900,000 .....	4,601	4,601	4,601	4,601
CARTRIDGES (THOUSANDS):				
9 MM PARABELLUM .....	1,178	1,178	1,178	1,178
5.56 MM .....	4,522	4,522	4,522	4,522
20 MM TRAINING .....	1,530	1,530	1,530	1,530
30 MM TRAINING .....	100,425	88,625	91,625	88,625
30 MM API .....	30,613	19,813	30,613	30,613
30 MM API (PY TRANSFER) .....		(10,800)		
40 MM TP GRENADES .....	3,533	3,533	3,533	3,533
40 MM HE GRENADES .....	16,613	16,613	16,613	16,613
CART CHAFF RR-170 .....	17,823	17,823	17,823	17,823
CART CHAFF, RR-136 .....	546	546	546	546
SIGNAL MK-4 MOD 3 .....	1,681	1,681	1,681	1,681
MXU-4A/A ENGINE STARTER .....	4,972	4,972	4,972	4,972
CART IMP 3000 FT/LBS .....	4,281	3,181	3,181	3,181
ITEMS LESS THAN \$900,000 .....	8,650	8,650	8,650	8,650
BOMBS:				
MK-82 INERT/BDU-50 .....	13,386	13,386	13,386	13,386
DURANDAL .....	94,502	86,602	68,000	80,600
TIMER ACTUATOR FIN FUZE .....	1,963			
BSU-49 INFLATABLE RETARDER .....	34,703	31,233	34,703	31,233

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[In thousands of dollars]

	Budget	House	Senate	Conference
BSU-50 INFLATABLE RETARDER .....	10,231	10,231	10,231	10,231
BOMB 2000 LB HIGH EXPLOSIVE .....	34,056	31,856	31,856	31,856
CLUSTER BOMB, MK-20 (ROCKEYE).....	4,397	4,397	4,397	4,397
LASER BOMB GUIDANCE KIT .....	103,677			
GBU-15 .....	127,894	37,902	106,700	85,000
BOMB PRACTICE 25 POUND.....	20,892	20,892	20,892	20,892
BOMB PRACTICE BDU-38 .....	5,421	5,421	5,421	5,421
BOMB, PRACTICE MK-106 .....	1,303	1,303	1,303	1,303
MK-84 BOMB-EMPTY .....	6,810	6,810	6,810	6,810
CBU-89 (TMD/GATOR).....	202,015	172,015	172,015	172,015
CBU-87 (COMBINED EFFECTS MUNITION).....	552,934	330,534	552,934	400,000
BIGEYE .....	22,115		22,115	
ITEMS LESS THAN \$900,000 .....	1,531	1,531		1,531
<b>TARGETS:</b>				
AERIAL TOW TARGET .....	8,398	6,798	6,798	6,798
ITEMS LESS THAN \$900,000 .....	292	292	292	292
<b>OTHER ITEMS:</b>				
FLARE, IR MJU-7B .....	13,346	13,346	13,346	13,346
FLARE, PARA, LUU-4B .....	1,401	1,401	1,401	1,401
FLARE, IR MJU-2 .....	3,109	3,109	3,109	3,109
M-206 CARTRIDGE FLARE.....	1,445	1,445	1,445	1,445
SIGNAL, SMOKE/ILLUM MK-6.....	1,959	1,959	1,959	1,959
SIGNAL SMOKE AND ILLUMINATING .....	2,450	2,450	2,450	2,450
MC-3468, RETARD DEVICE .....	1,878	1,878	1,878	1,878
RAPID MUNITIONS ASSEMBLY .....	3,925	2,825	2,825	2,825
SPARES AND REPAIR PARTS .....	9,547	7,147	7,147	7,147
MODIFICATIONS .....	687	687	687	687
ITEMS LESS THAN \$900,000 .....	21,334	19,034	19,034	19,034
<b>FUZES:</b>				
FMU-130 .....	8,427			
FMU-112/FMU-139 .....	61,725	41,725	41,725	41,725
ITEMS LESS THAN \$900,000 .....	184	184	184	184
<b>OTHER WEAPONS:</b>				
M-203 GRENADE LAUNCHER .....	771	771	771	771
MACHINE GUN, 7.62MM, M-60 .....	3,764	3,764	3,764	3,764
GAU-5 MACHINE GUN .....	1,367	1,367	1,367	1,367
40MM MACHINE GUN, MK-19 .....	4,221	4,221	4,221	4,221
9MM HANDGUN .....	6,776	6,776	6,776	6,776
WAR RESERVE MUNITIONS .....			50,000	40,000
<b>TOTAL, MUNITIONS AND ASSOCIATED EQUIPMENT .....</b>	<b>1,621,759</b>	<b>1,078,515</b>	<b>1,440,496</b>	<b>1,239,877</b>
<b>VEHICULAR EQUIPMENT</b>				
<b>PASSENGER CARRYING VEHICLES:</b>				
SEDAN, 4 DR 4x2 .....	1,938	1,938	1,938	1,938
STATION WAGON, 4x2 .....	2,183	2,183	2,183	2,183
BUS, 28 PASSENGER .....	4,818	4,818	4,818	4,818
BUS INTERCITY .....	1,754	1,754	1,754	1,754
BUS, 44 PASSENGER .....	2,779	2,779	2,779	2,779
AMBULANCE, BUS .....	2,150	2,150	2,150	2,150
<b>CARGO + UTILITY VEHICLES:</b>				
TRUCK, STAKE/PLATFORM .....	6,758	6,758	6,758	6,758
TRUCK, CARGO-UTILITY, ¾T, 4x4 .....	4,503	4,503	4,503	4,503
TRUCK, CARGO-UTILITY, ½T, 4x2 .....	4,446	4,446	4,446	4,446
TRUCK, PICKUP, ½T, 4x2 .....	6,463	6,463	6,463	6,463
TRUCK, PICKUP, COMPACT .....	6,417	6,417	6,417	6,417
TRUCK MULTI-STOP 1 TON 4x2 .....	11,737	11,737	11,737	11,737
TRUCK, PANEL, 4x2 .....	3,541	3,541	3,541	3,541
SHOP VAN 4x4 .....	869	869	869	869
TRUCK CARRYALL .....	7,541	7,541	7,541	7,541
COMMERCIAL UTILITY CARGO VEHICLE .....	3,610	3,610	3,610	3,610
TRUCK, CARGO, 2½T, 6x6, M-35 .....	15,588	15,588	15,588	15,588
TRUCK CARGO 5T M-923, M-925 .....	17,088	17,088	17,088	17,088
SEMI-TRAILER, 20T .....	352	352	352	352
HIGH MOBILITY VEHICLE (MYP) .....	15,300	15,300	15,300	15,300
TRUCK TRACTOR 5T M-932 (MYP) .....	978	978	978	978
TRUCK TRACTOR, OVER 5T .....	4,382	4,382	4,382	4,382
TRUCK WRECKER .....	369	369	369	369
TRUCK WRECKER 5T M936 (MYP) .....	3,903	3,903	3,903	3,903
TRUCK, DUMP 5 TON .....	8,149	8,149	8,149	8,149
TRUCK, UTILITY .....	2,238	2,238	2,238	2,238

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[In thousands of dollars]

	Budget	House	Senate	Conference
ITEMS LESS THAN \$900,000.....	8,358	8,358	8,358	8,358
SPECIAL PURPOSE VEHICLES:				
TRUCK MAINT, 4x2.....	2,552	2,552	2,552	2,552
TRUCK, MAINT, 4x4.....	1,222	1,222	1,222	1,222
TRUCK, MAINT, HI-REACH.....	2,066	2,066	2,066	2,066
TRUCK, TELEPHONE MAINTENANCE.....	3,778	3,778	3,778	3,778
TRUCK, TANK, 1200 GAL.....	1,992	1,992	1,992	1,992
TRUCK TANK FUEL R-9.....	23,645	23,645	23,645	23,645
TRUCK, TANK, FUEL, M-49.....	1,786	1,786	1,786	1,786
TRUCK, TANK, LIQ NIT, C-5.....	467	467	467	467
TRACTOR, A/C TOW, MB-4.....	2,854	2,854	2,854	2,854
TRACTOR, TOW, FLIGHTLINE.....	3,853	3,853	3,853	3,853
TRACTOR, WHEELED, INDUSTRIAL.....	1,915	1,915	1,915	1,915
TRACTOR, DOZER.....	2,443	2,443	2,443	2,443
VEHICLE, LAW ENFORCEMENT.....	2,342	2,342	2,342	2,342
TRUCK, DEMINERAL WATER, 2600 GAL.....	942	942	942	942
TRUCK HI LIFT CS.....	119	119	119	119
TRUCK HI LIFT 3T.....	186	186	186	186
TRUCK, HI LIFT, 9T.....	162	162	162	162
TRUCK REFUSE.....	1,793	1,793	1,793	1,793
TRUCK HYDRANT FUEL.....	3,877	3,877	3,877	3,877
TRAILER WATER M149.....	153	153	153	153
TRAILER FUEL A1B.....	201	201	201	201
SEMI TRAILER COMPRESSED GAS.....	2,725	2,725	2,725	2,725
SEMI TRAILER TANK UDMH.....	137	137	137	137
DOLLY M832.....	427	427	427	427
TRACTOR WHEELED W DOZER.....	360	360	360	360
ITEMS LESS THAN \$900,000.....	7,530	7,530	7,530	7,530
FIRE FIGHTING EQUIPMENT:				
TRUCK CRASH P-4/P-19.....	23,807	23,807	23,807	23,807
TRUCK CRASH P-15.....	3,494	3,494	3,494	3,494
TRUCK CRASH P-2.....	8,201	8,201	8,201	8,201
TRUCK WATER P-18.....	3,866	3,866	3,866	3,866
TRUCK, PUMPER, P-8.....	1,852	1,852	1,852	1,852
TRUCK, PUMPER, P-12.....	205	205	205	205
TRUCK CRASH P-10.....	406	406	406	406
TRUCK CRASH P-13/P-20.....	494	494	494	494
ITEMS LESS THAN \$900,000.....	839	839	839	839
MATERIALS HANDLING EQUIPMENT:				
TRUCK F/L 4,000 LB GED/DED 144*.....	2,188	2,188	2,188	2,188
TRUCK, F/L 6000 LB.....	4,934	4,934	4,934	4,934
TRUCK, F/L 10,000 LB.....	10,941	10,941	10,941	10,941
TRUCK F/L LARGE CAPACITY AT.....	627	627	627	627
TRUCK, F/L 15000 LB.....	760	760	760	760
LARGE CAPACITY LOADER.....	4,250	4,250	4,250	4,250
25K A/C LOADER.....	6,279	6,279	6,279	6,279
TRACTOR, WHSE, 4,000 LB.....	849	849	849	849
CONTAINER, LIFT, TRUCK.....	4,453	4,453	4,453	4,453
ITEMS LESS THAN \$900,000.....	2,658	2,658	2,658	2,658
BASE MAINTENANCE SUPPORT:				
LOADER, SCOOP.....	3,601	3,601	3,601	3,601
LOADER, SCOOP, W/BACKHOE.....	699	699	699	699
DISTRIBUTOR, WATER 1500 GALLON.....	3,460	3,460	3,460	3,460
CLEANER, RUNWAY/STREET.....	6,032	6,032	6,032	6,032
ROLLER, VIBRATING.....	650	650	650	650
TRUCK DUMP 22T.....	860	860	860	860
GRADER, ROAD, MOTORIZED.....	3,110	3,110	3,110	3,110
CRANE, 7-50 TON.....	3,133	3,133	3,133	3,133
EXCAVATOR, DED, PT.....	4,305	4,305	4,305	4,305
WATERCRAFT.....	4,295	4,295	4,295	4,295
SPARES AND REPAIR PARTS.....	4,512	4,512	4,512	4,512
MODIFICATIONS.....	197	197	197	197
ITEMS LESS THAN \$900,000.....	7,173	7,173	7,173	7,173
UNDISTRIBUTED REDUCTION.....		-20,000		
TOTAL, VEHICULAR EQUIPMENT.....	340,869	340,869	320,869	340,869
ELECTRONICS AND TELECOMMUNICATIONS EQUIPMENT				
COMM SECURITY EQUIPMENT (COMSEC):				
SPACE SYSTEMS (COMSEC).....	33,497	33,497	33,497	33,497
TEMPEST EQUIPMENT.....	546	546	546	546



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[In thousands of dollars]

	Budget	House	Senate	Conference
TAC SECURE VOICE.....	13,201	13,201	13,201	13,201
DCS SECURE VOICE (COMSEC).....	27,685	27,685	27,685	27,685
SECURE DATA.....	40,990	40,990	40,990	40,990
TRI-TAC (COMSEC).....	28,633	28,633	28,633	28,633
SPARES AND REPAIR PARTS.....	7,563	7,563	7,563	7,563
MODIFICATIONS (COMSEC).....	282	282	282	282
INTELLIGENCE PROGRAMS:				
INTELLIGENCE DATA HANDLING SYS.....	29,427	29,427	29,427	29,427
INTELLIGENCE TRAINING EQUIPMENT.....	9,101	9,101	9,101	9,101
INTELLIGENCE COMM EQUIP.....	4,585	4,585	4,585	4,585
COBRA SHOE.....	2,973	2,973	2,973	2,973
ITEMS LESS THAN \$900,000.....	6,375	6,375	6,375	6,375
ELECTRONICS PROGRAMS:				
TRAFFIC CONTROL/LANDING.....	4,981	4,981	4,981	4,981
TACTICAL AIR CONTROL SYS IMPROVE.....	95,408	84,408	84,408	84,408
TACAN.....		8,000	8,000	8,000
WEATHER OBSERV/FORCAST.....	31,639	31,639	31,639	31,639
DEFENSE SUPPORT PROGRAM.....	117,825	117,825	117,825	117,825
OTH-B RADAR.....	237,036	167,036	167,036	167,036
SACDIN.....	1,129	1,129	1,129	1,129
SAC COMMAND AND CONTROL.....	11,123	11,123	11,123	11,123
CHEYENNE MOUNTAIN COMPLEX.....	61,039	54,136	54,136	54,136
PAVE PAWS/SLBM WARNING SYSTEMS.....	9,025	9,025	9,025	9,025
BMEWS MODERNIZATION.....	70,754	38,250	70,754	70,754
SPACETRACK.....	10,067	10,067	10,067	10,067
NAVSTAR GPS.....	7,351	7,351	7,351	7,351
USAFE COMMAND/CONTROL SYSTEM.....	12,076	12,076	8,700	8,700
PACAF COMMAND/CONTROL.....	9,897	9,897	9,897	9,897
DEFENSE METEOROLOGICAL SAT PROG.....	9,998	9,998	9,998	9,998
CARIBBEAN BASIN RADER NETWORK.....	4,400	4,400	4,400	4,400
MARS/USAF-FAA RADAR UPGRADE.....	16,598	2,798	16,598	2,798
TAC SIGINT SUPPORT.....	34,671	34,671	34,671	34,671
DIST ERLY WARNING RDR/NORTH WARNING.....	8,858		8,858	8,858
DIST ERLY WARNING RDR/NORTH WARNING (PY TRANSFER).....		(8,858)		
TRANSPORT GROUND INTERCEPT FACIL.....	17,464	17,464	17,464	17,464
TR-1 GROUND STATIONS.....	74,605	64,605	64,605	64,605
AIR BASE SURVIVABILITY.....	1,567	1,567	1,567	1,567
TEREC GROUND PROCESSOR.....	4,056	4,056	4,056	4,056
IMAGERY TRANS.....	37,460	20,000	20,000	20,000
TACTICAL WARNING SYSTEMS SUPPORT.....	390	390	390	390
NORTH ATLANTIC DEFENSE C3.....	22,362	22,362	22,362	22,362
SPECIAL COMM-ELECTRONICS PROJECTS:				
AUTOMATIC DATA PROCESSING EQUIP.....	170,528	148,028	170,528	163,128
WWWCCS ADPE.....	36,361	36,361	36,361	36,361
MAC COMMAND AND CONTROL SUPPORT.....	13,320	13,320	13,320	13,320
GLCM COMMUNICATIONS.....	14,471	14,471	14,471	14,471
AIR BASE DEFENSE/AF PHYS SECURITY.....	52,508	52,508	52,508	52,508
WEAPONS STORAGE/SECURITY.....	2,944	2,944	2,944	2,944
RANGE IMPROVEMENTS.....	105,173	90,173	90,173	90,173
HF RADIO CONSOLIDATION.....	9,768	9,768	9,768	9,768
RADAR BOMB SCORER.....	9,100	9,100	9,100	9,100
PLSS.....	25,123	25,123	25,123	25,123
C3 COUNTERMEASURES.....	21,388	21,388	21,388	21,388
SPACE SHUTTLE.....	4,978	4,978	4,978	4,978
BASE LEVEL DATA AUTO PROGRAM.....	64,904	47,904	47,904	47,904
SATELLITE CONTROL FACILITY.....	66,262	66,262	66,262	66,262
CONSTANT WATCH.....	15,924	15,924	15,924	15,924
CONSOLIDATED SPACE OPS CENTER.....	17,613	17,613	17,613	17,613
CMD CENTER PROCESSING/DISPLAY SYS.....	2,552	2,552	2,552	2,552
HAMMER ACE.....	831	831	831	831
SAMTO TEST RANGES I&M.....	32,144	22,144	22,144	22,144
EMP HARDENING.....	12,685	12,685	12,685	12,685
AIR FORCE COMMUNICATIONS:				
PROGRAM 698AJ.....	1,965	1,965	1,965	1,965
INFORMATION TRANSMISSION SYSTEMS.....	5,748	5,748	5,748	5,748
TELEPHONE EXCHANGE.....	52,926	52,926	52,926	52,926
JOINT TACTICAL COMM PROGRAM.....	161,927	160,227	160,227	160,227
USREDCOM.....	2,971	2,971	2,971	2,971
USCENTCOM.....	26,063	26,063	26,063	26,063
AUTOMATED TELECOMMUNICATIONS PRG.....	19,114	19,114	19,114	19,114
TELETYPEWRITER EQUIPMENT.....	11,724	11,724	11,724	11,724

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[In thousands of dollars]

	Budget	House	Senate	Conference
SATELLITE TERMINALS.....	65,071	65,071	65,071	65,071
DCA PROGRAMS:				
WIDEBAND SYSTEMS UPGRADE.....	45,708	45,708	45,708	45,708
MINIMUM ESSENTIAL EMER COMM NET.....	14,385	14,385	14,385	14,385
DCS SECURE VOICE EQUIPMENT.....	18,380	18,380	18,380	18,380
ORGANIZATION AND BASE:				
TACTICAL C-E EQUIPMENT.....	17,946	17,946	17,946	17,946
PRODUCTIVITY INV TELECOM.....	16,431	16,431	16,431	16,431
RADIO EQUIPMENT.....	38,609	38,609	38,609	38,609
FIBER OPTICS.....	1,430	1,430	1,430	1,430
TV EQUIPMENT (AFRTV).....	4,493	4,493	4,493	4,493
CCTV/AUDIOVISUAL EQUIPMENT.....	4,657	4,657	4,657	4,657
E AND I REQUIREMENTS.....	10,795	10,795	10,795	10,795
SPARES AND REPAIR PARTS.....	398,494	364,644	383,494	370,000
ITEMS LESS THAN \$900,000.....	15,468	15,468	15,468	15,468
MODIFICATIONS:				
COMM-ELECTRONICS CLASS IV.....	39,446	39,446	39,446	39,446
TRAFFIC CONTROL/LANDING.....	3,418	3,418	3,418	3,418
TACTICAL EQUIPMENT.....	25,393	25,393	25,393	25,393
ANTIJAM VOICE.....	19,007	19,007	19,007	19,007
TOTAL, ELECTRONICS AND TELECOMMUNICATIONS EQUIPMENT.....	2,816,783	2,544,608	2,648,344	2,608,650
OTHER BASE MAINTENANCE AND SUPPORT EQUIPMENT				
TEST EQUIPMENT:				
BASE/ALC CALIBRATION PACKAGE.....	52,827	45,027	10,000	45,027
NEWARK AFS CALIBRATION PACKAGE.....	3,359	3,359	3,359	3,359
TEST EQUIPMENT—GEN PURP.....	39,744	34,544	34,544	34,544
ITEMS LESS THAN \$900,000.....	42,008	35,008	35,008	35,008
PERSONAL SAFETY AND RESCUE EQUIP:				
LIFE RAFT, 20 MAN.....	989	989	989	989
AUTOMATIC LIFE PRESERVER.....	3,681	3,681	3,681	3,681
NIGHT VISION GOGGLES.....	8,355	8,355	8,355	8,355
CHEMICAL/BIOLOGICAL DEF PROG.....	81,233	81,233	81,233	81,233
ITEMS LESS THAN \$900,000.....	6,966	6,966	6,966	6,966
DEPOT PLANT AND MATERIALS HANDLING EQ:				
BASE MECHANIZATION EQUIPMENT.....	37,499	37,499	37,499	37,499
AIR TERMINAL MECHANIZATION EQUIP.....	1,215	1,215	1,215	1,215
ITEMS LESS THAN \$900,000.....	18,476	13,476	13,476	13,476
ELECTRICAL EQUIPMENT:				
GENERATORS—MOBILE ELECTRIC.....	30,098	30,098	30,098	30,098
FLOOD LIGHTS.....	10,691	7,745	10,691	7,745
ITEMS LESS THAN \$900,000.....	479	479	479	479
BASE SUPPORT EQUIPMENT:				
MEDICAL/DENTAL EQUIPMENT.....	132,339	120,039	136,639	135,739
AIR BASE SURVIVABILITY.....	36,747	36,747	21,900	21,900
COB ESSENTIAL FACILITIES.....	11,642	11,642	11,642	11,642
BARRIER, AIRCRAFT ARRESTING SYSTEM.....	185	185	185	185
PALLET, AIR CARGO, 108" x 88".....	2,730	2,730	2,730	2,730
NET ASSEMBLY, 108" x 88".....	3,306	3,306	3,306	3,306
PUMPS AND COMPRESSORS.....	1,282	1,282	1,282	1,282
MOBILITY CONTAINERS.....	2,058	2,058	2,058	2,058
BLADDERS FUEL.....	2,710	2,710	2,710	2,710
TACTICAL SHELTER.....	17,822	17,822	17,822	17,822
PHOTOGRAPHIC EQUIPMENT.....	6,486	6,486	6,486	6,486
PRODUCTIVITY INVESTMENTS.....	928	928	928	928
MOBILITY EQUIPMENT.....	43,068	43,068	43,068	43,068
WARTIME HOST NATION SUPPORT.....	5,069	5,069	5,069	5,069
SPARES AND REPAIR PARTS.....	14,297	14,297	14,297	14,297
ITEMS LESS THAN \$900,000.....	17,832	15,032	15,032	15,032
SPECIAL SUPPORT PROJECTS:				
INTELLIGENCE PRODUCTION ACTIVITY.....	18,889	18,889	18,889	18,889
SCIENTIFIC/TECHNICAL INTELLIGENCE.....	4,588	4,588	4,588	4,588
TECH SURV COUNTERMEASURES EQ.....	4,939	4,939	4,939	4,939
DEFENSE DISSEMINATION SYSTEM.....	21,357	15,467	12,457	12,457
AF TECHNICAL APPLICATION CENTER.....	15,878	15,878	15,878	15,878
PHOTO PROC/INTERPRET SYS.....	11,301	10,001	10,001	10,001
SELECTED ACTIVITIES.....	3,933,131	3,702,651	3,896,381	3,865,051
SPECIAL UPDATE PROGRAM.....	86,482	86,482	86,482	86,482
INDUSTRIAL PREPAREDNESS.....	14,326	2,497	14,326	2,497
MISC EQUIPMENT.....	6,508	6,508	6,508	6,508

(In thousands of dollars)

	Budget	House	Senate	Conference
MODIFICATIONS.....	5,069	5,069	5,069	5,069
TOTAL, OTHER BASE MAINTENANCE AND SUPPORT EQUIPMENT.....	4,758,589	4,466,044	4,638,265	4,626,287
UNDISTRIBUTED REDUCTION.....		-237,000		-250,000
NON-CENTRALLY MANAGED ITEMS.....		54,700	54,700	54,700
INFLATION REESTIMATES FOR FY86.....		-9,000	-9,000	-9,000
PRIOR YEAR INFLATION SAVINGS.....		-242,000	-242,000	
(PY TRANSFER).....		(242,000)	(242,000)	
PRIOR YEAR PROGRAM SAVINGS.....		-85,818	-40,000	
(PY TRANSFER).....		(85,818)	(40,000)	
TOTAL, OTHER PROCUREMENT, AIR FORCE.....	9,538,000	7,890,918	8,831,674	-290,000
TRANSFER FROM OTHER ACCOUNTS.....		(347,476)	(282,000)	
TOTAL FUNDING AVAILABLE.....	9,538,000	8,238,394	9,113,674	8,571,383

**PRIOR YEAR SAVINGS**

The conferees recognize \$347,476,000 in prior year savings in Air Force Other Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**30MM API**

The conferees agree to House bill language requiring component breakout of the depleted uranium penetrator for 30mm armor piercing ammunition.

**COMBINED EFFECTS MUNITION**

The conferees are in agreement that competition for CEM procurement shall be continued in fiscal year 1986 with the funding provided.

**MAR USAF/FAA RADAR UPGRADE**

The conferees agree to the House allowance of \$2,798,000 for the joint USAF/FAA minimally attended radar upgrade due to contract award schedule delay beyond the current fiscal year. The Air Force is requested to report to the Appropriations Committees by March 1, 1986, on the requirements for the upgrade, revised acquisition plans, and an assessment of future program growth potential. The report should include an estimate of total program cost and a comparison of the life cycle of unattended versus minimally attended radar sites.

**AUTOMATIC DATA PROCESSING EQUIPMENT**

The conferees agree to provide \$163,128,000, which includes reductions of \$1,400,000 in the "MAJCOM Link" and \$6,000,000 in the Air Staff "Improved Service Program". No funds in any Air Force appropriation should be obligated on the Improved Service Program or other Air Staff office automation until the Secretary of the Air Force has approved an Air Staff automation master plan

which addresses requirements and funding for each major Air Staff organization.

#### NORTHEAST REGIONAL COMMUNICATIONS CENTER

The conferees agree that no funds are provided in this bill for construction at Hawley, Massachusetts, or other locations on privately owned land, of the Northeast Regional Communications Center. The conferees also agree that if further consideration is given to construct such a facility only land presently owned by the Federal Government should be considered as sites.

#### NATIONAL GUARD AND RESERVE EQUIPMENT

The conferees agree to the following amounts for Reserve and National Guard:

[In thousands of dollars]

	Budget	House	Senate	Conference
NATIONAL GUARD AND RESERVE EQUIPMENT, DEFENSE				
RESERVE, ARMY:				
MISCELLANEOUS EQUIPMENT.....			575,400	350,000
TRUCK SLEP.....			15,000	15,000
PY PROGRAM SAVINGS.....		150,400		
(PY TRANSFER) (DIVAD).....			(150,400)	
TOTAL, RESERVE ARMY.....			440,000	365,000
RESERVE, NAVY:				
MISCELLANEOUS EQUIPMENT.....	20,000		230,000	75,000
UH-60 HELICOPTER.....	25,000		25,000	25,000
TOTAL, RESERVE NAVY.....	45,000		255,000	100,000
RESERVE, MARINE CORPS:				
MISCELLANEOUS EQUIPMENT.....	20,000		100,000	30,000
TANKER AIRCRAFT.....	40,000		40,000	40,000
TOTAL, RESERVE MARINE CORPS.....	60,000		140,000	70,000
RESERVE, AIR FORCE:				
MISCELLANEOUS EQUIPMENT.....			100,000	30,000
C-130H AIRCRAFT.....		120,000	130,000	150,000
(PY TRANSFER).....			(20,000)	
TOTAL, RESERVE AIR FORCE.....		120,000	230,000	180,000
ARMY NATIONAL GUARD:				
MISCELLANEOUS EQUIPMENT.....	100,000		500,000	350,000
CHAPARRAL MISSILE.....			58,400	58,400
IMPROVED TOW (MOD).....	15,000		28,200	28,200
M198 HOWITZER, TOWED.....			30,000	30,000
TRAINING DEVICES, NONSYSTEM.....	50,000		50,000	50,000
TRUCK SLEP.....			32,000	32,000
UNDISTRIBUTED REDUCTION.....				17,000
TOTAL, ARMY NATIONAL GUARD.....	165,000		698,000	531,800
AIR NATIONAL GUARD:				
Miscellaneous Equipment.....	30,000		150,000	75,000
C-130 AIRCRAFT.....	150,000		150,000	150,000
C-121 AIRCRAFT.....	18,000			18,000
C-131 AIRCRAFT MODIFICATIONS.....	2,000			12,000
GENERAL REDUCTION (C-131 MODS).....	(8,000)			
C-131 MOD (PY TRANSFER).....	(8,000)		(8,000)	
TOTAL, AIR NATIONAL GUARD.....	192,000		300,000	255,000
TOTAL, NATIONAL GUARD AND RESERVE EQUIPMENT DEFENSE.....	582,000		2,063,800	1,501,800

[In thousands of dollars]

	Budget	House	Senate	Conference
TRANSFER FROM OTHER ACCOUNTS.....		(8,000)	(178,400)	
TOTAL FUNDING AVAILABLE.....		590,000	2,242,200	1,501,800

**ARMY NATIONAL GUARD**

The conferees agree to provide language in the bill enabling the use of \$40,000,000 provided to the Army National Guard for minor projects to facilitate delivery, storage, training and maintenance of National Guard equipment as proposed by the Senate. The conferees added bill language providing that the proposed projects are subject to authorization.

**AIR NATIONAL GUARD**

The conferees agree to provide \$75,000,000 for procurement of miscellaneous equipment for the Air National Guard. Of the amount authorized and appropriated for the Air National Guard, \$25,000,000 shall be used for an Air Combat Maneuvering System as identified in the Senate report.

**C-131 MODIFICATIONS**

The conferees agree to provide \$12,000,000 to modify 3 C-131 aircraft in fiscal year 1986. The fiscal year 1985 funds are now available for transfer, as indicated elsewhere in this report. The conferees also agree to the Senate conditions for modification of C-131 aircraft for the Air National Guard. These three aircraft are to be assigned to units in the states of South Carolina, Indiana, and Oregon.

**PROCUREMENT, DEFENSE AGENCIES**

The conferees agree to the following amounts for Procurement, Defense Agencies:

[In thousands of dollars]

	Budget	House	Senate	Conference
PROCUREMENT, DEFENSE AGENCIES				
MAJOR EQUIPMENT, OSD: MAJOR EQUIPMENT, OSD/WHS.....	59,439	59,439	59,439	59,439
MAJOR EQUIPMENT, DNA:				
VEHICLES.....	220	220	220	220
OTHER CAPITAL EQUIPMENT.....	5,580	5,580	5,580	5,580
MAJOR EQUIPMENT, DCA:				
VWMCSS ADP SYSTEMS.....	14,828	14,828	14,828	14,828
DEFENSE SWITCHING NETWORK.....	10,831	10,831	10,831	10,831
ITEMS LESS THAN \$900,000 EACH.....	43,676	43,676	35,776	43,676
MAJOR EQUIPMENT, DLA:				
MATERIALS HANDLING EQUIPMENT.....	13,634	10,634	10,634	10,634
VEHICLES.....	1,870	1,870	1,870	1,870
MECHANIZED MATERIALS HANDLING SYS.....	16,431	16,431	16,431	16,431
ADP EQUIPMENT.....	74,602	74,602	54,602	54,602
TELECOMMUNICATIONS EQUIPMENT.....	11,014	11,014	11,014	11,014
OTHER MAJOR EQUIPMENT.....	6,780	6,780	6,780	6,780
MAJOR EQUIPMENT, DMA:				

	Budget	House	Senate	Conference
ADP EQUIPMENT.....	16,767	16,767	16,767	16,767
VEHICLES.....	342	342	342	342
OTHER CAPITAL EQUIPMENT.....	26,639	26,639	26,639	26,639
AF PHASE IV COMPUTER.....	4,164	4,164	4,164	4,164
PASS REPLACEMENT.....	2,663	2,663	2,663	2,663
MAJOR EQUIPMENT, DIS:				
VEHICLES.....	1,686	1,686	1,686	1,686
OTHER DIS EQUIPMENT.....		5,000	5,000	5,000
MAJOR EQUIPMENT, USUHS: ITEMS LESS THAN \$900,000 EACH.....	743	743	743	743
MAJOR EQUIPMENT, DCAA: ITEMS LESS THAN \$900,000 EACH.....	7,588	7,588	7,588	7,588
MAJOR EQUIPMENT, DAVA: ITEMS LESS THAN \$900,000 EACH.....	481	481	481	481
MAJOR EQUIPMENT, DIG: ITEMS LESS THAN \$900,000 EACH.....	45	45	45	45
CLASSIFIED PROGRAMS.....	1,071,877	886,846	1,159,791	991,717
NON-CENTRALLY MANAGED ITEMS.....		10,000	10,000	10,000
INFLATION REESTIMATES FOR FY86.....		-1,000	-1,000	-1,000
PRIOR YEAR INFLATION SAVINGS.....		-36,000	-36,000	
(PY TRANSFER).....		(36,000)	(36,000)	
TOTAL, PROCUREMENT, DEFENSE AGENCIES.....	1,391,900	1,181,869	1,426,914	1,302,740
TRANSFER FROM OTHER ACCOUNTS.....		(36,000)	(36,000)	
TOTAL FUNDING AVAILABLE.....	1,391,900	1,217,869	1,462,914	1,302,740

**PRIOR YEAR SAVINGS**

The conferees recognize \$36,000,000 in prior year savings in Defense Agencies Procurement. The sources and uses of these savings are identified in this Statement of the Managers under the heading "Availability of Unobligated Balances."

**DCA CINC INITIATIVES**

The conferees agree to restore the Senate reduction of \$7,900,000 for the Defense Communications Agency CINC Initiatives program. The conferees understand there are a number of critical requirements that necessitate funding in fiscal year 1986. The conferees direct the Department of Defense to budget for these procurement and operations requirements in the appropriate service requests in fiscal year 1987 rather than budget for them in this account and as a contingency fund.

**DEFENSE PRODUCTION ACT PURCHASES**

The conference agreement provides \$31,000,000 as proposed by the Senate.

**NATO COOPERATIVE DEFENSE PROGRAMS**

The conferees agree to provide \$15,000,000 for the acquisition of point air defense of United States air bases and other critical United States military facilities in Italy as proposed by the Senate in the Continuing Resolution (H.J. Res. 465). Enabling bill language has been added.

**TITLE IV—RESEARCH, DEVELOPMENT, TEST AND EVALUATION**

The conferees agree to the following amounts for the Research, Development, Test and Evaluation accounts:

[In thousands of dollars]

	Budget	House	Senate	Conference
RECAPITULATION				
TOTAL, RDTE, ARMY.....	5,279,900	4,436,475	4,841,169	4,798,172
TRANSFER FROM OTHER ACCOUNTS.....		(110,530)	(265,000)	
TOTAL, RDTE, NAVY.....	11,264,300	9,462,631	10,104,594	10,065,239
TRANSFER FROM OTHER ACCOUNTS.....		(271,496)	(183,000)	
TOTAL, RDTE, AIR FORCE.....	15,578,500	13,217,177	13,861,113	13,718,208
TRANSFER FROM OTHER ACCOUNTS.....		(359,000)	(256,000)	
TOTAL, RDTE, DEFENSE AGENCIES.....	7,053,900	5,943,038	7,033,745	6,637,386
TRANSFER FROM OTHER ACCOUNTS.....		(179,112)	(51,000)	
TOTAL, RDTE, DIRECTOR OF TEST AND EVALUATION.....	103,500	93,500	143,500	118,500
TOTAL, RDTE.....	39,280,100	33,152,821	35,984,121	35,337,505
TRANSFER FROM OTHER ACCOUNTS.....		(920,138)	(755,000)	
TOTAL FUNDING AVAILABLE.....	39,280,100	34,072,959	36,739,121	35,337,505

The conferees agree to the following language:

**INDEPENDENT RESEARCH AND DEVELOPMENT BID AND PROPOSAL**

The conferees agree with the House proposal that the ceiling for fiscal year 1986 for Independent Research and Development (IR&D) and Bid and Proposal (B&P) be set at \$5,200,000,000. The conferees agree that an independent review of the IR&D/B&P program is required, as proposed by the House, particularly in light of recent allegations of improper charges to IR&D and B&P accounts by a major contractor.

**NATO COOPERATIVE R&D**

The conferees agree to provide \$125,000,000 for NATO Cooperative R&D and Testing programs, instead of \$250,000,000 as proposed by the Senate and no funds as proposed by the House. These funds are to be equally divided among the Army; Navy; Air Force; Defense Agencies; and Director, Test and Evaluation, Defense, RDT&E accounts.

The conferees note that the fiscal year 1986 Defense Authorization Act provided for a total of \$250,000,000 in general authorization for this initiative. The conferees express their support for this important R&D program, and hope that it provides the basis for increased standardization and interoperability between the U.S. and our NATO allies in the field of armaments development and acquisition.

The Department of Defense should report back to the Committees on Appropriations of the House and Senate on the programs and projects initiated with the \$125,000,000 fiscal year 1986 appropriation for NATO Cooperative R&D. Should the Department of Defense require additional funds, not to exceed the authorized amount, for this effort in fiscal year 1986, a prior approval reprogramming request must be submitted.

**MANAGEMENT OF MEDICAL R&D**

The conferees endorse the language of House Report 99-332, page 285, regarding Management of Medical R&D. The conferees direct that management responsibility for Infectious Disease and

Combat Casualty Care be returned to USDR&E, effective immediately, with the sole exception that management responsibility for research on acquired immune deficiency syndrome shall lie with the Assistant Secretary for Health Affairs.

**RESEARCH, DEVELOPMENT, TEST AND EVALUATION, ARMY**

The conferees agree to the following amounts for Research, Development, Test and Evaluation, Army:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>RESEARCH DEVELOPMENT TEST AND EVAL. ARMY</b>				
<b>Technology Base:</b>				
IN-HOUSE LAB INDEPENDENT RESEARCH.....	25,280	25,280	25,280	25,280
DEFENSE RESEARCH SCIENCES.....	236,869	220,180	235,000	234,500
UNIVERSITY RESEARCH INITIATIVES.....	6,126	6,126	6,126	6,126
MATERIALS.....	12,380	12,380	12,380	12,380
ATMOSPHERIC INVESTIGATIONS.....	6,896	5,000	6,396	5,500
NUCLEAR WEAPONS EFFECTS/FLUIDICS.....	8,461	8,461	8,461	8,461
AIRCRAFT WEAPONS TECHNOLOGY.....	3,321	3,321	3,321	3,321
AIRCRAFT AVIONICS TECHNOLOGY.....	9,766	9,000	9,000	9,000
AERONAUTICAL TECHNOLOGY.....	31,171	26,771	30,000	27,500
AIRDROP TECHNOLOGY.....	2,061	2,061	2,061	2,061
MISSILE TECHNOLOGY.....	31,504	26,504	31,504	29,000
LASER WEAPON TECHNOLOGY.....	21,392	21,392	21,392	21,392
TANK AND AUTOMOTIVE TECHNOLOGY.....	22,226	22,226	22,226	22,226
SMALL CAL AND FIRE CNTRL TECHNOLOGY.....	12,794	11,294	12,044	11,500
BALLISTICS TECHNOLOGY.....	48,424	43,424	47,424	43,424
CHEMICAL AND SMOKE MUNITIONS.....	14,062	14,062	14,062	14,062
JOINT SERVICE SMALL ARMS PROGRAM (JSSAP).....	6,542	5,542	6,542	5,542
COMMUNICATIONS TECH.....	21,403	16,403	19,403	17,403
COMBAT SURVEILL TARGET ACQUIS & IDENT.....	4,407	4,407	4,407	4,407
MIL ENVIRONMENTAL CRITERIA DEV.....	3,096	3,096	3,096	3,096
ELECTRICAL AND ELECTRONIC DEVICES.....	22,871	21,371	21,247	21,247
CHEM BIOLOGICAL DEF/GEN INVEST.....	41,724	39,724	39,724	39,724
MAPPING—GEODESY.....	10,364	8,864	9,635	8,864
NIGHT VISION INVESTIGATIONS.....	22,077	20,577	22,077	21,000
HUMAN FACTORS ENG SYS DEV.....	15,269	14,269	14,000	14,000
HUMAN PERFORMANCE EFFECT/SIMULATION.....	6,788	5,288	5,323	5,288
MOBILITY AND WEAPONS EFFECTS TECH.....	13,363	12,300	12,000	12,000
ENVIRONMENTAL QUALITY TECH.....	8,912	8,912	8,912	8,912
MANPOWER/PERSONNEL/TRAINING.....	8,016	7,516	8,016	7,516
CLOTHING EQUIP AND SHELTER TECH.....	10,537	10,537	9,023	9,023
JT SVC FOOD SYS TECH.....	6,432	5,932	6,432	5,932
COMPUTER AND INFORMATION SCIENCE.....	2,216	2,216	2,216	2,216
MONOSYSTEMS TRAINING DEVICES TECH (NSTD).....	5,103	5,103	5,103	5,103
COLD REGIONS ENGINEERING TECHNOLOGY.....	6,819	6,819	6,819	6,819
MILITARY FACILITIES ENGINEERING TECHNOLOGY.....	5,253	5,253	5,253	5,253
MOBILITY EQUIPMENT TECHNOLOGY.....	13,627	13,627	13,627	13,627
MED DEFENSE AGAINST CHEM AGENTS.....	32,309	30,309	32,309	31,309
TACTICAL ADP TECH.....	9,066	7,500	6,066	6,500
MILITARY DISEASE HAZARDS TECH.....	28,990	24,490	26,490	27,490
COMBAT CASUALTY CARE TECH.....	8,892	8,892	8,892	8,892
COMBAT MAXILLOFACIAL INJURY.....	2,167	2,167	2,167	2,167
SYSTEMS HEALTH HAZARD PREVENT TECH.....	19,461	19,461	19,461	19,461
ENERGY TECH APPL FOR MILITARY FACIL.....	2,230	2,230	2,230	2,230
CLASSIFIED PROGRAMS.....	45,765	42,265	42,265	42,265
<b>TOTAL, TECHNOLOGY BASE.....</b>	<b>876,432</b>	<b>812,552</b>	<b>849,412</b>	<b>833,019</b>
<b>Advance Technology Development:</b>				
MATERIALS AND STRUCTURES ADVANCED DEVELOPMENT.....	14,437	14,437	14,437	14,437
FUELS AND LUBRICANTS ADVANCED DEVELOPMENT.....	3,384	3,384	3,384	3,384
AIRCRAFT POWER PLANTS AND PROPULSION.....	21,833	19,833	19,833	19,833
AIRCRAFT WEAPONS.....	6,946	6,946	6,946	6,946
AIRCRAFT AVIONICS EQUIPMENT.....	10,970	10,970	10,970	10,970
ROATRY WING CONTROLS/ROTORS/STRUCTURES.....	31,104	17,104	17,104	17,104
SYNTHETIC FLIGHT SIMULATORS DEVELOPMENT.....	12,613	12,613	12,613	12,613
AIRDROP ADVANCEMENT.....	3,854	3,854	3,854	3,854



(In thousands of dollars)

	Budget	House	Senate	Conference
NOE AVIATION AND NAVIGATION EQUIPMENT.....	3,089	3,089	3,089	3,089
TERMINALLY GUIDED PROJECTILES.....	17,409	15,000	11,000	15,000
MSL/ROCKET COMPONENTS.....	42,836	18,912	34,872	18,912
BATTLEFIELD ENVIRONMENT SIMULATION.....	2,570	2,570	1,000	1,000
ARMY DEVEL & EMPLOYMENT ACTIVITY-ADEA.....	9,705	9,705	9,705	9,705
ADVANCED LAND MOB SYSTEMS CONCEPTS.....	16,474	16,474	16,474	16,474
LANDMINE WARFARE/BARRIER DEV.....	11,267	11,267	11,267	11,267
JOINT SERVICE SMALL ARMS PROGRAM (JSSAP).....	3,463	3,463	3,463	3,463
COMBAT VEHICLE PROPULSION SYS.....	14,967	11,697	11,697	11,697
CMBT VEH TURRET AND CHASSIS SYBSYS.....	17,036	17,036	17,036	17,036
COMBAT VEHICLE ARMOR/ANTI ARMOR.....	11,363	11,363	11,363	11,363
ADV PROPULSION/LAUNCH SYS FOR MUN.....	8,233	8,233	8,233	8,233
AMMUNITION LOGISTICS.....	2,035	2,035	1,000	1,500
NIGHT VISION ADVANCED DEVELOPMENT.....	33,622	30,622	33,622	31,622
TAC CMD COMMO & COMPUTER (C4) INTEGRATN.....	31,774	29,774	26,529	26,529
MANPOWER AND PERSONNEL.....	16,938	12,938	15,000	14,000
ENGINEERING SYSTEMS.....	3,450	3,450	1,950	1,950
HUMAN FACTORS ENGINEERING APPLICATIONS.....	1,961	1,961		
HUMAN FACTOR IN TNG/OPER EFFECT.....	11,511	9,011	11,000	9,011
ADV ELECTRONIC DEVICES DEV.....	9,730	9,730	9,730	9,730
EDUCATION AND TRAINING.....	11,846	11,846	11,846	11,846
TRAINING SIMULATION.....	5,494	5,494	5,494	5,494
TEST MEASUREMENT & DIAGNOSTIC EQUIPMENT DEVEL.....	7,235	7,235	5,411	5,411
TECHNICAL VULNERABILITY REDUCTION.....	4,305	4,305	4,305	4,305
DEMILITARIZATION CONCEPTS.....	9,575	9,575	9,575	9,575
DOD SOFTWARE INITIATIVES (STARS).....	52,000	42,000	42,000	42,000
TACTICAL ROBOTIC SYSTEMS.....	26,496	16,496	10,000	12,000
CB DEF/SMK ADV TECHNOLOGY DEMONSTRATIONS.....	3,045	3,045	3,045	3,045
ELECTRONIC WARFARE FEASIBILITY DEVELOPMENT.....	8,643	8,643	7,243	7,243
NONSYSYSTEMS MEDICAL MATERIAL DEVELOPMENT.....	16,221	16,221	16,221	16,221
MEDICAL CHEM DEFENSE LIFE SUPPORT MAT.....	22,612	22,612	22,612	22,612
NONTACTICAL ADP TECHNOLOGY.....	218	218		
CLASSIFIED PROGRAMS.....	51,084	19,328	19,284	19,328
<b>TOTAL, ADVANCE TECHNOLOGY DEVELOPMENT.....</b>	<b>593,348</b>	<b>484,792</b>	<b>484,477</b>	<b>470,072</b>
<b>Strategic Programs:</b>				
WORLDWIDE MILITARY CMD&CNT SYS INF SYS.....	30,914	30,914	30,914	30,914
CLASSIFIED PROGRAMS.....	204,743	198,743	198,743	198,743
<b>TOTAL, STRATEGIC PROGRAMS.....</b>	<b>235,657</b>	<b>229,657</b>	<b>229,657</b>	<b>229,657</b>
<b>Tactical Programs:</b>				
AIR MOBILITY SUPPORT.....	15,472	11,472	8,379	3,379
JOINT SURVIVABILITY INVESTIGATIONS.....	900	900	900	900
ADVANCED ROTORCRAFT TECH INTEGRATION/LHX.....	75,528	15,000	55,528	45,000
AIRDROP EQUIPMENT SYSTEMS.....	1,877	1,877	1,000	1,000
ANTI-TACTICAL MISSILE (ATM).....	62,760	62,760	62,760	62,760
SURF-TO-SURF MSL ROCKET SYS.....	30,622	30,622	30,622	30,622
WEAPONS AND AMMUNITION.....	798	798	798	798
ADVANCED ANTI TANK WEAPON.....	81,077	61,077	61,077	61,077
LETHAL CHEMICAL MUNITIONS CONCEPTS.....	20,387		20,387	20,387
LANDMINE/BARRIER SYS.....	28,424	25,424	23,000	23,000
SMOKE MUNITIONS AND MATERIEL CONCEPTS.....	12,672	11,672	8,672	8,672
ARTILLERY/MORTAR AMMO DEVELOPMENT.....	10,157	10,157	10,157	10,157
TANK/FIGHTING VEHICLE AMMO DEVELOPMENT.....	5,734	5,734	5,734	5,734
MOBILE PROTECTED GUN PROGRAM.....	9,802			
ELECTRIC POWER SOURCES.....	11,258	11,258	11,258	11,258
PHYSICAL SECURITY.....	4,416	4,416	4,416	4,416
IDENTIFICATION FRIEND OR FOE EQUIP DEVEL.....	20,693	18,693	18,693	18,693
AIRCRAFT SURVIVABILITY EQUIPMENT.....	8,611	8,611	8,611	8,611
ARMY DATA DISTRIBUTION SYSTEM (ADDS).....	38,016	38,016	38,016	38,016
ELECT WRFR VULNERABILITY/SUCEPTIBILITY.....	23,791	23,791	22,791	22,791
CHEMICAL/BIO DETECTION WARM/SAMP MAT CONCEPTS.....	15,192	15,192	15,192	15,192
CML BIO PROTECTIVE MATERIEL CONCEPTS.....	9,341	9,341	9,341	9,341
REMOTELY PILOTED VEHICLES/DRONES.....	20,977	16,000	16,000	16,000
COMBAT SUPPORT EQUIPMENT.....	28,363	28,363	25,363	25,363
COMBAT MEDICAL MATERIAL.....	9,379	9,379	9,379	9,379
SINGLE CHANNEL GRD/ABN RADIO SUB-SYS.....	2,265	2,265	2,265	2,265
SOLDIER SUPPORT/SURVIVABILITY.....	6,657	5,000	6,000	5,000
DRUG AND VACCINE DEVELOPMENT.....	16,932	16,932	16,932	16,932
MEDICAL DEFENSE AGAINST CHEM WARFARE.....	31,019	31,019	31,019	31,019

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[In thousands of dollars]

	Budget	House	Senate	Conference
COMBAT SERVICE SUPPORT CONTROL SYS.....	980	980	980	980
AIRCRAFT WEAPONS.....	12,672	12,672	12,672	12,672
AIR MOBILITY SUPPORT EQUIPMENT.....	2,600	2,600	2,600	2,600
ADVANCED ATTACK HELICOPTER (AH-64).....	17,506		17,506	10,000
AIRCRAFT PROPULSION SYSTEMS.....	70,791	70,791	50,791	70,791
SYNTHETIC FLIGHT TRAINING SYSTEMS.....	7,863	7,863	7,863	7,863
AIRDROP EQUIP DEVELOPMENT.....	3,141	3,141	3,141	3,141
ARMY HELICOPTER IMPROVEMENT PROG.....	6,802	6,802	6,802	6,802
AIRCRAFT COMPONENT IMPROVEMENT PROGRAM.....	16,158	16,158	16,158	16,158
STINGER.....	18,583	23,583	18,583	23,583
PATRIOT (SAM-D).....	53,070	53,070	53,070	53,070
HELIBORNE MISSILE-HELLFIRE.....	6,213	6,213	3,392	5,000
HELLFIRE ON BLACKHAWK.....		20,000		17,000
GRASS BLADE.....	10,878	10,878	10,878	10,878
DIVISION AIR DEFENSE GUN.....	43,176			
JOINT TACTICAL MISSILE SYSTEM-ARMY (JTACMS-A).....	154,805	130,000	130,000	130,000
INFANTRY SUPPORT WEAPONS.....	24,003	18,603	24,003	24,003
INFANTRY SUPPORT WEAPONS (PY TRANSFER).....		(5,400)		
MOBILITY.....	15,486	5,486	1,000	1,000
SMOKE MUNITIONS & MATERIEL.....	6,024	6,024	6,024	6,024
COUNTERMINE AND BARRIERS.....	10,417	6,870	5,617	8,000
COUNTERMINE AND BARRIERS (PY TRANSFER).....		(1,130)		
FIGHTING VEHICLE SYS.....	2,228	2,228		
LANDMINE WARFARE.....	7,954	7,954	7,954	7,954
M1 E1 DEVELOPMENT PROGRAM.....	3,898	3,898	18,898	18,898
FIELD ARTILLERY AMMUNITION.....	62,590	27,722	52,790	27,722
105MM TANK AMMUNITION.....	1,543	1,543	1,543	1,543
COMM ENGINEERING DEV.....	10,716	10,716	10,716	10,716
JT TAC INFO DIST SYS (JTIDS).....	12,243	12,243	12,243	12,243
UNATTENDED GROUND SENSORS.....	2,940	1,000		500
MODULAR INTEGRATED COMM AND NAVIGATION SYS.....	5,007	5,007	5,007	5,007
RADIOLOGICAL DEFENSE EQUIPMENT.....	664	664	664	664
NIGHT VISION DEVICES.....	14,567	14,567	14,567	14,567
AIRCRAFT SURVIVABILITY EQUIPMENT.....	24,777	22,500	22,000	22,500
ARMY CMD AND CONTROL SYSTEM (ACCS) SYS ENGR.....	9,896	9,896	9,896	9,896
COMBAT FEEDING, CLOTHING AND EQUIPMENT.....	6,461	3,461	5,000	4,000
TACTICAL ELECTRIC POWER SOURCES.....	10,122	10,122	10,122	10,122
GENERAL COMBAT SUPPORT.....	14,822	14,822	14,298	14,298
PHYSICAL SECURITY.....	6,496	6,496	6,496	6,496
EDUCATION AND TRAINING.....	6,611	6,611	6,611	6,611
SPECIAL PURPOSE DETECTORS.....	3,256	3,256	3,256	3,256
CMC BIO DETECTION WARNING & TRG MATERIAL.....	23,081	23,081	23,081	23,081
CHEM BIO PROTECTIVE MATERIEL.....	15,585	15,585	15,585	15,585
COMMAND AND CONTROL.....	5,799	5,799	5,799	5,799
REMOTELY PILOTED VEHICLES.....	30,014	23,114	23,114	23,114
DIVISION AIR DEFENSE COMMAND AND CONTROL.....	33,040	33,040	33,040	33,040
AUTOMATIC TEST EQUIPMENT DEVELOPMENT.....	21,310	21,310	16,310	18,310
SINGLE CHANNEL GRD/ABN RADIO SUB ENG.....	12,874	12,874	12,874	12,874
MEDICAL CHEMICAL DEFENSE LIFE SPT MAT.....	7,680	7,680	7,680	7,680
DRUG AND VACCINE DEVELOPMENT.....	10,497	10,497	10,497	10,497
JOINT SURVEILLANCE/TARGET ATTACK RADAR SYSTEM.....	43,818	33,818	43,818	43,818
JT INTEROP OF TAC CMD & CONT SYS (JINTACCS).....	8,381	8,381	6,481	7,000
JT CB CONTACT POINT TEST AND ASSESSMENT.....	2,402	2,402	2,402	2,402
HV ANTI-TANK ASSAULT WPN SYS (TOW).....	11,836	11,836	11,836	11,836
ADV FIELD ARTILLERY TACTICAL DATA SYSTEM.....	35,574	10,000	35,574	20,000
MED ANTI-TANK ASSAULT WPN (H).....	3,842	3,000	2,000	2,500
CHAPARRAL.....	17,666	17,666	17,666	17,666
SAM HAWK/HAWK IMP PROG.....	5,212	5,212	5,212	5,212
COMBAT VEHICLE IMPROVEMENT PROGRAM.....	72,743	65,000	65,000	65,000
MANEUVER CONTROL SYSTEM (MCS).....	8,636	8,636	8,636	8,636
155MM SELF-PROPELLED HOWITZER IMPROVEMENTS.....	26,105	26,105	26,105	26,105
EQUIPMENT UPGRADE.....	30,805	30,805	30,805	30,805
JOINT TACTICAL COMMO PROGRAM (TRI-TAC).....	30,560	30,560	30,560	30,560
EUCOM C3 SYSTEMS.....	1,961	1,961	1,961	1,961
CLASSIFIED PROGRAMS.....	377,967	228,650	322,737	296,137
CLASSIFIED PROGRAMS.....	237,899	201,291	217,319	209,305
DIVAD ALTERNATIVES.....			(176,000)	41,000
DIVAD ALTERNATIVES (TRANSFER).....			2,500	
ADV COMPOSITE AIRFRAME PROG.....				
TOTAL, TACTICAL PROGRAMS.....	2,366,366	1,880,512	2,076,023	2,069,243

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[In thousands of dollars]

	Budget	House	Senate	Conference
TRANSFER FROM OTHER ACCOUNTS .....		(6,530)	(176,000)	
<b>Intelligence &amp; Communications:</b>				
MAPPING AND GEODESY .....	4,205	4,205	3,225	3,225
AIRCRAFT AVIONICS .....	2,238	2,238	2,238	2,238
MAPPING AND GEODESY .....	3,430	3,430	2,254	2,254
NAVSTAR GLOBAL POS SYS (USER EQ) .....	11,271	11,271	11,271	11,271
LONG-HAUL COMMUNICATIONS (DCS) .....	4,312	4,312	4,312	4,312
SATCOM GROUND ENVIRONMENT .....	26,755	26,755	59,555	59,555
CLASSIFIED PROGRAMS .....	16,280	16,280	16,280	16,280
<b>TOTAL, INTELLIGENCE AND COMMUNICATIONS .....</b>	<b>68,491</b>	<b>68,491</b>	<b>99,135</b>	<b>99,135</b>
<b>Defensewide Mission Support:</b>				
TARGET MISSILES .....	6,051	5,000	4,000	4,000
NONSYSTEMS TRAINING DEVICES (NSTD) DEV .....	5,863	5,863	4,901	4,901
NON-SYSTEM TNG DEVICES ENGR .....	43,636	43,636	40,636	42,636
METEOROLOGICAL EQUIPMENT SYSTEMS .....	6,447	6,447	4,859	4,859
AVIATION ENGINEERING FLIGHT ACTIVITY .....	11,720	9,720	9,720	9,720
KWAJALEIN MISSILE RANGE .....	161,624	154,024	154,024	154,024
SUPPORT OF DEVELOPMENT TESTING .....	58,671	56,671	56,671	56,671
MATERIEL SYSTEMS ANALYSIS .....	15,930	15,930	15,930	15,930
EXPLOITATION OF FOREIGN ITEMS .....	3,569	3,569	3,569	3,569
SUPPORT OF OPERATIONAL TESTING .....	54,855	54,855	52,000	52,000
THREAT SIMULATORS FOR TESTING .....	36,149	33,000	30,149	33,000
PROGRAM-WIDE ACTIVITIES .....	183,766	173,766	165,000	170,000
INTL COOPERATIVE RESEARCH AND DEV .....	947	947	947	947
TECHNICAL INFO ACTIVITIES .....	6,265	6,265	6,265	6,265
DARCOM MAJOR RANGE/TEST FACIL .....	373,054	357,054	350,000	354,000
MUNITIONS-NATO STDZN DOD EFFEC SAFETY STDS .....	11,626	11,626	11,626	11,626
DOD HIGH ENERGY LASTER SYSTEMS TEST FAC .....	20,184	20,184	20,184	20,184
PRODUCTIVITY INVESTMENTS .....	23,335	21,000	21,000	21,000
MTG HQ (RESEARCH/DEVELOPMENT) .....	11,852	11,852	11,852	11,852
INDUSTRIAL PREPAREDNESS .....	104,062	92,062	92,062	92,062
<b>TOTAL, DEFENSEWIDE MISSION SUPPORT .....</b>	<b>1,139,606</b>	<b>1,083,471</b>	<b>1,055,395</b>	<b>1,069,246</b>
CERAMIC ROTARY VALVES .....			870	
CONSULTANTS, STUDIES & ANALYSES .....		-10,000	-2,000	-10,000
RESTORATION OF CIVILIAN PAY REDUCTION .....			33,600	16,800
MEDICAL RESEARCH/AIDS .....			52,600	40,000
GUARD/RESERVE UNIQUE R&D .....		5,000	5,000	5,000
GENERAL REDUCTION .....		-10,000		-45,000
PRIOR YEAR INFLATION SAVINGS .....		-40,000	-40,000	
(PY TRANSFER) .....		(40,000)	(40,000)	
INFLATION ESTIMATES FOR FY 1986 .....		-4,000	-4,000	-4,000
PRIOR YEAR PROGRAM SAVINGS .....		-45,000	-49,000	
(PY TRANSFER) .....		(45,000)	(49,000)	
REPROGRAMMING DENIALS .....		-19,000		
(PY TRANSFER) .....		(19,000)		
NATO COOPERATIVE R&D PROGRAMS .....			50,000	25,000
<b>TOTAL, RESEARCH DEVELOPMENT TEST AND EVAL, ARMY .....</b>	<b>5,279,900</b>	<b>4,436,475</b>	<b>4,841,169</b>	<b>4,798,172</b>
TRANSFER FROM OTHER ACCOUNTS .....		(110,530)	(265,000)	
<b>TOTAL FUNDING AVAILABLE .....</b>	<b>5,279,900</b>	<b>4,547,005</b>	<b>5,106,169</b>	<b>4,838,172</b>

## DEFENSE RESEARCH SCIENCES

The conferees agree to provide \$234,500,000 for Defense Research Sciences, of which \$5,000,000 shall be used only for aviation research at Wichita State University, and \$3,500,000 shall be used only for computer research and related purposes at the University of Nevada, Las Vegas.

**MILITARY DISEASE HAZARDS TECHNOLOGY**

The conferees agree to provide \$27,490,000 for Military Disease Hazards Technology, of which \$2,000,000 shall be used only for neurotoxin research at the University of Kansas.

**TERMINALLY GUIDED PROJECTILES**

The conferees agree to provide \$15,000,000 for Terminally Guided Projectiles as proposed by the House, instead of \$11,000,000 as proposed by the Senate. The funds provided are to be used solely for the SADARM project; requests for funds for the CGSP and Guidance & Control Production projects are denied.

The conferees also agree to provide \$21,000,000 in the Field Artillery Ammunition program for SADARM, for a total of \$36,000,000. The conferees share the reservations expressed by the House concerning SADARM's technical maturity and readiness to enter full-scale engineering development (ED). It is noted that the issuance of a Request for Proposals (RFP) for ED of SADARM has been delayed, and the program schedule has slipped accordingly. Consequently, the conferees direct the Army to fashion the forthcoming RFP to provide for an ED program which is augmented in the early phases by concurrent gun firings of modified advance development (AD) hardware. Said modifications are to be those related to improvement of reliability and to refinement of algorithms for improvement of single shot probability of kill. Simultaneously with conduct of these gun firings, ED may proceed through component and subsystem development and qualification, and demonstration of the full-up ED system. Completion of a program of well instrumented gun firings of modified AD hardware before the end of ED subsystem qualification will significantly reduce the risks associated with the remainder of development, as will full consideration of the results and implications of the current Air Force testing program known as Chicken Little. The conferees direct that no funds be obligated or expended for materials required for the final phase of ED, system qualification in DT/OT II, until approved by the Committees on Appropriations of the House and Senate. Such approval will be contingent upon a satisfactory Critical Design Review (CDR) conducted by the Army at the end of demonstration of the full-up ED system. A satisfactory CDR will have addressed, among other issues, reliability, single shot probability of kill, resistance to countermeasures, accuracy of delivery methods, and lethality at required ranges. Transition to DT/OT II shall be made on the basis of specific technical accomplishment and risk reduction, rather than on an arbitrary calendar date.

The conferees direct that at least two prime competing contractors shall be involved in the two phase process described above, and that the Army plan for eventual production by at least two prime contractors.

The conferees agree that integration of SADARM with both the MLRS and the 155mm howitzer may be pursued with fiscal year 1986 funds.

The conferees recognize that the foregoing directives may add to the cost, and lengthen the duration, of the ED program currently planned by the Army. By the same token, continuing to support at

least two competing prime contractors through development and into production may increase funding needs. On the other hand, these increased costs are viewed as a prudent investment which will be recouped through lower procurement costs and lower technical and financial risks. Further, the conferees insist that the program schedule be structured realistically and prudently managed.

#### MISSILE/ROCKET COMPONENTS

The conferees agree to provide \$18,912,000 for Missile/Rocket Components as proposed by the House, instead of \$34,872,000 as proposed by the Senate. The funds are specified for projects within the program as follows:

D085—Demonstration of Advanced Radar Techniques .....	\$1,412,000
D087—Missile Rocket Components .....	192,000
D261—Fiber Optics Guidance .....	6,450,000
D263—Kinetic Energy Missile .....	5,858,000
D271—Multirole Survivable Missile .....	5,000,000

Funds for D272, Joint Service Imaging Infrared Seeker, are specifically denied.

#### ADVANCED ROTORCRAFT TECHNOLOGY INTEGRATION/LHX

The conferees agree to provide \$45,000,000 for Advanced Rotorcraft Technology Integration (ARTI)/LHX, instead of \$15,000,000 as proposed by the House or \$55,528,000 as proposed by the Senate. The conferees emphasize that the funds provided are for advanced development only, and that no funds will be provided in the future for full scale development until the Army has better justified the LHX program. The funds are provided with the understanding that the program will be continued in fiscal year 1986 as presently structured by the Army with a reasonable level of competition being maintained in both elements of the program.

The conferees are concerned that the program is not well defined and that its cost could be significantly underestimated. For these reasons, the Army is directed to prepare for submission to the Committees on Appropriations of the House and Senate by August 1, 1986, a complete report on the program, describing the concept of operation, procurement strategy, quantities of aircraft to be procured, schedule, and program cost.

The Secretary of Defense, for his part, is to submit a separate report to the Committees on Appropriations of the House and Senate by August 1, 1986, certifying the accuracy of the Army's cost estimates. That report should be based on an independent assessment of Army cost estimates for the LHX helicopter as well as for potential alternative programs and should be conducted by the Cost Analysis Improvement Group within the Office of the Secretary of Defense. This analysis should verify whether the LHX can be procured for an average unit flyaway cost of \$5,300,000 in fiscal year 1984 dollars as currently projected by the Army.

The Army should also reexamine its plan to retain two airframe design teams for 18 months during the full scale development phase, should that phase be funded. The conferees agree that steps should be taken to determine the most efficient and cost effective

means to design the competitive airframes in less time and to include this plan in the August 1, 1986 report.

Further Congressional approval of this program may be contingent on the establishment of a cost ceiling for the LHX to be derived from the data provided by August 1, 1986. If the Army fails to present a cost estimate that is attainable, the Committees will consider terminating the program in acting on the fiscal year 1987 request.

#### AIRCRAFT PROPULSION SYSTEMS

The conferees agree to provide \$70,791,000 for Aircraft Propulsion Systems, as proposed by the House instead of \$50,791,000 as proposed by the Senate.

The funds provided are for continued development of the T-800 engine. Army plans envision funding two contractor teams through the preliminary flight rating stage of LHX full-scale development. The Senate report directed that the down selection to one team should be made in fiscal year 1986. While sympathetic to the Senate view that this will reduce development costs, the conferees agree that insufficient data will be available for the Army to make an informed decision. The potential for far larger savings in the production phase will be increased by continuing competition for as long as possible in the development phase. Therefore, the conferees agree that the Senate directive is rescinded, and that down selection will not be required to take place in fiscal year 1986.

#### HELLFIRE ON BLACKHAWK

The conferees agree to provide \$17,000,000 for Hellfire on Blackhawk, instead of \$20,000,000 as proposed by the House or no funds as proposed by the Senate. The funds provided are to be used to complete remaining development tasks for arming Blackhawk helicopters with Hellfire missiles, to transition into low-rate initial production, and to procure the first lot of shipsets. Subsequent funding for procurement is to be included in the Aircraft Procurement, Army account.

Language has been provided in the bill specifying that \$17,000,000 of Army RDT&E funds are available only for the purposes stated above.

#### FIELD ARTILLERY AMMUNITION

The conferees agree to provide \$27,722,000 for Field Artillery Ammunition as proposed by the House, instead of \$52,790,000 as proposed by the Senate. The funds are specified for projects within the program as follows:

D175—Field Artillery Fuzes.....	\$6,501,000
D286—Field Artillery Ammunition (NATO).....	221,000
D644—Generic SADARM .....	21,000,000

Funds for D652, Light Artillery Guided Projectile, are specifically denied.

Language concerning SADARM is provided above under Terminally Guided Projectiles.

**ADVANCED FIELD ARTILLERY TACTICAL DATA SYSTEM**

The Army has requested \$35,574,000 for the continued development of the Advanced Field Artillery Tactical Data System (AFATDS). The conferees are fully supportive of the effort to upgrade Army's fire support command and control posture. However, improvements in the fielded systems are of more immediate and primary concern.

As specified in the Defense Department-approved Mission Element Needs Statement (MENS), such improvements are to be accomplished in gradual step progression with proven technology toward the ultimate aim of achieving the advanced capabilities of the ultimate system. Plans to accomplish these goals must maximize the near-term capabilities of the Light Divisions in parallel with block improvements in the fielded systems of the Heavy Divisions. The current program therefore, must be returned to a more equitable balance between near term and long term objectives.

Accordingly, the conferees agree to provide \$20,000,000 in RDT&E for the continued development of AFATDS, and \$25,574,000 in procurement to maximize the fielded capability of the Light Divisions. The conferees support the on-going AFATDS software program through completion of the Concept Evaluation Phase (CEP) within the \$49,500,000 contract ceiling established by the Army. The Army is directed to submit for approval of the Committees on Appropriations of the House and Senate a comprehensive program status report, detailed plans for achieving the objective system requirements, and a schedule for bringing AFATDS under the required ASARC/DSARC review process by August 1, 1986.

**DIVAD ALTERNATIVES**

The conferees agree to provide \$41,000,000 for examination of alternatives for DIVAD, instead of no funds as proposed by the House or the transfer of \$176,000,000 of prior year funds as proposed by the Senate. Information provided by the Army indicated that evaluation of off-the-shelf alternatives would require \$41,000,000. The conferees agree that such evaluation should take place as rapidly as possible, and direct the Army to complete that evaluation expeditiously.

**ADVANCED COMPOSITE AIRFRAME PROGRAM**

The conferees agree to provide no additional funds for the Advanced Composite Airframe Program (ACAP), as proposed by the House, instead of \$2,500,000 as proposed by the Senate. The conferees believe that ACAP is adequately funded under the Advanced Structures project, and note that ACAP funding will receive a considerable increase in fiscal year 1987.

Should the Army desire to accelerate ACAP static and fatigue testing as proposed by the Senate during fiscal year 1986, it should submit a prior approval reprogramming.

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## CERAMIC ROTARY VALVES

The conferees agree to provide no funds for Ceramic Rotary Valves, but agree that the Army may use \$870,000 of available RDT&E funds to initiate in fiscal year 1986 a follow-on test of a multi-cylinder engine using ceramic elements for rotating valves, provided that evaluation of the single-cylinder engine is favorable.

## PRIOR YEAR SAVINGS

The conferees recognize \$96,130,000 in prior year savings in Research, Development, Test and Evaluation, Army. The sources and uses of these savings are identified in this Statement of Managers under the heading "Availability of Unobligated Balances."

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION, NAVY

The conferees agree to the following amounts for Research, Development, Test and Evaluation, Navy:

[In thousands of dollars]

	Budget	House	Senate	Conference
RESEARCH, DEVELOPMENT, TEST AND EVAL., NAVY				
TECHNOLOGY BASE:				
UNIVERSITY RESEARCH.....	6,250	6,250	6,250	6,250
IN-HOUSE INDEPEND LAB RES.....	26,277	26,277	26,277	26,277
DEFENSE RESEARCH SCIENCES.....	339,176	329,071	333,208	333,208
TACT DIRECTED ENERGY TECH.....	10,834	7,000	7,000	7,000
AIRCRAFT TECHNOLOGY.....	23,102	23,102	23,102	23,102
MISSILE PROPULSION TECH.....	10,503	10,503	10,503	10,503
SURF/AEROSPACE WPNRY TECH.....	27,218	27,218	27,218	27,218
NUCLEAR PROPULSION TECH.....	49,018	49,018	49,018	49,018
SHIP AND SUBMARINE TECH.....	25,272	25,272	25,272	25,272
UNDERSEA WARFARE WPNRY TECH.....	44,181	44,181	37,000	44,181
U/S TARGET SURV TECH.....	44,495	44,495	44,495	44,495
SURF/AEROSP TGT SURV TECH.....	32,240	32,240	32,240	32,240
COMMAND AND CONTROL TECH.....	28,943	24,443	24,443	24,443
COUNTERMEASURES TECH.....	27,005	27,005	25,000	25,000
MIC AIR-GROUND TECHNOLOGY.....	18,499	14,499	14,499	14,499
HUMAN FACTORS & SIM TECH.....	7,652	7,652	7,652	7,652
BIOMEDICAL TECH.....	8,906	8,906	8,906	8,906
OCEAN AND ATMOS SUPT TECH.....	27,095	27,095	27,095	27,095
LOGISTICS TECH.....	13,311	13,311	13,311	13,311
MATERIALS TECH.....	33,004	33,004	33,004	33,004
ELEX DEVICE TECH.....	24,898	24,898	24,898	24,898
PERSONNEL & TRNG TECH.....	5,062	5,062	5,062	5,062
CHEM/BIOL & RADIOL DEF TECH.....	4,765	4,765	4,765	4,765
LAB INDEP EXPLORATORY DEV.....	15,463	15,463	14,500	14,500
TOTAL, TECHNOLOGY BASE.....	853,169	830,730	824,718	831,899
ADVANCE TECHNOLOGY DEVELOPMENT:				
AVIONICS.....	4,909		3,500	1,750
AIR/OCEAN TACT APPLIC.....	8,946	5,819	8,946	6,750
ADV A/C PROPUL SYS.....	8,841	3,000	3,000	3,000
AVIATION LIFE SUPT SYS.....	1,377	860	1,377	1,377
ADV A/C SUBSYSTEMS.....	4,684	4,684	4,684	4,684
ERASE.....	10,149	10,149	10,149	10,149
ASM TECH.....	8,973	1,973		
SHIP PROP SYS (ADV).....	30,664	30,664	27,664	30,664
ADV COMPUTER TECH.....	14,555	12,055	10,547	10,547
ELECTRIC DRIVE.....	9,762	9,762	9,762	9,762
CONVENTIONAL MUNITIONS.....	30,334	20,168	25,334	22,000
JOINT SERV EOD DEV (ADV).....	10,898	7,898	10,898	9,398
HUMAN FACTORS ENG DEVEL.....	2,116	2,116	2,116	2,116
ASW OCEANOGRAPHY.....	6,376	6,376	6,376	6,376
MEDICAL DEVELOPMENT (ADV).....	14,653	12,719	14,653	12,719



[In thousands of dollars]

	Budget	House	Senate	Conference
MNPWR CONTROL SYST DEV.....	4,099	4,099	3,599	3,599
ADV MARINE BIOLOGICAL SYS.....	5,477	5,477	5,477	5,477
GENERIC LOGISTICS R&D.....	8,886	5,000		5,000
OCEAN ENG TECH DEVELOP.....	13,083	13,083	13,083	13,083
EDUCATION & TRAINING.....	4,667	2,800	3,667	3,000
ENVIRONMENTAL PROTECTION.....	8,347	8,347	8,347	8,347
NAVAL SPECIAL WARFARE.....	11,862	9,554	9,862	9,554
ADV MANPOWER TRAINING SYS.....	6,144	2,933	6,144	2,933
TRAINING DEVICE TECH.....	8,679	7,567	8,679	8,000
NAV LOGISTICS PRODUCTIVITY.....	968	968	468	800
<b>TOTAL, ADVANCE TECHNOLOGY DEVELOPMENT.....</b>	<b>239,449</b>	<b>188,071</b>	<b>198,332</b>	<b>191,085</b>
<b>STRATEGIC PROGRAMS:</b>				
SPACE TECHNOLOGY.....	14,002	14,002	14,002	14,002
TRIDENT II.....	2,165,615	2,103,597	2,130,615	2,117,106
STRATEGIC TECH SUPPORT.....	3,882	3,882	3,882	3,882
FBM SYSTEM.....	33,550	33,550	33,550	33,550
SSBN SECURITY PROGRAM.....	38,591	38,591	38,591	38,591
TRIDENT I.....	47,195	38,195	38,195	38,195
ELF COMMUNICATIONS.....	28,283	28,283	28,283	28,283
NAVY STRATEGIC COMM.....	125,839	119,161	125,839	125,839
NAV SPASUR.....	954	954	954	954
MEECN.....	1,615	1,615	1,615	1,615
WIS MODERNIZATION.....	22,504		15,000	15,000
<b>TOTAL, STRATEGIC PROGRAMS.....</b>	<b>2,482,030</b>	<b>2,381,830</b>	<b>2,430,526</b>	<b>2,417,017</b>
<b>TACTICAL PROGRAMS:</b>				
ABN ELECTRONIC WARFARE EQ.....	61,587	61,587	61,587	61,587
T45-TS.....	114,128	114,128	114,128	114,128
CV ASW MODULE.....	5,022	4,259	4,259	4,259
A/C SYSTEMS (ADV).....	5,894	5,894	5,894	5,894
AIR ASW.....	6,778	4,778	4,778	4,778
JVX.....	603,743	569,543	583,743	580,000
A-6E IMPROV.....	237,952	232,052	187,952	232,052
ABN MINE COUNTERMEASURES.....	14,148	14,148	14,148	14,148
TAC AIR RECON.....	6,906	6,906	2,317	2,377
A/C SURVIV & VULNER.....	14,825	14,825	14,825	14,825
RETRACT YELLOW.....	25,728	5,000	5,000	5,000
ADV SUR/AIR MSSL(ASAM).....	41,510	25,000	25,000	25,000
LOW COST ANTI-RADIATION SEEKER.....	16,523	17,523	16,523	17,523
SUBMARINE ASW STDOFF WPN.....	75,328	75,328	75,328	75,328
BCAAWC.....	11,183	5,000	11,183	8,000
SURFACE MCM.....	24,908	24,908	24,908	24,908
SUB SONAR DEVEL (ADV).....	22,414	12,506	12,506	12,506
SURFACE SHIP TORP DEF.....	45,199	40,199	40,199	40,199
CATAPULTS.....	3,418			
SHIPBD SYS COMP DEV.....	21,427	15,427	15,427	15,427
SHIPBOARD DAMAGE CONTROL.....	32,320	23,606	25,000	23,606
ADV COMMAND DATA SYS.....	2,595			
SUB ARCTIC WF/SPT EQUIP PR.....	9,748	9,748	9,748	9,748
PILOT FISH.....	93,964	93,964	93,964	93,964
NON ACOUSTIC ASW.....	22,104	22,104	22,104	22,104
ADV ASW TARGET.....	12,646	7,550	12,646	9,400
SHIP SYS ENGR STDS.....	4,673		2,000	2,000
RETRACT JUNIPER.....	25,368	25,368	25,368	25,368
RADIOLOGICAL CONTROL.....	3,585	2,196	2,196	2,196
LINK DOGWOOD.....	26,247	26,247	26,247	26,247
SURFACE ASW.....	17,649	17,649	17,649	17,649
SUB HULL ARRAY DEV (ADV).....	13,206	8,211	8,211	8,211
ADV SUB SYS DEVEL.....	180,586	163,000	180,586	170,000
SUB TAC W/F SYS (ADV).....	23,171	23,171	23,171	23,171
SHIP DEVELOPMENT (ADV).....	14,639	13,657	13,657	13,657
SURF SHIP NAVIG SYS.....	2,841		2,000	1,000
ATTACK SUBMARINE DEV.....	33,139	33,139	33,139	33,139
ADV NUC REACT COMP SYS DEV.....	120,175	120,175	120,175	120,175
SHIBD PHYSICAL SECURITY.....	3,703	3,703	3,703	3,703
CHALK EAGLE.....	68,783	68,783	68,783	68,783
A4W/A1G NUC PROP PLNT.....	3,327	3,327	3,327	3,327
COMBAT SYSTEM INTEGRATION.....	22,383	22,383	22,383	22,383
DDG-51.....	100,836	89,000	89,000	89,000

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[In thousands of dollars]

	Budget	House	Senate	Conference
JOINT ADV SYS.....	132,348			
MINE DEVELOPMENT.....	1,964	4,464	4,464	4,464
ALWT (ADV).....	10,113		7,000	
MC ASSAULT VEHICLES.....	10,407	10,407		10,407
TAC NUC DEVELOPMENT.....	9,721	7,846	9,721	8,300
GRD COMBAT/SUPP ARMS SYS.....	17,129	16,129	13,129	13,129
OCEAN ENGR SYS DEV.....	1,380	1,380	1,380	1,380
ANTI SUB W/F SIGN PROC.....	15,535	15,535	15,535	15,535
FLEET TAC D&E PROGRAM.....	3,880	2,000	2,000	2,000
COMMAND & CONTROL SYS (ADV).....	42,973	30,473	30,473	30,473
CONTAINER OFFLOAD & TRNSFR SYS.....	1,515	1,515	1,515	1,515
NAVY ENERGY PROGRAM (ADV).....	18,576	18,576	18,576	18,576
FACILITIES IMPROV.....	7,279	7,279	7,279	7,279
MERSHIP NAV AUX PROG.....	6,031	6,031	6,031	6,031
COMBAT SERVICES SUP (ADV).....	9,356	9,356	9,356	9,356
MC INTELL/ELEC WARFARE SYS.....	70	70	70	70
CHALK CORAL.....	3,039	3,039	3,039	3,039
LINK HAZEL.....	23,564	23,564	23,564	23,564
LINK LAUREL.....	35,345	35,345	35,345	35,345
ARIADNE.....	2,185	2,185	2,185	2,185
LINK SPRUCE.....	67,352		35,000	35,000
RETRACT MAPLE.....	8,247	8,247	9,747	9,747
NCCS SE&I.....	7,181	7,181	7,181	7,181
ASW SURVEILLANCE.....	19,458	17,458	17,458	17,458
LRAP.....	15,678	15,678	15,678	15,678
SPECIAL PROCESSES.....	49,532	49,532	49,532	49,532
RDCS.....	15,380			
AVIONICS DEV.....	14,965	14,965	14,965	14,965
IFF SYS DEV.....	17,477	17,477	17,477	17,477
LAMPS III.....	16,006	14,100	1,906	14,100
HELICOPTER DEVELOPMENT.....	7,902	7,902	7,902	7,902
AVBB (ENG).....	72,078	55,178	72,078	66,000
SUPPORT EQUIPMENT.....	16,428	13,128	14,494	16,428
SUPPORT EQUIPMENT (PY TRANSFER).....		(3,300)		
S-3 WPN SYS IMP S-3( ).....	15,955	15,955	15,955	15,955
AIR OCEAN EQUIP ENG.....	2,468	2,468	2,468	2,468
ABN ASW DEVELOPMENTS.....	6,136	6,136	6,136	6,136
A/C IR SIGN SUPPRESSION.....	3,945	2,000	2,000	2,000
P-3 MODERNIZATION PROG.....	48,725	48,725	31,295	37,000
ABN EW ENG.....	62,198	62,298	60,000	62,198
ASPJ.....	24,985	19,169	24,985	21,000
CV IZ ASW HELO.....	12,722	12,722	12,722	12,722
A/C PROPULSION (ENG).....	44,866	44,866	44,866	44,866
EW SIMULATOR DEV.....	40,275	36,000	36,000	36,000
C/MH-53E.....	2,300	1,500	2,300	2,300
C/MH-53E (PY TRANSFER).....		(800)		
ACOUSTIC SRCH SENSRS (ENG).....	42,630	30,630	30,630	30,630
AVIATION LIFE SUPRT SYS.....	32,809	20,000	30,000	27,500
A/C ENGINES COMP IMP PROG.....	65,843	64,943	65,843	65,843
A/C ENGINES COMP IMP PROG (PY TRANSFER).....		(900)		
MK92 PCS UPGRADE.....	13,326	13,326	13,326	13,326
AEGIS AREA AIR DEF.....	11,081	9,927	11,081	11,081
AEGIS AREA AIR DEF (PY TRANSFER).....		(1,154)		
CG-47 PRODUCT IMPROVEMENT.....	48,506	29,006	44,506	35,000
LINK ASH.....	13,636	13,636	13,636	13,636
AMRAAM.....	17,051	5,000	5,000	5,000
VERTICAL LAUNCHING SYS.....	29,566	29,566	29,566	29,566
AAM SYSTEMS ENGINEERING.....	13,589	13,589	10,000	13,589
VLS ASROC.....	37,444	37,444	37,444	37,444
CHWS (PHALANX).....	7,612	7,612	4,771	4,771
NATO SEA SPARROW.....	8,047	3,047	3,047	3,047
SM-2 (N).....	9,756		7,256	3,000
STANDARD MSL IMPROVEMENTS.....	47,185	47,185	47,185	47,185
TOMAHAWK.....	68,798	63,000	63,000	63,000
5" ROLLING AIR FRAME MSLE.....	10,948	10,948	3,948	10,948
SSN-698 VLS.....	25,699	25,699	25,699	25,699
NEW THREAT UPGRADE.....	54,034	54,034		54,034
SUBMARINE COMM.....	4,426	4,426	4,426	4,426
SUB SONAR DEVELOP (ENG).....	40,299	40,299	40,299	40,299
AIR CONTROL ENG.....	20,335	20,335	20,335	20,335
BR/CW COUNTERMEASURES.....	6,079	6,079	6,079	6,079

[In thousands of dollars]

	Budget	House	Senate	Conference
EMSP.....	99,277	91,912	99,277	95,500
RADAR SURVEILLANCE EQUIP.....	6,330	6,330	6,330	6,330
ADV TACT RAD.....	2,909			
INTELLIGENCE SYSTEMS.....	901	901	901	901
SUB SURV EQUIP PROG (ENG).....	19,429	13,747	15,429	13,747
SHIP SURVIVABILITY.....	5,904	5,904	5,904	5,904
CIC CONVERSION.....	29,204	29,204	29,204	29,204
SUB HULL ARRAY DEV (ENG).....	25,974		25,974	13,000
SUBACS (ENG).....	205,205			
SSN-21 COMBAT SYSTEMS (A-E).....		60,000	200,000	200,000
SUB TAC W/F SYSTS (ENG).....	49,798	37,798	37,798	37,798
SHPBD PHYS SECURITY (ENG).....	4,617	4,617	3,617	3,617
SHIP SYBSYS DEV/LBTS.....	89,418	80,000	120,000	109,000
NATO SEA GNAT.....	2,284	2,284	2,284	2,284
SHPBD EW IMPROV.....	63,776	63,776	63,776	63,776
TACT EMBEDDED COMP PROG.....	19,169	9,169	9,169	9,169
AN/SQS-53C.....	37,713	37,713	37,713	37,713
LINK BIRCH.....	4,078	4,078	4,078	4,078
MINE DEVEL (ENG).....	9,367	9,367	9,367	9,367
NAVAL GUNNERY IMPROVEMENT.....	15,870	9,870	9,870	9,870
UNGUIDED CONVENT A/L WPNS.....	4,678	4,678	4,678	4,678
SAL GP/EOI SENS DEVEL.....	48,717	44,717	44,717	44,717
BOMB-FUZE IMPR.....	5,672	5,672	5,672	5,672
MK 50 TORP (ALWT).....	158,290	158,290	158,290	158,290
JOINT SERV EOD DEV (ENG).....	4,405	4,405	4,405	4,405
MC ASSAULT VEHICLES.....	45,653	16,802	16,802	16,802
GRD COMBAT/SUP ARMS SYS.....	8,686	8,686	7,186	7,186
MK 48 ADCAP (ENG).....	63,470	63,470	63,470	63,470
ASW OCEANOGRAPHIC EQUIP.....	506	506	506	506
CHALK BANYAN.....	5,826	5,826	5,826	5,826
NAVY ENERGY PROGRAM (ENG).....	9,799	9,799	9,799	9,799
COMMAND & CONTROL SYS (ENG).....	66,173	49,173	49,173	49,173
TACTAS (AN-SQR-19).....	16,200	10,000	10,000	10,000
SURFACE W/F TRAINING DEV.....	25,821	23,410	23,274	23,274
SURFACE W/F TRAINING DEV (PY TRANSFER).....		(2,142)		
COMBAT SERVICES SUPP.....	3,638	3,638	3,638	3,638
INTELL/ELECT W/F SYS.....	14,159	14,159	14,159	14,159
COMMAND/CONT/COMM SYS.....	18,906	18,906	18,906	18,906
REGIONAL TACTICAL SURV.....	56,225	56,225	56,225	56,225
INTELLIGENCE (ENG).....	12,421	12,421	9,921	9,921
MEDICAL DEV (ENG).....	1,380	1,380	1,380	1,380
JINTACCS.....	5,622	2,480	5,622	2,480
JINTACCS MC.....	2,945	1,668	2,945	1,668
FLT TACT D&E.....	17,197	14,197	14,197	14,197
EMI AND SPECTRUM CONTROL.....	3,870	2,297	3,870	2,800
MANAG & TECH SUPPORT.....	11,063	8,063	8,063	8,063
C2 SURV/RECONN SPT.....	3,979	3,979	3,979	3,979
MC TAC EXPLOIT NAT CAP.....	415	415	415	415
A6 SQUADRONS.....	19,205	18,500	12,196	18,500
F/A-18 SQUADRONS.....	58,314	58,314	65,000	58,314
EARLY WARNING ACFT SQDNS.....	23,666	23,666	23,666	23,666
AVIATION SUPPORT CVW.....	1,785	1,785	1,785	1,785
FLT TELECOM (TAC).....	72,697	41,000	41,000	41,000
SUBMARINES.....	3,756		3,756	
UNDERSEAS SURVEILLANCE SYS.....	25,217	25,217	25,217	25,217
SURTASS.....	2,186	2,186	2,186	2,186
SPECIAL PROJECTS.....	20,513	14,002	20,513	17,000
NAVY COVER & DECEPT PROG.....	25,585	25,584	25,584	25,584
ELECTRONIC WARFARE SPT.....	8,573	8,573	8,573	8,573
COUNTER C3 DEV.....	22,563	22,563	22,563	22,563
HARM IMPROVEMENT.....	2,636	2,636	2,636	2,636
JTIDS.....	184,646			
ASW COMBAT SYS INTEG.....	12,271	12,271	12,271	12,271
ACFT EQ REL/MAINT PROG.....	7,852	7,852	7,852	7,852
SUBMARINE SILENCING.....	31,638	31,638	31,638	31,638
MODULAR GUIDED WPN IMPR.....	7,682			
LAB FLEET SUPPORT.....	6,158	6,158	6,158	6,158
F-14 D.....	348,065	348,065	345,000	348,065
TACTICAL INTELL PROC SUP.....	1,456	1,456	1,456	1,456
EW COUNTER RESPONSE.....	80,168	80,168	78,204	78,204
OPERATIONAL REACTOR DEV.....	12,719	12,719	12,719	12,719

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(In thousands of dollars)

	Budget	House	Senate	Conference
MARINE CORPS TELECOM.....	3,587	3,587	3,587	3,587
GRD COMBAT/SUP ARMS SYS.....	43,600	41,800	41,800	41,800
COMBAT SERVICES SUP.....	1,449	1,449	1,449	1,449
INTELL/ELECT WARFARE SYS.....	1,163	1,163	1,163	1,163
COMMAND/CONT/COMM SYS.....	39,064	39,064	39,064	39,064
M/C TECH SUPT C/C SYS.....	4,094	4,094	4,094	4,094
TRI-TAC-MC.....	11,939	11,939	6,057	9,000
HY130 STEEL.....			5,000	
NAVAL OCEANOGRAPHY.....			5,900	5,900
WHITEHALL QUICK REACTION SURV SYS.....		20,000		20,000
WALLOPS ISLAND TEST RANGE.....		4,000		4,000
SKIPPER/PRACTICE BOMB.....		10,000		10,000
GENERAL REDUCTION, EW PROGRAMS.....		-30,000		-15,000
TAIL CONTROL SPARROW.....		5,000		5,000
CLASSIFIED PROGRAM.....		1,500		
GUIDED PROJECTILE.....		2,500		2,500
<b>TOTAL, TACTICAL PROGRAMS.....</b>	<b>6,160,962</b>	<b>5,109,983</b>	<b>5,385,043</b>	<b>5,389,900</b>
<b>INTELLIGENCE AND COMMUNICATIONS:</b>				
ADV NAVIG DEVELOPMENT.....	1,941	1,941	1,541	1,541
NAVIGATION SYSTEMS.....	920	920	920	920
EHF SATCOM.....	45,437	39,700	39,700	39,700
NAVSTAR GPS.....	70,079	62,079	62,079	62,079
CZ SYSTS PLAN/ENG SUPP.....	5,466	5,466	5,466	5,466
SATELLITE COMMUNICATIONS.....	17,973	17,973	17,973	17,973
MILSTAR JOINT PROJ OFFICE.....	4,418	4,418	4,418	4,418
CLASSIFIED PROGRAMS.....	557,773	380,973	517,773	450,973
(PY TRANSFER)		(27,200)		
<b>TOTAL, INTELLIGENCE AND COMMUNICATIONS.....</b>	<b>704,007</b>	<b>513,470</b>	<b>649,870</b>	<b>583,070</b>
<b>DEFENSEWISE MISSION SUPPORT:</b>				
RANGE INST & SYS DEV.....	8,382	8,382	8,382	8,382
TARGET SYSTEMS DEV.....	109,012	99,012	99,012	99,012
TRNG & PERS SYS DEV.....	3,086	2,000	3,086	2,000
STUDIES & ANAL SUP/MC.....	1,785	1,785	1,785	1,785
STUDIES & ANAL SUP/NAVY.....	3,977	3,689	3,977	3,689
MCDAG.....	3,714	3,078	3,714	3,714
CENTER FOR NAVAL ANAL/NAVY.....	21,813	15,563	19,813	17,500
MC OPERATIONAL T&E.....	2,317	2,317	2,317	2,317
TECH INFO SERVICES.....	2,744	2,244	2,244	2,244
AUTEC.....	51,914	43,197	43,197	43,197
DEVELOPMENT CENTER SUPPORT.....	3,958	3,958	3,958	3,958
INTERNATIONAL RDT&E.....	2,436	1,836	1,836	1,836
MOBILE SEA RANGE.....	5,268	5,268	5,268	5,268
RDT&E LAB & FAC MGMT SPT.....	66,278	58,000	57,978	57,978
RDT&E INSTRUM & MATL SPT.....	20,321	19,321	19,321	19,321
RDT&E SHIP & AIRCRAFT SPT.....	84,293	78,293	78,293	78,293
TEST AND EVAL SPT.....	294,480	294,480	292,000	292,000
OT&E CAPABILITY.....	6,503	6,503	6,503	6,503
PRODUCTIVITY IMPROVEMENT.....	2,855			
WEATHER SERVICE.....	1,146	1,146	1,146	1,146
DEF METEOROLOG SATELL PROG.....	55,975	40,975	55,975	45,975
MANUFACTURING TECH.....	72,426	52,000	52,000	52,000
<b>TOTAL, DEFENSEWISE MISSION SUPPORT.....</b>	<b>824,683</b>	<b>743,047</b>	<b>761,805</b>	<b>748,118</b>
GENERAL REDUCTION.....		-37,500		-97,500
RESTORATION OF CIVILIAN PAY REDUCTION.....			3,300	1,650
GENERAL REDUCTION CONSULTANTS/STUDIES ANALYSIS.....		-20,000	-5,000	-20,000
PRIOR YEAR INFLATION SAVINGS.....		-60,000	-60,000	
(PY TRANSFER)		(60,000)	(60,000)	
INFLATION ESTIMATES FOR FY 1986.....		-11,000	-11,000	-11,000
PRIOR YEAR PROGRAM SAVINGS.....		-176,000	-123,000	
(PY TRANSFER)		(176,000)	(123,000)	
NATO COOPERATIVE R&D PROGRAMS.....			50,000	25,000
BIGEYE OPERATIONAL TESTING.....				6,000
<b>TOTAL, RESEARCH, DEVELOPMENT, TEST AND EVAL, NAVY.....</b>	<b>11,264,300</b>	<b>9,462,631</b>	<b>10,104,594</b>	<b>10,065,239</b>
TRANSFER FROM OTHER ACCOUNTS.....		(271,496)	(183,000)	

[In thousands of dollars]

	Budget	House	Senate	Conference
TOTAL FUNDING AVAILABLE.....	11,264,300	9,734,127	10,287,594	10,065,239

**MEDICAL DEVELOPMENT (ADVANCED)**

The conferees agree to provide \$12,719,000 for Medical Development (Advanced) as proposed by the House instead of \$14,653,000 as proposed by the Senate. The conferees note that Project M0097, Air Crew Impact Injury Prevention, continues to be of special interest to the Congress, and therefore the Navy is directed to allocate no less than \$2,350,000 of this appropriation to this project in fiscal year 1986.

**ORGANOTIN ANTI-FOULING PAINT**

The conferees agree that no less than the budgeted amount of \$1,695,000 be allocated by the Navy in fiscal year 1986 for continued research into the environmental and public health effects of organotin anti-fouling paint, as proposed by the House. The conferees believe that the effects of organotin on marine life have not been adequately determined, and consequently agree to a provision in the bill, as proposed by the Senate, which prohibits the Navy from using such paints until the Environmental Protection Agency certifies that the environmental and public health risks are at an acceptable level.

**TRIDENT II**

The conferees agree to provide \$2,117,106,000 for the Trident II/D-5 Weapon System program instead of \$2,103,597,000 as proposed by the House and \$2,130,615,000 as proposed by the Senate. The Navy is directed to allocate the reduction in such a way as to maintain the current schedule for missile flight testing. If this cannot be accomplished with available funds, the Navy should submit a re-programming request.

The conferees endorse the proposal by the Senate to consolidate Navy and Air Force penetration aids research into a single, joint program. The conferees direct OSD to re-examine the feasibility of a joint Navy/Air Force penetration aids research program, and report to the Appropriations Committees of the House and Senate no later than June 1, 1986.

**NAVY STRATEGIC COMMUNICATIONS**

The conferees agree to provide \$125,839,000 for Navy Strategic Communications as proposed by the Senate, instead of \$119,161,000 as proposed by the House. The Navy is to allocate no less than \$12,678,000 of this amount for the Strategic Survivable and Enduring Communications (STRATSEC) project.

**WIS MODERNIZATION**

The conferees agree to provide \$15,000,000 for Navy participation in modernization of the Worldwide Military Command and Control System Information System (WIS) as proposed by the Senate instead of no funds as proposed by the House. The conferees also grant approval to reprogramming No. 85-62PA, which proposed to use \$14,000,000 from fiscal year 1985 appropriated funds to initiate Navy participation in the program.

**V-22 OSPREY**

The conferees agree to provide \$580,000,000 for the V-22 Osprey program, instead of \$569,543,000 as proposed by the House and \$583,743,000 as proposed by the Senate. Furthermore, the conferees understand that the Navy is considering the use of a fixed-price type contract for this work. The conferees endorse House language which concludes that significant technical risk remains in the V-22 program, and therefore urge the Navy to weigh carefully the risks involved in using a fixed-price contract in this case.

**LOW COST ANTI-RADIATION SEEKER**

The conferees agree to provide \$17,523,000 as proposed by the House, instead of \$16,523,000 as proposed by the Senate, for Low Cost Anti-Radiation Seeker (LCS) in Navy RDT&E, and \$17,613,000 for Low Cost Seeker in Air Force RDT&E. The combined sum shall be applied only to the LCS development now being pursued by the Naval Weapons Center (NWC), China Lake, California. Language to this effect has been provided in the bill.

The conferees specifically endorse the language of House Report 99-332, page 308, pertaining to the LCS program. In addition, the conferees note with approval that the original program plan required the involvement of two competing contractors. It is clear that rapid technical progress and lower future costs demand continued competition. Accordingly, the conferees direct that NWC continue to execute a program involving two competing contractors.

**AAAM/ASAM**

The conferees agree to provide \$25,000,000 for the Advanced Air-to-Air Missile/Advanced Surface-to-Air Missile Program. The conferees also agree that the allocation of these funds should be as directed in the Senate report.

**ADVANCED ASW TARGET**

The conferees agree to provide \$9,400,000 for Advanced ASW Target instead of \$7,550,000 as proposed by the House and \$12,646,000 as proposed by the Senate. The conferees endorse House language which emphasizes the need to accelerate development of an advanced torpedo testing target, and therefore direct that \$3,000,000 of these funds be applied to accelerate development of the Advanced Stored Chemical Energy Propulsion System (AD-SCEPS).

**SHIPBOARD DAMAGE CONTROL**

The conferees recommend \$23,606,000 for Shipboard Damage Control as proposed by the House, rather than \$25,000,000 as proposed by the Senate. Further, the conferees endorse the Senate position on the EMPRESS II project (electromagnetic pulse radiation environment simulator for ships). The conference recommendation will fund EMPRESS II at the fiscal year 1985 level of effort.

**SSN-21 BUDGETING**

The conferees agree to House language directing the consolidation of program elements for the SSN-21 attack submarine, with the proviso that reactor development work may be excepted from the consolidation.

**SHIP DEVELOPMENT (ADVANCED)**

The conferees agree to provide \$13,657,000 for Ship Development (Advanced), as proposed by both the House and the Senate. This amount involves a reduction of \$982,000 as directed by the Department of Defense Authorization Act, 1986. However, the conferees do not agree to Senate language directing that the reduction be applied specifically toward termination of the EMSEDE project, but instead allow the Navy flexibility to allocate the reduction.

**ADVANCED LIGHTWEIGHT TORPEDO (ADVANCED)**

The conferees agree to provide no funds for Advanced Lightweight Torpedo (Advanced) as proposed by the House, instead of \$7,000,000 as proposed by the Senate. The ALWT (Advanced) program was proposed in fiscal year 1986 to initiate certain classified improvements to the ALWT warhead.

While the conferees are not opposed to incremental improvements to the ALWT, they are not inclined to start them in fiscal year 1986. The Navy should resubmit this program for funding in future years, and clearly define why ALWT warhead improvement is required for advanced threats.

**TOMAHAWK THEATER MISSION PLANNING CENTER**

The conferees agree to House language directing that the Tomahawk Theatre Mission Planning Center be fully funded at the budget level of \$14,967,000, and that programming changes as described in the House report be instituted in the fiscal year 1987 budget.

**AV-8B**

The conferees agree to provide \$66,000,000 for AV-8B instead of \$55,178,000 as proposed by the House and \$72,078,000 as proposed by the Senate. This reduction should be applied solely against the night attack project and not against the AV-8B or other efforts. Should the Navy require additional funds to execute this project during fiscal year 1986, the conferees would consider a reprogramming request.

**CG-47 PRODUCT IMPROVEMENT**

The conferees agree to provide \$35,000,000 for CG-47 Product Improvement instead of \$29,006,000 as proposed by the House and \$44,506,000 as proposed by the Senate. The conferees also support House language which expresses concern over increase in cost and scope in the program. It appears that this expansion of effort is due to the Navy's desire to transition a number of improvements in the DDG-51 AEGIS Combat System to the CG-47. The conferees support the introduction of VLS, the SPY-1B radar, UYQ-21 consoles, and UYK-43B computers to the CG-47 class, and direct the Navy to allocate the reduction so that these programs are unaffected.

**SUBMARINE HULL ARRAY DEVELOPMENT (ENGINEERING)**

The conferees agree to provide \$13,000,000 for Submarine Hull Array Development (Engineering) instead of no funds as proposed by the House and \$25,974,000 as proposed by the Senate. The Navy is directed to apply the majority of these funds to continue advanced development; however, some funds may be used for full scale development (FSD) preparation. The conferees share the concerns expressed by the House that commitment to FSD should not occur prior to approval by the Defense Acquisition Review Council at Milestone II.

**SSN-21 COMBAT SYSTEM**

The conferees agree to provide \$200,000,000 for the SSN-21 Combat System as proposed by the Senate instead of \$60,000,000 as proposed by the House. This level of funding is proposed for the authorized program due to Navy concerns that funding reductions might cause shipbuilding delays.

The conferees strongly criticize both the Navy and the Office of the Secretary of Defense for the weak management evidenced in this program, and insist that the Department of Defense incorporate whatever changes are necessary to ensure that these problems do not recur in the future. The conferees expect stronger performance particularly in the areas of financial management and technical risk management.

**SHIP SUBSYSTEMS DEVELOPMENT/LBTS**

The conferees agree to provide \$109,000,000 for Ship Subsystems Development/LBTS, instead of \$80,000,000 as proposed by the House or \$120,000,000 as proposed by the Senate. The Senate added \$40,000,000 to continue competitive contract design for the SSN-21 New Design Attack Submarine program. The additional \$29,000,000 provided for this program element above the authorization is solely for continuation of competitive contract design for the SSN-21 through the first three quarters of fiscal year 1986.

The Navy should submit a reprogramming during fiscal year 1986 to cover the balance of the funding requirement for this effort. Funds budgeted for other ship contract design programs are to be used solely for those programs, and not diverted to support SSN-21 competitive contract design, unless those ships are not included in the fiscal year 1987 budget submission.



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The conferees agree to the Senate language directing that at least \$5,000,000 be provided for an AO oiler design project. This will provide five AO-177 class oilers with a design enlargement from a 120,000-barrel capacity to a 180,000-barrel capacity.

#### SURFACE WARFARE TRAINING DEVICES

The conferees agree to provide \$23,274,000 for Surface Warfare Training Devices as proposed by the Senate instead of \$23,410,000 as proposed by the House. However, the conferees do not endorse Senate language specifically directing the deletion of funding for the Surface Tomahawk Trainer project. The Navy is provided the flexibility to allocate the reduction.

#### MARINE CORPS LIGHTWEIGHT BATTLEFIELD SURVEILLANCE RADAR

With regard to the Lightweight Battlefield Surveillance Radar (LBSR), the conferees direct that the Marine Corps review the suitability of the Air Force's in-development PPS-22 Intruder Detection System and report to the House and Senate Committees on Appropriations by June 15, 1986. The PPS-22 development is being managed by the Army and it appears that the PPS-22 modified would provide the Marine Corps with an earlier capability plus providing interservice interoperability and hardware commonality.

#### HY-130 STEEL

The conferees agree to provide no funds for HY-130 Steel as proposed by the House instead of \$5,000,000 as proposed by the Senate. The conferees will consider a reprogramming if the Navy determines that acceleration would be desirable.

#### WALLOPS ISLAND TEST RANGE

The conferees agree to provide \$4,000,000 for the Wallops Island Test Range as proposed by the House, instead of no funds as proposed by the Senate. However, the conferees believe that the Wallops Island Test Range could be more efficiently utilized to support Navy test and evaluation activities. Prior to the obligation or expenditure of these additional funds, the Navy and NASA should submit to the Committees on Appropriations of the House and Senate a utilization plan for this expansion in Navy test and evaluation activity.

#### TAIL CONTROL SPARROW

The conferees agree to provide \$5,000,000 for the Tail Control Sparrow as proposed by the House, instead of no funds as proposed by the Senate. These funds are to be used for guidance and ECCM improvements to the Sparrow missile.

The conferees acknowledge the potential application of generic low cost radiation seeker technology to the Sparrow airframe, for use of Sparrow as a dual-role anti-radiation missile. The conferees are willing to entertain a fiscal year 1986 reprogramming action to initiate such a program.

**WHITEHALL QUICK REACTION SURVEILLANCE SYSTEM**

The conferees agree to provide \$20,000,000 for Whitehall Quick Reaction Surveillance System as proposed by the House instead of no funds as proposed by the Senate. These funds are for the first year of a three-year lease, on a turnkey basis, of four systems together with vessels and crews. The conferees direct the Navy to enter into a lease arrangement not later than February 28, 1986, instead of December 31, 1985 as originally directed by the House.

**CENTER FOR NAVAL ANALYSES**

The conferees agree to provide \$17,500,000 for the Center for Naval Analyses, instead of \$15,563,000 as proposed by the House or \$19,813,000 as proposed by the Senate. The conferees also agree that the Navy should submit a prior approval reprogramming to Congress should this level of funding prove inadequate.

**ADVANCED CHEMICAL WEAPONS RESEARCH**

The conferees direct the Navy and Air Force to report to the House and Senate Committees on Appropriations on their plans for undertaking research into future binary chemical munitions delivery mechanisms by March 15, 1986. After that date, the Committees would entertain a reprogramming request to implement such a plan.

**PRIOR YEAR SAVINGS**

The conferees recognize \$188,000,000 in prior year savings in Research, Development, Test and Evaluation, Navy. The sources and uses of these savings are identified in this Statement of Managers under the heading "Availability of Unobligated Balances."

**MANUFACTURING TECHNOLOGY**

**LASER ARTICULATING ROBOTIC SYSTEM**

The conferees agree with the House directives concerning the Laser Articulating Robotic System (LARS), and agree that of the funds provided for P.E. 7.80.11N, Manufacturing Technology, a total of \$5,500,000 be provided for the LARS program. Language has been provided in the bill to this effect.

**RESEARCH, DEVELOPMENT, TEST AND EVALUATION, AIR FORCE**

The conferees agree to the following amounts for Research, Development, Test and Evaluation, Air Force:

[In thousands of dollars]

	Budget	House	Senate	Conference
RESEARCH, DEVELOPMENT, TEST AND EVAL., AF				
TECHNOLOGY BASE:				
IN-HOUSE LAB INDEPENDENT RESEARCH.....	17,444	16,000	17,000	16,000
DEFENSE RESEARCH SCIENCES.....	206,334	198,000	201,334	206,000
UNIVERSITY RESEARCH.....	6,250	6,250	6,250	6,250
GEOPHYSICS.....	38,614	38,614	38,614	38,614

[In thousands of dollars]

	Budget	House	Senate	Conference
MATERIALS.....	54,769	52,269	53,000	52,600
AEROSPACE FLIGHT DYNAMICS.....	67,545	67,545	67,545	67,545
AEROSPACE BIOTECHNOLOGY.....	50,840	47,340	48,000	47,500
AEROSPACE PROPULSION.....	62,609	62,609	62,609	62,609
AEROSPACE AVIONICS/VHSI CIRCUITS.....	74,806	60,000	60,000	60,000
TRAINING/SIMULATION TECH.....	25,236	25,236	25,236	25,236
CIVIL ENGINEERING & ENVIRONMENTAL QA.....	7,125	7,125	7,125	7,125
ROCKET PROPULSION.....	41,661	39,661	39,661	39,661
ADVANCED WEAPONS.....	37,020	35,500	35,500	35,500
CONVENTIONAL MUNITIONS.....	44,819	40,819	44,819	40,819
COMMAND/CONTROL/COMMUNICATION.....	80,720	76,720	76,720	76,720
PERS UTILIZATION TECH.....	9,421	8,421	9,421	8,421
<b>TOTAL, TECHNOLOGY BASE.....</b>	<b>825,213</b>	<b>782,109</b>	<b>792,834</b>	<b>790,600</b>
<b>ADVANCE TECHNOLOGY DEVELOPMENT:</b>				
LOGISTICS RESEARCH & DEV ROMTS.....	12,736	9,736	9,736	9,736
AUTOMATION OF TECHNICAL INFORMATION.....	5,382			
ACFT PROPULSION SUBSYS INTEGRATION.....	27,493	27,493	27,493	27,493
ADV AVIONICS FOR ACFT.....	22,651	22,651	21,651	21,651
FLT VEHICLE TECHNOLOGY.....	22,884	16,884	22,334	20,000
RECON SENSORS/PROCESSING TECHNOLOGY.....	9,182	6,000	6,000	6,000
AEROSPACE STRUCTURES/MATERIALS.....	23,596	18,596	18,596	18,596
AVIATION TURBINE FUEL TECHNOLOGY.....	4,671	3,671	4,671	3,671
ADV TURBINE ENGINE GAS GENERATOR.....	29,656	27,656	27,656	27,656
WEAPON SYSTEM POWER.....	1,947	1,947	1,267	1,267
DOD COMMON PROG LANGUAGE (ADA) ADV DEV.....	7,460	7,460	7,460	7,460
ADVANCED SIMULATOR TECHNOLOGY.....	4,410	4,410	4,410	4,410
CREW SYSTEMS TECHNOLOGY.....	12,754	11,000	12,054	11,500
ACFT NON-NUCLEAR SURVIVABILITY.....	3,278	3,278	3,278	3,278
ADV FIGHTER TECH INTEGRATION.....	22,276	19,776	19,776	19,776
LINCOLN LABORATORY.....	26,363	22,000	25,000	23,000
ADVANCED SYSTEM INTEGRATION DEMO.....	36,327			
INETS/ICNIA.....		60,000	32,767	45,000
CARTOG APPLICATIONS—TAC & STRAT SYS.....	1,409	1,409	1,409	1,409
SPACE & MSL ROCKET PROPULSION.....	8,381	3,381	3,381	3,381
ADV MSL SUBSYSTEM DEMONSTRATION.....	1,209			
ADVANCED TECHNOLOGY CRUISE MISSILE.....	7,677	7,677	7,677	7,677
HYPERVELOCITY MISSILE.....	10,763	10,763	10,763	10,763
ADVANCED SPACECRAFT TECH.....	9,700	7,000	7,000	7,000
ADV MILITARY SPACEFLIGHT TECHNOLOGY.....	916			
SPACE SYS ENVIRON INTERACTIONS TECH.....	4,954	3,954	3,954	3,954
MSL SURVEILLANCE TECH.....	11,550	11,550	11,550	11,550
VERY HIGH SPEED INTEGRATED CIRCUITS.....	193,776	211,276	175,500	207,276
NON-DESTRUCTIVE INSPECTION AD DEV.....	980			
CONVENTIONAL WEAPONS.....	28,590	26,590	25,590	25,590
ADVANCED RADIATION TECH.....	19,749	9,749	19,749	14,749
MANPOWER & PERSONNEL SYS TECH.....	2,199	2,199	2,199	2,199
WEATHER SYSTEMS.....	3,963	3,963	3,463	3,463
ELECTRONIC WARFARE TECHNOLOGY.....	29,436	29,436	29,436	29,436
CIVIL/ENVIRONMENTAL ENGR TECH.....	11,488	11,488	11,485	11,485
FIBER OPTICS DEVELOPMENT.....	3,861	3,861	3,461	3,461
ADVANCED COMMUNICATIONS TECHNOLOGY.....	4,895	4,895	4,895	4,895
ADVANCED COMPUTER TECHNOLOGY.....	8,643	7,500	7,500	7,500
ELECTRO/OPTICAL WARFARE.....	15,818	15,818	15,818	15,818
CHEMICAL WARFARE DEFENSE.....	6,165	6,165	5,000	5,000
COUNTER/COUNTERMEASURES/ADV DEV.....	14,444	13,444	13,444	13,444
TRAINING SYSTEMS TECHNOLOGY.....	2,324	2,324	2,324	2,324
DOD SOFTWARE ENGINEERING INSTITUTE.....	11,742	11,742	11,742	11,742
COMD/CNTRL/COMM ADV DEV.....	26,273	16,273	16,273	16,273
<b>TOTAL, ADVANCE TECHNOLOGY DEVELOPMENT.....</b>	<b>713,971</b>	<b>685,015</b>	<b>637,762</b>	<b>670,883</b>
<b>STRATEGIC PROGRAMS:</b>				
ADVANCED STRATEGIC MISSILE SYSTEMS.....	173,934	163,934	163,934	163,934
SRAM II.....	78,958	35,000	35,000	35,000
ATMOSPHERIC SURVEILLANCE TECH.....	4,978	4,978	4,978	4,978
WWMCCS ARCHITECTURE.....	8,036	8,036	8,036	8,036
B-1B.....	367,438	280,438	280,438	280,438
COMMON STRATEGIC ROTARY LAUNCHER.....	72,629	72,629	72,629	72,629
ICBM MODERNIZATION.....	1,580,824	1,483,600	1,274,824	1,480,800
(PY TRANSFER) TO SMALL ICBM.....			(256,000)	

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[In thousands of dollars]

	Budget	House	Senate	Conference
STRAT CONV STANDOFF CAPA (SCSC) .....	71,787	36,000	36,000	36,000
AIR LAUNCHED CRUISE MISSILE .....	14,179	11,179	11,179	11,179
SPACE DEFENSE SYS .....	149,934	149,934	182,834	165,000
SYSTEMS SURVIVABILITY (NUC AFFECTS) .....	7,927	7,927	7,927	7,927
B-52 SQUADRONS .....	16,047	14,347	13,207	13,207
KC-135 SQUADRONS .....	968	968	968	968
MINUTEMAN SQUADRONS .....	31,203	6,003	6,000	6,000
PACCS/WWABNCP SYS EC-135 CL V MODS .....	5,163	4,163	4,163	4,163
SAC COMMUNICATIONS .....	10,625	10,625	7,589	7,589
NCMC—TW/AA SYSTEMS .....	57,445	52,445	52,445	52,445
NCMC—SPACE DEFENSE SYSTEMS .....	72,996	57,996	62,996	57,996
BALLISTIC MSL TAC WNG/ATK ASSES SYS .....	2,655	2,155	2,155	2,155
TW/AA INTERFACE NETWORK .....	1,468	1,468	1,468	1,468
JOINT SURVEILLANCE SYSTEM .....	3,069	3,069	2,069	2,069
SURVEILL RADAR STATIONS/SITES .....	20,215	20,215	20,215	20,215
DEW RADAR STATIONS .....	40,914	40,914	40,914	40,914
CONUS OVER-THE-HORIZON RADAR .....	67,457	67,457	67,457	67,457
BALLISTIC MSL EARLY WNG SYSTEM .....	12,966	12,966	12,966	12,966
SPACETRACK .....	9,613	9,613	9,613	9,613
DEFENSE SUPPORT PROGRAM .....	79,592	79,592	79,568	79,568
SLBM RADAR WARNING SYSTEMS .....	8,235	8,235	8,235	8,235
INTEGRATED OPER NUDETS DETECT SYS .....	20,538	20,538	20,538	20,538
COMD CTR PROCESS/DISPLAY SYS .....	14,807	14,807	14,807	14,807
MINIMUM ESSENTIAL EMER COMM NETWORK .....	97,199	87,199	187,199	102,199
WWWCCS INFORMATION SYSTEM .....	8,100	5,000	5,000	5,000
WWWCCS INFORMATION SYSTEM—JPMO .....	88,721	78,721	63,721	63,721
MILSTAR SAT COMM SYS (AF TERMINALS) .....	132,095	132,095	128,095	130,000
MILSTAR COMM SAT SYSTEM .....	345,696	345,696	345,696	345,696
THEATER NUC WPN STORAGE & SEC SYS .....	1,045	1,045	1,045	1,045
AIR FORCE ONE .....			20,000	20,000
CLASSIFIED PROGRAMS .....	2,049,652	2,049,652	2,049,652	2,049,652
CLASSIFIED PROGRAMS .....	14,677	14,677	14,677	14,677
TOTAL STRATEGIC PROGRAMS .....	5,743,785	5,395,316	5,320,237	5,420,284
TACTICAL PROGRAMS:				
ADVANCED TACTICAL FIGHTER .....	242,852	169,852	140,000	169,852
ADV TACTICAL AIR RECONNAISSANCE SYS .....	20,339	10,000	10,000	10,000
JNT SERVICE ADV VERT LIFT ACFT (JVX) .....	4,901	2,500	2,500	2,500
AIR BASE SURVIVABILITY & RECOVERY .....	6,178	6,178	5,011	5,011
LOW COST SEEKER .....	17,613	17,613	17,613	17,613
ADV ATTACK WEAPONS .....	19,113	19,113	19,113	19,113
DOD PHYSICAL SECURITY EQ-EXTERIOR .....	1,010	1,010	1,010	1,010
COMBAT IDENTIFICATION TECHNOLOGY .....	8,763	8,763	8,763	8,763
C3CM ADVANCED SYSTEMS .....	3,463	3,463	2,000	2,000
JT SURV. TGT ATK RADAR SYS (JSTARS) .....	3,200	3,200	3,200	3,200
ACFT AVIONICS EQUIPMENT DEVELOPMENT .....	29,397	29,397	29,397	29,397
F-100 DURABILITY .....	2,899	2,899	2,899	2,899
AIRCRAFT EQUIPMENT DEV .....	8,779	8,779	8,799	8,779
ENGINE MODEL DERIVATIVE PROG .....	122,854	62,854	62,854	62,854
INTEGRATED DIGITAL AVIONICS .....	11,763	8,000	8,000	8,000
EW COUNTER RESPONSE .....	37,193	30,000	30,000	30,000
NUCLEAR WEAPONS SUPPORT .....	2,035	2,035	2,035	2,035
ALTERNATE FIGHTER ENGINE .....	33,353	33,353	33,353	33,353
C-17 PROGRAM .....	453,681	383,681	383,681	383,681
INFRARED SEARCH & TRACK SYS .....	23,657	23,657	23,657	23,657
MODULAR AUTOMATIC TEST EQUIPMENT .....	9,962	9,962	9,962	9,962
NIGHT PRECISION ATTACK .....	40,849	40,849	40,849	40,849
ACFT ENGINE COMPONENT IMPROVE PROG .....	138,574	110,144	138,574	125,000
T-46A .....	54,287	54,287	54,287	54,287
ADV MED RANGE AIR-TO-AIR MSL .....	101,382	101,382	101,382	101,382
JOINT TACTICAL FUSION PROGRAM .....	26,920	20,520	26,920	23,720
GRD LAUNCHED CRUISE MSL .....	685	685	685	685
C/B DEFENSE EQUIPMENT .....	22,488	22,488	22,488	22,488
ARMAMENT ORDNANCE DEVELOPMENT .....	17,563	17,563	17,563	17,563
SUBMUNITIONS .....	43,910	38,910	38,910	38,910
WIDE-AREA ANTI-ARMOR MUNITION .....	15,811	12,558	12,558	12,558
AIR BASE SURVIVABILITY & RECOVERY .....	21,900	21,900	19,900	19,900
AEROMEDICAL SYSTEMS DEVELOPMENT .....	8,049	8,049	8,049	8,049
LIFE SUPPORT SYSTEM .....	16,779	16,779	15,672	15,672
OTHER OPERATIONAL EQUIPMENT .....	17,087	17,087	16,939	16,939
RECONNAISSANCE EQUIPMENT .....	7,820	7,820	7,820	7,820

[In thousands of dollars]

	Budget	House	Senate	Conference
DOD PHYSICAL SECURITY EQ-EXTERIOR.....	15,733	15,733	15,733	15,733
TAC C3 COUNTERMEASURES.....	17,441	17,441	16,462	16,462
COMBAT IDENTIFICATIONS SYSTEMS.....	13,164	13,164	13,164	13,164
SURFACE DEF SUPPRESSION.....	54,980	30,000	30,000	30,000
AIRBORNE SELF-PROTECTION JAMMER.....	11,220	5,000	5,000	5,000
PROTECTIVE SYSTEMS.....	65,792	50,792	65,792	65,792
TACTICAL PROTECTIVE SYSTEMS.....	75,709	55,709	55,709	55,709
COMPUTER RESOURCES MGT TECH.....	14,011	14,011	12,011	12,011
PRECISION LOCATION STRIKE SYSTEM.....	63,081	53,081	63,081	63,081
INTELLIGENCE EQUIPMENT.....	13,481	13,481	13,481	13,481
COMBAT HELICOPTER MODERNIZATION.....	14,100	14,100		10,000
JT TAC INFO DIST SYS.....	91,675			
SIDE LOOKING AIRBORNE RADAR (SLAR).....	20,667	20,667	20,667	20,667
JSTARS.....	260,221			
JT INTEROPERABILITY TAC COMB/CNTRL.....	9,141	9,141	9,141	9,141
F-111 SQUADRONS.....	54,535	48,500	48,500	48,500
F-15 SQUADRONS.....	252,142	237,142	237,142	237,142
A-10 SQUADRONS.....	3,102	3,102	2,000	3,102
F-16 SQUADRONS.....	94,859	84,000	68,459	68,459
F-4G WILD WEASEL SQUADRONS.....	36,707	28,707	36,707	36,707
F-4G WILD WEASEL SQUADRONS (PY TRANSFER).....		(8,000)		
TACTICAL AGM MISSILES.....	3,926	2,000	2,000	2,000
AIR FORCE TENCAP.....	250	250	250	250
OVERSEAS AIR WEAPON CONT SYS.....	3,068	3,068	3,068	3,068
TACTICAL AIR CONTROL SYSTEM.....	20,075	20,075	15,075	15,075
AIRBORNE WARNING & CONTROL SYS.....	137,302	122,000	122,000	122,000
TACTICAL AIRBORNE CMD & CONTROL SYS.....	8,151	8,151	5,000	8,151
ADV COMM SYS.....	123,785	113,785	113,785	113,785
TAC AIR INTELL SYS ACTYS.....	2,191	2,191	2,191	2,191
TACTICAL RECON IMAGERY EXPLOITATION.....	7,691	7,691	7,691	7,691
BASE COMM—TACTICAL AIR FORCES.....	899	899	899	899
JT TACTICAL COMM PROG (TRI-TAC).....	4,947	4,947	4,947	4,947
SATELLITE COMMUNICATIONS TERMINALS.....	7,569	7,569	5,000	5,000
ELECTRIC COMBAT INTEL SPT.....	1,593	1,593	1,593	1,593
MAC COMMAND/CONTROL SYS.....	11,441	11,441	8,000	8,000
SPECIAL OPERATIONS FORCES.....	13,993	10,000	10,000	10,000
F-4 AIR DEFENSE.....		22,000		15,000
CLASSIFIED PROGRAMS.....	666,386	339,755	402,700	411,555
LIQUID SYNTHETIC FUEL.....			4,500	4,500
PAVE TIGER (RPV).....		15,000		15,000
GENERAL REDUCTION, EW PROGRAMS.....		-30,000		-30,000
<b>TOTAL, TACTICAL PROGRAMS.....</b>	<b>3,792,137</b>	<b>2,703,516</b>	<b>2,748,171</b>	<b>2,784,357</b>
<b>INTELLIGENCE AND COMMUNICATIONS:</b>				
SPACE COMMUNICATIONS.....	45,012	43,012	43,012	43,012
DEF SATELLITE COMM SYS.....	6,930	6,930	6,930	6,930
AIR FORCE COMMUNICATIONS.....	978			
LONG-HAUL COMMUNICATIONS (DCS).....	11,543	11,543	11,543	11,543
ELECTROMAG COMPATIBILITY ANAL CTR.....	7,191	7,191	7,191	7,191
TRAFFIC CNTRL/APPROACH/LANDING SYS.....	29,517	21,714	21,714	21,714
PRECISION TACTICAL APPROACH GUIDANCE (PTAG).....			3,000	3,000
NAVSTAR GLOBAL POS SYS (USER EQ).....	28,691	28,691	28,691	28,691
NAVSTAR GPS (SPACE/GRD SEGMENTS).....	48,527	45,527	45,527	45,527
GEN INTELLIGENCE SKILL TNG.....	5,300	5,300	5,300	5,300
CLASSIFIED PROGRAMS.....	2,091,755	1,772,955	2,085,171	1,972,155
(PY TRANSFER).....		(5,000)		
CLASSIFIED PROGRAMS.....	107,388	107,388	107,388	107,388
I-S/A AMPE DEVELOPMENT.....		31,400		31,400
<b>TOTAL, INTELLIGENCE AND COMMUNICATIONS.....</b>	<b>2,382,832</b>	<b>2,081,651</b>	<b>2,365,467</b>	<b>2,283,851</b>
<b>DEFENSEWIDE MISSION SUPPORT:</b>				
CONCEPT DEVELOPMENT.....	3,028	3,028	2,000	2,000
SPACE TEST PROGRAM.....	70,434	68,434	68,434	68,434
SATELLITE SYS SURVIVABILITY.....	4,273	4,273	4,273	4,273
ADV AERIAL TARGETS DEV.....	13,505	13,505	13,505	13,505
FLIGHT SIMULATOR DEVELOPMENT.....	155,315	132,000	132,000	132,000
VARIABLE IN-FLT TEST ACFT (VISTA).....	391	391		391
SPACE SHUTTLE.....	132,007	132,007	132,007	132,007
LOGISTICS TECH FOR WEAPONS SYSTEMS.....	6,750	6,750	6,750	6,750
WEATHER SYSTEMS.....	13,078	10,578	8,078	8,078

[In thousands of dollars]

	Budget	House	Senate	Conference
RANGE IMPROVEMENT .....	62,166	54,000	54,000	54,000
ELECTROMAC RADIATION TEST FACIL .....	3,376	3,376	3,376	3,376
IMPROVED CAPABILITY FOR RDT&E .....	46,417	46,417	46,417	46,417
PROJECT AIR FORCE .....	17,445	17,445	18,245	18,245
SCQ/COMD SPT—TELECOM .....	6,550	6,550	6,550	6,550
RANCH HAND II EPIDEMIOLOGY STUDY .....	4,695	4,695	4,695	4,695
NAV/RADAR/SLED TRACK TEST SPT .....	28,319	20,319	20,319	20,319
ACQUISITION AND COMMAND SUPPORT .....	366,620	346,620	346,620	346,620
TEST AND EVALUATION SPT .....	431,594	421,594	421,594	421,594
ADV SYS ENGINEERING/PLAN .....	3,895	2,000	2,000	2,000
RDT&E AIRCRAFT SUPPORT .....	59,820	57,000	57,000	57,000
PRODUCTIVITY INVESTMENTS .....	7,009	3,009	3,009	3,009
PRODUCT PERFORMANCE AGMT CNTR (PPAC) .....	975	975		
SATELLITE CONTROL FACILITY .....	83,122	73,122	73,122	73,122
SPACE BOOSTERS .....	221,393	214,193	221,393	221,393
CONSOLIDATED SPACE OPERATORS CENTER .....	87,415	87,415	87,415	87,415
DEF METEOROLOGICAL SATELLIE PROG .....	71,309	56,309	61,309	56,309
SPACE LAUNCH SUPPORT .....	79,232	79,232	79,232	79,232
INVENTORY CONTROL POINT OPERATIONS .....	4,034	4,034	3,000	3,000
DEPOT MAINTENANCE (NON-IF) .....	489			
INDUSTRIAL PREPAREDNESS .....	104,540	64,540	64,540	64,540
PRODUCT/RELIABLE/AVAIL/MAINTAIN PROG .....	17,365	14,365	14,365	14,365
LOGISTICS C3I SYSTEM .....	9,933	8,500	8,500	8,500
SERVICEWIDE SUPPORT .....	196			
PRODUCTIVITY INVESTMENTS .....	978			
INTERNATIONAL ACTIVITIES .....	2,894	2,894	2,894	2,894
<b>TOTAL, DEFENSEWIDE MISSION SUPPORT .....</b>	<b>2,120,562</b>	<b>1,959,570</b>	<b>1,966,642</b>	<b>1,962,033</b>
CONSULTANTS, STUDIES & ANALYSES .....		-25,000	-25,000	-25,000
UNDISTRIBUTED REDUCTION "ASSESSMENTS" .....		-25,000		-10,000
ENVIRONMENT RESTORATION FUND TRANSFER .....			-5,400	
RESTORATION OF CIVILIAN PAY REDUCTION .....			24,400	12,200
GENERAL REDUCTION .....		-70,000		-182,000
PRIOR YEAR INFLATION SAVINGS .....		-100,000		
(PY TRANSFER) .....		(100,000)		
INFLATION ESTIMATES FOR FY 1986 .....		-14,000	-14,000	-14,000
PRIOR YEAR PROGRAM SAVINGS .....		-156,000		
(PY TRANSFER) .....		(246,000)		
NATO COOPERATIVE R&D PROGRAMS .....			50,000	25,000
<b>TOTAL, RESEARCH, DEVELOPMENT, TEST AND EVAL., AF .....</b>	<b>15,578,500</b>	<b>13,217,177</b>	<b>13,861,113</b>	<b>13,718,208</b>
TRANSFER FROM OTHER ACCOUNTS .....		(359,000)	(256,000)	
<b>TOTAL FUNDING AVAILABLE .....</b>	<b>15,578,500</b>	<b>13,576,177</b>	<b>14,117,113</b>	<b>13,718,208</b>

**DEFENSE RESEARCH SCIENCES**

The conferees agree to provide \$206,000,000 for Defense Research Sciences, of which \$6,500,000 shall be used only for research and related purposes at Iowa State University.

**VERY HIGH SPEED INTEGRATED CIRCUITS**

The conferees agree to provide \$207,276,000 for Very High Speed Integrated Circuits, of which \$13,500,000 shall be used only for engineering research and related purposes at Northeastern University in Massachusetts.

**ICBM MODERNIZATION**

The conferees agree to provide \$1,480,800,000 for ICBM Modernization, instead of \$1,483,600,000 as proposed by the House and

\$1,274,824,000 as proposed by the Senate. The approved distribution of ICBM modernization funds is provided below:

Peacekeeper .....	\$734,100,000
Small ICMB .....	624,500,000
Hard Silo Technology.....	102,200,000
Deep Basing .....	20,000,000

The conferees direct the Air Force to submit to the Appropriations Committees of the House and Senate a full accounting of all small ICBM guidance funds and contracts, and also the report requested by the Senate on the requirement for maintenance of three alternative guidance contracts during fiscal year 1986. Senate language prohibiting the obligation or expenditure of funds on one of the three alternate guidance systems is modified to permit obligation, but not expenditure, of such funds until this report is submitted.

The conferees agree to provide \$102,200,000 for Hard Silo Technology, as proposed by the Senate, instead of \$70,000,000 as proposed by the House. Of the additional \$32,200,000 provided for Hard Silo Technology above the House allotment, \$17,200,000 is for additional risk reduction and test bed restoration tasks described in the Senate report. A total of \$15,000,000 is solely for construction, test and evaluation of a double-walled cofferdam constructed of reinforced slipform concrete, as described in the House report. The evaluation effort should be conducted in accordance with the direction provided in the House report, except that the Air Force shall be the planning and management agent for the program. No funds for this project are to be drawn from the Defense Nuclear Agency appropriation.

NCMC/SPACE DEFENSE SYSTEMS

The conferees agree to provide \$57,996,000 for NCMC/Space Defense Systems as proposed by the House, instead of \$62,996,000 as proposed by the Senate. This program funds both the Mission Control Center (MCC) for the U.S. Anti-Satellite (ASAT) system and also the operation of the Prototype Mission Operations Center (PMOC) which supports the U.S. ASAT test program.

The conferees agree that this reduction shall be applied against the mission control center, and that the MCC should not be funded at this time.

ASAT TESTING

The conferees agree to the House position that no fiscal year 1986 funds are to be used for testing of anti-satellite weapons against objects in space. Bill language has been provided which further prohibits obligation or expenditure of funds provided by this or any other Act for such testing until the President certifies to Congress that the Soviet Union has conducted after October 3, 1985, a test against an object in space of a dedicated anti-satellite weapon.

ADVANCED TACTICAL FIGHTER

INEWS/ICNIA PROGRAM

The conferees agree to provide \$169,852,000 for the Advanced Tactical Fighter (ATF) as proposed by the House, instead of \$140,000,000 as proposed by the Senate. The conferees agree to provide \$140,000,000 for the Joint Advanced Fighter Engine (JAFE) program, \$16,852,000 for the airframe demonstration/validation effort and \$13,000,000 for avionics development, to include Pave Pillar and VHSIC technology insertion.

The conferees endorse the position of the Senate that cost, as well as technology, must be given priority attention in the development of the ATF. The conferees support the decision of the Air Force to adopt a unit flyaway cost goal of \$35,000,000 for ATF, expressed in 1985 dollars, and admonish the Air Force to hold to that goal. The conferees agree to the Senate position directing the submission of an annual report on ATF developmental and total acquisition costs, beginning with the fiscal year 1987 budget submission.

Following completion of the defense authorization, the Air Force informed the appropriations committees that it intended to fund ATF avionics development (including Pave Pillar and VHSIC technology insertion) out of the newly created INEWS/ICNIA program, rather than from the ATF program. Further, it was learned that the Air Force proposed funding two new projects within the ATF authorization not previously identified as requirements in the fiscal year 1986 budget submission—AMRAAM Compressed Carriage Demonstration (ACCD) and radar/EO sensor, at \$4,000,000 each.

The conferees object to the Air Force's funding ATF avionics development outside the ATF line item. The conferees direct that \$13,000,000 for ATF avionics development be funded out of the ATF line item, and that no funds be provided for the ACCD and radar/EO projects.

The conferees have funded INEWS/ICNIA at \$45,000,000, instead of \$60,000,000 as proposed by the House and \$32,767,000 as proposed by the Senate. The change from the authorized level of funding reflects the transfer of ATF avionics development funds back to the ATF line item.

The conferees agree to a general reduction of \$30,000,000 against Air Force electronic warfare programs, as authorized, and a general reduction of \$15,000,000 against Navy electronic warfare programs. The conferees note that the authorization made no provision for a Navy portion of INEWS/ICNIA funds. In light of that oversight, the conferees recommend a smaller general reduction against Navy electronic warfare programs of \$15,000,000.

F-4 AIR DEFENSE

The conferees agree to provide \$15,000,000 for F-4 Air Defense, instead of \$22,000,000 as proposed by the House or no funds as proposed by the Senate. These funds are to be used only for developing F-4 avionics upgrades. The conferees direct the Air Force to study and report on the cost effectiveness of reengining the F-4. Should



the results be favorable, the Committees on Appropriations will entertain a reprogramming request.

**DEFENSE METEOROLOGICAL SATELLITE PROGRAM**

The conferees agree to provide \$56,309,000 for the Defense Meteorological Satellite Program (DMSP) as proposed by the House, instead of \$61,309,000 as proposed by the Senate. The conferees understand that the full authorization for the program is required to deliver DMSP satellite S-15 in fiscal year 1990, the prototype Block 5D-3 satellite.

Should the Air Force insist that the survivability upgrades proposed for DMSP are essential, and that its outyear space launch program will include the transition of the DMSP from the Atlas E to the Titan II launch vehicle, the conferees would be willing to entertain a reprogramming to keep the S-15 available for launch in fiscal year 1990 on a Titan II.

**"ASSESSMENTS" IN RDT&E**

**DEVELOPMENT PLANNING ACTIVITIES**

The conferees agree to a general reduction of \$10,000,000 against "assessments" made by the Air Force against RDT&E programs to fund development planning activities, instead of \$25,000,000 as proposed by the House. The conferees direct the Air Force to place the balance of \$15,000,000 which would have been "assessed" into a new separate program element for development planning activities. These activities must be budgeted and justified on their merits in future years. The conferees concur in the House directive which requires a report on the distribution of pro rata reductions.

**I-S/A AMPE**

The conferees agree with the House funding level of \$31,400,000 for Inter-Service/Agency Automated Message Processing Equipment (I-S/A AMPE), and the transfer of the program from Operation and Maintenance to RDT&E, Air Force. The Senate report expressed concern with the Air Force decision to award only one contract for this program. Therefore, the conferees direct the Department of Defense Inspector General to conduct a thorough review of the propriety of the Air Force's action, and the feasibility and life-cycle cost effectiveness of awarding a second contract. The findings of this study should be reported to the Committees on Appropriations of the House and the Senate no later than March 15, 1986. The conferees further direct the Secretary of Defense to develop a firm I-S/A AMPE 8-year funding profile to be submitted by March 15, 1986. The conferees agree that these directives shall not impact upon the ongoing contract efforts.

**PRIOR YEAR SAVINGS**

The conferees recognize \$264,000,000 in prior year savings in Research, Development, Test and Evaluation, Air Force. The sources and uses of these savings are identified in this Statement of Managers under the heading "Availability of Unobligated Balances."

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## ADVANCED CHEMICAL WEAPONS RESEARCH

The conferees direct the Navy and Air Force to report to the House and Senate Committees on Appropriations on their plans for undertaking research into future binary chemical munitions delivery mechanisms by March 15, 1986. After that date, the Committees would entertain a reprogramming request to implement such a plan.

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION, DEFENSE AGENCIES

The conferees agree to the following amounts for Research, Development, Test and Evaluation, Defense Agencies:

[In thousands of dollars]

	Budget	House	Senate	Conference
RESEARCH DEVELOPMENT TEST AND EVAL. DEF AGENCIES				
TECHNOLOGY BASE:				
DEFENSE RESEARCH SCIENCES.....	92,600	84,000	86,600	92,000
IN-HOUSE LAB INDEPENDENT RESEARCH.....	1,981	1,791	1,981	1,850
UNIVERSITY RESEARCH.....	6,250	6,250	6,250	6,250
UNIVERSITY RESEARCH INITIATIVES.....			75,000	75,000
TECHNICAL STUDIES.....	1,800	1,500	1,500	1,500
STRATEGIC TECHNOLOGY.....	254,400	247,900	259,900	259,900
TACTICAL TECHNOLOGY.....	102,000	102,000	102,000	102,000
PARTICLE BEAM TECHNOLOGY.....	21,500	21,500	21,500	21,500
INTEGRATED COMD/CONTROL TECH.....	53,000	53,000	53,000	53,000
MATERIALS PROCESSING TECH.....	33,000	33,000	31,000	31,000
NUCLEAR MONITORING.....	19,400	19,400	22,400	20,900
DEFENSE NUCLEAR AGENCY.....	384,361	325,214	374,361	373,550
POLYGRAPH.....		590	590	590
TOTAL, TECHNOLOGY BASE.....	970,292	896,145	1,036,082	1,039,040
ADVANCE TECHNOLOGY DEVELOPMENT:				
SURVEILLANCE, ACQSM, TRACK & KILL ASSESSMENT.....	1,386,344	1,386,344	1,386,344	1,386,344
DIRECTED ENERGY WEAPONS.....	965,441	965,441	965,441	965,441
KINETIC ENERGY WEAPONS.....	859,724	859,724	859,724	859,724
SYSTEMS CONCEPTS AND BATTLE MANAGEMENT.....	243,300	243,300	243,300	243,300
SURVIVABILITY, LETHALITY & KEY SPT TECHNOLOGY.....	258,153	258,153	258,153	258,153
SDI—GENERAL REDUCTION.....		-1,212,962	-750,000	-962,962
JOINT DOD-DOE MUNITIONS TECH DEV.....	8,413	5,000	10,000	8,287
EXP EVAL OF MAJOR INNOVATIVE TECH.....	175,249	161,349	203,249	183,249
SPECIAL TECHNOLOGY OFFICE/USDR&E.....	4,177	4,177	4,177	4,177
COUNTER INSURGENCY & SPECIAL TECHNOLOGY.....	11,421	11,421	11,421	11,421
COMMAND AND CONTROL RESEARCH.....	2,313	2,313	2,313	2,313
TOTAL, ADVANCE TECHNOLOGY DEVELOPMENT.....	3,914,535	2,684,260	3,194,122	2,959,447
STRATEGIC PROGRAMS:				
ISLAND SUN.....	17,000	17,000	14,500	14,500
NMCS—WIDE SUPPORT.....	43,498	38,498	38,498	38,498
WWMCS SYSTEM ENGINEER.....	21,254	21,254	21,254	21,254
MINIMUM ESSENTIAL EMER COMM NETWORK.....	12,398	12,398	12,398	12,398
TOTAL, STRATEGIC PROGRAMS.....	94,150	89,150	86,650	86,650
TACTICAL PROGRAMS:				
CINC C2 INITIATIVES.....	2,083	2,083	2,083	2,083
C3 INTEROPERABILITY (JOINT TACTICAL C3 AGCY).....	72,152	62,152	62,152	62,152
MANAGEMENT HEADQUARTERS (JTCSA).....	1,472	1,472	772	772
JOINT ADVANCED SYSTEMS.....		300,000	300,000	300,000
COMMON JTIDS.....		200,000	200,000	200,000
JSTARS.....		60,000	240,221	200,221
TOTAL, TACTICAL PROGRAMS.....	75,707	625,707	805,228	765,228

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[In thousands of dollars]

	Budget	House	Senate	Conference
<b>INTELLIGENCE &amp; COMMUNICATIONS:</b>				
MAP/CHART/GEODESY.....	975	975	975	975
MAP/CHART/GEODESY INV/PROTOTYPE DEV.....	20,197	18,197	18,197	18,197
MAP/CHART/GEODESY ENGR DEV/TEST.....	3,092	3,092	3,092	3,092
SUPPORT OF THE NCS.....	5,686	5,686	5,686	5,686
LONG-HAUL COMMUNICATION (DCS).....	18,935	16,935	16,935	16,935
CLASSIFIED PROGRAMS.....	1,089,730	933,054	1,042,098	1,039,227
CLASSIFIED PROGRAMS (PY TRANSFER).....	737,118	695,318	719,718	735,318
		(101,112)		
<b>TOTAL, INTELLIGENCE &amp; COMMUNICATIONS.....</b>	<b>1,875,733</b>	<b>1,673,257</b>	<b>1,806,701</b>	<b>1,819,430</b>
<b>DEFENSEWIDE MISSION SUPPORT:</b>				
TECHNICAL SUPPORT TO USDR/E.....	23,593	23,093	23,093	23,093
GENERAL SUPPORT FOR PA/E.....	3,489	2,989	2,489	2,489
SUPPORT TO POLICY.....	6,445	6,300	6,000	6,000
GENERAL SUPPORT FOR NET ASSESSMENT.....	4,032	4,032	4,032	4,032
GENERAL SUPPORT FOR MRA/L.....	3,117	3,117	3,000	3,000
CRITICAL TECHNOLOGY.....	2,792	2,792	2,792	2,792
TECHNICAL ANALYTICAL SUPPORT.....	16,001	15,001	15,001	15,001
TAPISTRY.....	2,793		2,793	
BLACKLITE.....	4,000	4,000	4,000	4,000
DEFENSE TECHNICAL INFO CENTER.....	21,656	20,000	19,056	19,056
INFORMATION ANALYSIS CENTERS.....	6,550	4,500	6,300	4,500
MANAGEMENT HEADQUARTERS SDI.....	9,222	9,222	9,222	9,222
MGT HQ (RESEARCH/DEVELOPMENT).....	13,148	12,148	12,148	12,148
INDUSTRIAL PREPAREDNESS.....	5,000	2,080	5,000	5,000
TECHNOLOGY TRANSFER FUNCTIONS.....	1,645	1,645	1,645	1,645
<b>TOTAL, DEFENSEWIDE MISSION SUPPORT.....</b>	<b>123,483</b>	<b>110,919</b>	<b>116,349</b>	<b>111,978</b>
CONSULTANTS, STUDIES & ANALYSES.....		-10,000	-10,000	-10,000
GENERAL REDUCTION.....		-42,000	-1,587	-153,587
RESTORATION OF CIVILIAN PAY REDUCTION.....			1,200	600
FY-1986 INFLATION SAVINGS.....		-6,400		-6,400
PRIOR YEAR PROGRAM SAVINGS.....		-47,000	-51,000	
(PY TRANSFER).....		(47,000)	(51,000)	
PRIOR YEAR INFLATION SAVINGS.....		-31,000		
(PY TRANSFER).....		(31,000)		
NATO COOPERATIVE R&D PROGRAMS.....			50,000	25,000
<b>TOTAL, RESEARCH DEVELOPMENT TEST + EVAL, DEF AGENCIES.....</b>	<b>7,953,900</b>	<b>5,943,038</b>	<b>7,033,745</b>	<b>6,637,386</b>
TRANSFER FROM OTHER ACCOUNTS.....		(179,112)	(51,000)	
<b>TOTAL FUNDING AVAILABLE.....</b>	<b>7,053,900</b>	<b>6,122,150</b>	<b>7,084,745</b>	<b>6,637,386</b>
<b>DIRECTOR OF TEST AND EVALUATION, DEFENSE FOREIGN WEAPONS EVALUA-</b>				
<b>TION.....</b>	<b>17,010</b>	<b>17,010</b>	<b>17,010</b>	<b>17,010</b>
NATO COOPERATIVE R&D TESTING.....			50,000	25,000
TEST AND EVALUATION.....	86,490	76,490	76,490	76,490
<b>TOTAL, DIRECTOR OF TEST &amp; EVALUATION, DEFENSE.....</b>	<b>103,500</b>	<b>93,500</b>	<b>143,500</b>	<b>118,500</b>

**DEFENSE RESEARCH SCIENCES**

The conferees agree to provide \$92,000,000 for Defense Research Sciences, of which \$1,000,000 shall be used only for advanced semiconductor research at the Oregon Graduate Center, \$1,000,000 shall be used only for research at Oklahoma State University, and \$5,000,000 shall be used only for development and acquisition, and related activities, of a supercomputer with capabilities equal to or better than those of the Tesseract model parallel supercomputer, being developed by Floating Point Systems for use in basic research at Cornell University.

**DEFENSE NUCLEAR AGENCY**

The conferees agree to provide \$373,550,000 for Defense Nuclear Agency, of which \$5,000,000 is to be used for development and acquisition, and related activities, of a supercomputer with capabilities equal or better than those of the Tesseract model parallel supercomputer, being developed by Floating Point Systems for use in basic research at Cornell University; and of which \$11,100,000 shall be used only for microelectronic engineering and imaging sciences, and related purposes, at the Rochester Institute of Technology, Rochester, New York.

**STRATEGIC AND TACTICAL TECHNOLOGY**

The conferees believe strategic air and cruise missile (SACM) defense and integrated ASW are important to a balanced strategic defense. Requested resources for these efforts outlined in DARPA descriptive summaries for program elements 62301E and 62702E are to be used only for those purposes and should not be shifted to any competing SDI priorities. The conferees believe as much as \$10,000,000 additional could be effectively utilized for SACM and integrated ASW should resources be available and should be continued at that level in fiscal year 1987.

**STRATEGIC DEFENSE INITIATIVE**

The conferees agree to provide \$2,750,000,000 for the Strategic Defense Initiative (SDI) instead of \$2,500,000,000 as proposed by the House and \$2,962,962,000 as proposed by the Senate. The conferees also agree to provide, separate from these amounts, \$9,222,000 for SDI Headquarters Management as proposed by the House instead of \$9,000,000 as proposed by the Senate.

In addition, the conferees agree that the Department of Defense should not establish quotas, goals, or allocations as funding set-asides for offshore vendors concerning SDI research, and that whenever possible, SDI contracts should be awarded to U.S. contractors, subcontractors, and vendors, subject to the merit of these proposals. However, it is the sense of the Congress to encourage Allied participation in the SDI program on a competitive basis. These provisions, as proposed by the Senate, have been included in the bill.

**SDI STUDIES AND ANALYSIS**

The conferees note that the Office of Technology assessment (OTA) has been conducting studies and analysis on the Strategic Defense Initiative at the request of the Congress. OTA has conducted reviews of the SDI research program, and issued reports on their findings pursuant to Congressional direction.

OTA will continue to study and review the SDI program, and is funded to do so under legislative branch appropriations. The conferees encourage OTA to continue the valuable work they are providing the Congress on the SDI research program.

The conferees agree to amend the House requirement for a study on SDI to be conducted by the National Academy of Sciences, and instead direct OTA to conduct this study. The study shall include

an analysis of the feasibility of meeting SDI computer software requirements. Language has been provided in the bill specifying that \$700,000 for this study shall be made available from funds provided for RDT&E, Defense Agencies.

**MANAGEMENT SAVINGS BY SECRETARY OF DEFENSE**

On May 14, 1985 the Secretary of Defense recommended a reduction of \$100,000,000 to the Research, Development, Test and Evaluation, Defense Agencies funding already available in fiscal year 1985 as an offset against his fiscal year 1986 request. The Secretary stated that "savings of this nature are usually identified in the normal course of consideration of the Department's budget by the Congress and are reflected as legitimate financing adjustments in the appropriation bill."

The Secretary has since indicated that the allocation of this reduction to the National Security Agency by the House is incorrect. The conferees therefore agree that the reduction is not to be applied to NSA funding. Rather, it is reflected temporarily as a general reduction to the Research, Development, Test and Evaluation, Defense Agencies account with the understanding that the Secretary must submit a prior approval reprogramming specifying the source of the appropriations and management savings which will offset this unallocated cut to the Research, Development, Test and Evaluation, Defense Agencies account.

**PRIOR YEAR SAVINGS**

The conferees recognize \$82,000,000 in prior year savings in Research, Development, Test and Evaluation, Defense Agencies. The sources and uses of these savings are identified in this Statement of Managers under the heading "Availability of Unobligated Balances."

**TITLE VI—REVOLVING AND MANAGEMENT FUNDS**

The conferees agree to the following amounts for the revolving and management fund accounts:

[In thousands of dollars]

	Budget	House	Senate	Conference
<b>Revolving and Management Funds:</b>				
ARMY STOCK FUND .....	442,000	393,000	393,000	393,000
NAVY STOCK FUND .....	716,500	616,500	638,500	638,500
MARINE CORPS STOCK FUND .....	42,700	37,700	37,700	37,700
AIR FORCE STOCK FUND .....	464,900	415,900	415,900	415,900
DEFENSE STOCK FUND .....	193,500	149,700	174,500	149,700
MARINER FUND .....			(852,100)	
ADP EQUIPMENT MANAGEMENT FUND .....			150,000	100,000
<b>TOTAL, REVOLVING AND MANAGEMENT FUNDS .....</b>	<b>1,859,600</b>	<b>1,612,800</b>	<b>1,809,600</b>	<b>1,734,800</b>
TRANSFER FROM OTHER ACCOUNTS .....			(852,100)	
<b>TOTAL FUNDING AVAILABLE .....</b>	<b>1,859,600</b>	<b>1,612,800</b>	<b>2,661,700</b>	<b>1,734,800</b>

The following items represent language as agreed to by the conferees:

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**ARMY STOCK FUND**

The conferees agree to provide \$393,000,000 as recommended by the House and the Senate.

**NAVY STOCK FUND**

The conferees agree to provide \$638,500,000 as recommended by the Senate instead of \$616,500,000 as recommended by the House.

The conferees agree with the Senate recommendation to make available \$59,000,000 from within Navy Stock Fund peacetime inventory build funds to procure supplies for the Reserve Naval Construction Force.

**MARINE CORPS STOCK FUND**

The conferees agree to provide \$37,700,000 as recommended by the House and the Senate.

**DEFENSE STOCK FUND**

The conferees agree to provide \$149,700,000 as recommended by the House instead of \$174,500,000 as recommended by the Senate.

**AIR FORCE STOCK FUND**

The conferees agree to provide \$415,900,000 as recommended by the House and the Senate.

**MARINER FUND**

The conferees agree to delete the Mariner Fund account proposed by the Senate. Instead, Section 8103 dedicates \$852,100,000 as a portion of the prior year unobligated balances, and makes obligations contingent upon enactment of authorizing legislation and subsequent review by the Appropriations Committees. This matter is further explored under the heading "Availability of Unobligated Balances" in the General Provisions section of this statement.

**ADP EQUIPMENT MANAGEMENT FUND**

The conferees agree to provide \$100,000,000 instead of the \$150,000,000 as recommended by the Senate. Details of the adjustments are as follows:

**MANAGEMENT OF GENERAL PURPOSE AUTOMATIC DATA PROCESSING  
RESOURCES**

The conferees agree that the House and Senate have identified persisting problems with the Defense Department's management of ADP resources. They stem from deficiencies of both a management and fiscal nature.

*Management Reforms.*—The conferees agree that management of general purpose automatic data processing resources, including those covered by the Warner amendment, should be immediately consolidated under the policy oversight of the Comptroller of the Defense Department. The Comptroller must demonstrate during the fiscal year 1987 appropriation hearings that aggressive action

is being taken to address concerns raised by the Appropriations Committees related to the management of these resources. The conferees recognize that Department-wide participation is necessary, but the Comptroller should enforce standards and policies through the Major Automated Information System Review Council. The House agrees to waive the following Defense Department reporting requirements to the Congress since the Comptroller is expected to develop the necessary internal management tools to accomplish the objectives of the House report: delegation of oversight authority, new starts of major automated information systems, logistics systems, lease/purchase criteria, buyout of uneconomical ADP leases funded in operating appropriations, buyout of uneconomically leased office automation equipment, Pentagon automation, ADP acquisition training, local area networks, and software obsolescence. The Secretary of Defense should report by April 15, 1986 on the Defense Department's implementation of the management system to achieve these objectives.

The conferees agree to the House reporting requirements pertaining to automated logistics systems, collocation of ADP and telecommunications centers, and supercomputers. The conferees expect the Comptroller to make a good faith effort to improve ADP budget justification material submitted with the fiscal year 1987 budget, and to work with the Appropriations Committee staffs to achieve complete and standard justification for the fiscal year 1988 budget. The conferees also agree to the House language on TRIMIS, DEERS, ADPER, CAMIS, NALCOMIS, NICADMM, Phase IV, and AFLC Modernization.

*Fiscal Reforms.*—The Senate proposed establishment of a DoD ADP management fund in an attempt to redress financial disincentives which currently adversely affect cost effective acquisition of DoD ADP equipment. The conferees agree both to establishment of an ADP management fund, to be initially capitalized at \$100,000,000, and to a general provision allowing DoD to move funds between appropriations in order to achieve the Congressional mandate that DoD general purpose ADP equipment be acquired in the most cost-effective manner. This DoD fund and attendant transfer authority in the general provision must be managed by the Office of the Secretary of Defense as envisioned by the Senate report. It cannot be delegated. The Department must ensure that a properly documented audit trail exists for all resources consumed using these authorities, to ensure strict internal control of resources and to facilitate future Congressional evaluation of the effectiveness of these initiatives. The Secretary of Defense should include a recommendation for continuation or termination of the management fund and its attendant transfer authority to accompany submission of the fiscal year 1989 budget to Congress.

The conferees direct that each service apply the necessary amount of procurement funds in fiscal year 1986 to meet programmed requirements of the Congressionally directed buyout of uneconomically leased ADP equipment funded in the Operation and Maintenance appropriations. Further, the conferees direct that no funds will be diverted from the buyout of uneconomical leases for other purposes or programs. The Department should also use the newly created ADP management fund and attendant transfer

authority to ensure that uneconomical ADP leasing in any DoD appropriation or fund ceases.

#### TITLE VII—RELATED AGENCIES

##### INTELLIGENCE COMMUNITY STAFF

The conferees agree to provide \$22,083,000 for the Intelligence Community Staff as proposed by the House instead of \$22,283,000 as proposed by the Senate.

#### TITLE VIII—GENERAL PROVISIONS

The conferees agree to the following language in the General Provisions:

##### RESTRICTIONS ON SUPPORT FOR MILITARY OR PARAMILITARY OPERATIONS IN NICARAGUA

The House bill contained a provision (Sec. 8050) prohibiting material assistance to the Nicaraguan democratic resistance by the Central Intelligence Agency, the Department of Defense, or any other entity of the United States government involved in intelligence activities. The House provision also stated that this prohibition did not impair or effect the authority of the Nicaraguan Humanitarian Assistance Office to administer humanitarian assistance to the Nicaraguan democratic resistance under the terms and conditions specified in the Supplemental Appropriations Act, 1985 (P.L. 99-88). The Senate bill did not include any type of prohibition concerning funds for Nicaragua, relying on restrictions in the authorizing Act.

The conferees have included new language (Sec. 8050) which prohibits the expenditure of any funds or the providing of any assistance to the Nicaraguan democratic resistance other than to the extent provided for and under the terms and conditions specified by Section 105 of the Intelligence Authorization Act (P.L. 99-169) for fiscal year 1986. This provision permits the exchange of information with the Nicaraguan democratic resistance and permits a specified classified amount of funds for communications equipment and related training for the Nicaraguan democratic resistance. The conferees also note that this section will not impair or affect the authority of the Nicaraguan Humanitarian Assistance Office to administer humanitarian assistance to the Nicaraguan democratic resistance.

##### FORT DE RUSSY

The House included a provision prohibiting the sale, lease, rental or excessing of any portion of Fort DeRussy, Honolulu, Hawaii. The Senate included a provision permitting the sale of up to 45 acres of land on Fort DeRussy to the city or county of Honolulu or the state of Hawaii. The conferees agreed with the House provision (Sec. 8055).

However, the conferees agree that the Department of Defense should study the availability of excess land on Fort DeRussy and the possible civic (non-commercial) uses the property could support.



The Department should report to the cognizant congressional committees by April 15, 1986, after which those committees are urged to take action on the sale of the property.

#### UNEMPLOYMENT COMPENSATION

The conferees agree to a general provision (Sec. 8057) that limits payments to the Department of Labor for unemployment compensation costs to \$166,766,000, instead of the House limitation of \$189,300,000 and the Senate limitation of \$171,300,000.

#### DISTRICT HEATING

The conferees agree to the Senate provision on district heating (Sec. 8070). This provision provides an exception to allow the conversion or consolidation of heating facilities to district heating distribution systems at Bad Kissingen, Hessen, in the Federal Republic of Germany. The conferees reached the decision only with the understanding that the Department would immediately initiate the conversion of coal of steam plants in the CONUS, as discussed elsewhere in this report.

#### LOCAL HIRE

The conferees agree to the Senate general provision (sec. 8078) with an amendment stating the provision should be in effect only in fiscal year 1986. Further, the conferees agree that on union contract jobs a worker released by the union should be considered a resident of Alaska.

#### CHAMPUS HOME HEALTH CARE

The conferees agree to the general provision (Sec. 8084) included in the House bill with clarifying language which stipulates this program will cover home health care when CHAMPUS determines it is more cost effective than care which would otherwise be covered by CHAMPUS in medical facilities.

The conferees want it to be clear the intent of the provision is to save funds by identifying the most cost effective means for health care coverage to be provided by the government. Further, the conferees agree this will be a two year test and should not be considered a permanent change in CHAMPUS benefits.

#### READY RESERVE TUITION ASSISTANCE

The conferees agree to the Senate provision (Sec. 8086) on tuition assistance for the Ready Reserve. The conferees agree that the purpose of this tuition assistance is to provide for part-time education and degree programs, and should not be used for full-time degree programs which are provided by the Veterans Administration through GI Bill benefits.

#### ARMY LANDS CONVEYANCE

The conferees agree to Senate bill language (Sec. 8092) which directs that a sanitary landfill site on Fort Richardson in Alaska be conveyed to the Municipality of Anchorage if the site is declared

excess to the needs of the Army. The language agreed to by the conferees is intended only to ensure that the landfill site, if excessed, is conveyed to the Municipality of Anchorage as public interest land. It has no bearing on any dispute over the legal effect of other provisions of the public interest lands section of the North Anchorage Land Agreement (NALA)—including the allocation of subsurface revenues among various native corporations.

#### DEBRIS REMOVAL

The Senate included a general provision which allows the removal of unsafe and unsightly buildings and debris from sites formerly used by the Department of Defense. The House did not address this issue. The conferees agree to a general provision (Sec. 8096) that allows the removal of unsafe buildings or debris, provided that it is done before the property leaves federal government control, unless the property is owned by a state or local government or native corporations.

#### SALE OF ALCOHOLIC BEVERAGES

The conferees agree to the Senate provision (Sec. 8099) which requires the Department to procure alcoholic beverages from the states in which Defense installations are located.

#### DEPENDENT STUDENTS TRAVEL

The Senate included a general provision (Sec. 8101) which places a limitation on the amount of funds available for Dependent Student Travel, and also denies travel under this program in the continental United States. The House removed this provision from its bill. The Conferees agree to continue the limitation at \$4,700,000, but have deleted the CONUS travel restrictions.

#### AVAILABILITY OF UNOBLIGATED BALANCES

The conferees agree to set aside prior year unobligated balances of appropriations and to designate them for known and anticipated requirements of the Department of Defense. Under prescribed procedures, these unobligated balances totaling \$6,306,906,000 may be transferred by the Secretary of Defense to the major appropriation accounts and obligated only upon 15-day prior notification to the House and Senate Appropriations Committees only for the following purposes:

1. Payment of the October 1, 1985, military pay raise.
2. Payments to the military retirement trust fund as may be required, based on anticipated legislative changes, in excess of appropriations contained in the Military Personnel accounts.
3. Such obligations as may be authorized by Congress from the Mariner Fund program.
4. Obligations to supplement the Coastal Defense Augmentation account for which \$235,000,000 is additionally appropriated elsewhere in the bill.
5. Additional obligations in support of conventional forces readiness in the military Operation and Maintenance accounts.

Section 8103 of the bill also provides that the availability of these unobligated balances is not extended beyond the time period specified when they were appropriated.

In notifying the Appropriations Committees of intent to transfer and obligate any prior year balances under this authority, the conferees instruct the Secretary to adhere to established reprogramming procedures. In this respect, full budget justifications should be submitted and, when required, additional time granted if needed by the Committees to permit adequate review and analysis and, if necessary, hearings on requirements and both programmatic and budgetary impacts.

The estimated costs of the October 1, 1985, military pay raise will be a clear requirement covered by the unobligated balances set-aside. Estimated costs are \$1,887,000,000, but the conferees will expect the Department of Defense to absorb as much of this cost as possible with the reduced budget resources available to it for fiscal year 1986—resources that will be reduced further under deficit reduction legislation just enacted by Congress.

The conferees recognize there may be substantial funding adjustments established by retirement reform legislation that may be enacted in the 99th Congress. Savings were anticipated by Congress in its passage of the fiscal year 1986 Defense Authorization Act based on proposals for these military retirement changes. That Act established ceilings on the military personnel accounts reflecting estimated cost savings, and funding in the accompanying Defense Appropriations Bill conforms to those limitations. It is not possible at this juncture to determine the cost effects of the eventual retirement reform legislation.

Accordingly, the conferees have included a provision as proposed by the Senate that requires a reduction in military personnel account obligations after May 1, 1985, to achieve a spending rate that will not exceed the obligation ceilings of the authorization act. Such reductions would require substantial personnel cuts in the absence of the anticipated legislation affecting retirement payment savings.

The conferees agree that none of the unobligated balances should be used in any manner to offset reductions applied to appropriations in compliance with the Balanced Budget and Emergency Deficit Reduction Act of 1985, and have included language in Section 8103 to accomplish that purpose.

The following table details the program sources of prior year unobligated balances:

<i>Appropriation and Line Item</i>	<i>Amount</i>
Aircraft Procurement, Army, 1985/1987:	
EH-60 .....	\$64,300,000
AH-1S .....	20,000,000
CH-47 .....	17,500,000
GPS .....	16,100,000
Total .....	117,900,000
Missile Procurement, Army, 1984/1986:	
MLRS.....	10,100,000

	<i>Amount</i>
<b>Missile Procurement, Army, 1985/1987:</b>	
MLRS.....	31,400,000
Prior Year Savings .....	25,000,000
<b>Total .....</b>	<b>56,400,000</b>
<b>Procurement of Weapons and Tracked Combat Vehicles, 1984/1986:</b>	
DIVAD.....	256,600,000
DIVAD DMPE .....	20,800,000
DIVAD Spares .....	2,100,000
DIVAD Adv. Proc.....	4,400,000
M-1 .....	52,600,000
<b>Total .....</b>	<b>336,500,000</b>
<b>Procurement of Weapons and Tracked Combat Vehicles, 1985/1987:</b>	
DIVAD Adv. Proc.....	100,000,000
DIVAD Spares .....	46,500,000
DIVAD DMPE .....	36,000,000
M-1 .....	25,300,000
SAW.....	12,900,000
BFV-ISU.....	21,700,000
M-88 .....	2,800,000
M-60 PBS .....	8,600,000
<b>Total .....</b>	<b>253,800,000</b>
<b>Procurement of Ammunition, Army, 1984/1986:</b>	
Prior Year Inflation.....	30,000,000
DIVAD.....	400,000
<b>Total .....</b>	<b>30,400,000</b>
<b>Procurement of Ammunition, Army, 1985/1987:</b>	
DIVAD.....	37,700,000
Prior Year Inflation.....	48,000,000
120mm .....	28,100,000
Prior Year Savings .....	33,900,000
<b>Total .....</b>	<b>147,700,000</b>
<b>Other Procurement, Army, 1984/1986:</b>	
FAV .....	2,000,000
Prior Year Inflation.....	79,000,000
<b>Total .....</b>	<b>81,000,000</b>
<b>Other Procurement, Army, 1985/1987:</b>	
FAV .....	5,400,000
ADPE (CAMIS).....	10,200,000
NAVSTAR GPS.....	7,300,000
M-9 ACE.....	12,400,000
Prior Year Inflation.....	95,000,000
Prior Year Savings .....	46,200,000
<b>Total .....</b>	<b>176,500,000</b>
<b>Aircraft Procurement, Navy, 1984/1986:</b>	
EA-6B.....	1,000,000
AV-8B .....	16,500,000
F/A-18.....	10,900,000
SH-2F.....	6,400,000
Mods .....	20,300,000
Aircraft Support Fac.....	1,500,000

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Uncommitted .....	<i>Amount</i> 4,200,000
Total .....	60,800,000
<b>Aircraft Procurement, Navy, 1985/1987:</b>	
A-6E .....	4,700,000
EA-6B .....	4,200,000
AV-8B .....	139,200,000
F/A-18 .....	176,200,000
CH-53E .....	6,500,000
SH-60 .....	49,300,000
E-2C .....	7,300,000
SH-2F .....	6,700,000
Mods .....	92,900,000
Aircraft Support Fac .....	3,500,000
Total .....	490,500,000
Weapons Procurement, Navy, 1985/1987: Prior Year Savings .....	15,000,000
<b>Shipbuilding and Conversion, Navy, 1982/1986:</b>	
SSN-688 .....	66,300,000
CG-47 .....	125,000,000
FFG .....	40,100,000
T-AO .....	19,000,000
Outfitting .....	3,800,000
Post Delivery .....	700,000
Escalation .....	136,700,000
Total .....	391,600,000
<b>Shipbuilding and Conversion, Navy 1983/1987:</b>	
Trident .....	134,900,000
Battleship .....	5,000,000
CVN .....	304,000,000
CG-47 .....	163,200,000
FFG .....	20,100,000
T-AO .....	11,000,000
T-AH .....	5,800,000
Service Craft .....	3,900,000
Outfitting .....	5,600,000
Post Delivery .....	9,500,000
Escalation .....	28,300,000
Total .....	691,300,000
<b>Shipbuilding and Conversion, Navy, 1984/1988:</b>	
Trident .....	151,900,000
CG-47 .....	94,600,000
LSD-41 .....	6,000,000
LHD-1 .....	37,900,000
T-AO .....	26,400,000
T-AH .....	2,200,000
T-AKR .....	12,600,000
Service Craft .....	44,000,000
Landing Craft .....	11,000,000
Post Delivery .....	12,000,000
Total .....	398,600,000
<b>Shipbuilding and Conversion, Navy, 1985/1989:</b>	
Trident .....	133,400,000
CG-47 .....	157,500,000
DDG-1 .....	74,000,000
LSD-41 .....	2,900,000
LPD SLEP .....	15,000,000
T-AO .....	53,100,000
T-AGOS .....	28,700,000

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	<i>Amount</i>
T-AGS.....	28,300,000
T-ACS.....	8,500,000
Post Delivery.....	6,400,000
<b>Total</b> .....	<b>517,800,000</b>
<b>Other Procurement, Navy, 1984/1986:</b>	
AN/SYS ( ).....	940,000
NAVSEA Tng Equip.....	71,000
Air Station Support.....	165,000
SATCOM Ship Terminals.....	3,294,000
Explosive Ord Disposal.....	1,320,000
Prior Year Inflation.....	70,000,000
<b>Total</b> .....	<b>75,790,000</b>
<b>Other Procurement, Navy, 1985/1987:</b>	
Other Propulsion Equip.....	391,000
Carrier Nav System.....	6,296,000
Sub Life Support.....	6,500,000
Diving/Salvage Equip.....	779,000
AN-SYS ( ).....	668,000
Sonar Switches.....	1,326,000
ASW Ops Center.....	200,000
Carrier ASW Module.....	398,000
ICAD Systems.....	8,159,000
NAVSTAR GPS.....	4,238,000
Air Station Spt Equip.....	831,000
TSEC/KY-71/72.....	15,538,000
Explosive Ord Disposal.....	369,000
Quickstrike.....	4,000,000
Prior Year Inflation.....	98,000,000
Prior Year Savings.....	53,000,000
<b>Total</b> .....	<b>200,693,000</b>
<b>Procurement, Marine Corps, 1985/1987:</b>	
PLOW.....	4,900,000
SAW.....	3,056,000
ULCS-LCS.....	11,761,000
Prior Year Savings.....	28,000,000
<b>Total</b> .....	<b>47,717,000</b>
<b>Aircraft Procurement, Air Force, 1984/1986:</b>	
B-1 Overtarget Res.....	100,000,000
Engine Costs.....	29,800,000
ALR-74.....	27,100,000
EPA Savings.....	14,500,000
DoD Revision.....	49,000,000
KC-10 EPA.....	6,000,000
C-130H.....	20,000,000
<b>Total</b> .....	<b>246,400,000</b>
<b>Aircraft Procurement, Air Force, 1985/1987:</b>	
B-1 Overtarget Res.....	200,000,000
F-15 DoD Revision.....	9,100,000
F-16 ASPJ.....	237,800,000
Engine Costs.....	30,000,000
ALR-74.....	34,100,000
EPA Savings.....	51,800,000
DoD Revision.....	53,000,000
KC-10 EPA.....	18,600,000
T-46 EPA.....	5,300,000
B-52 Mod DoD Rev.....	8,000,000
KC-135 Mod DoD Rev.....	36,400,000

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	<i>Amount</i>
Common Ground Equip .....	50,000,000
ALQ-131 ECM Pod .....	103,900,000
C-130H .....	18,000,000
C-131 Mod .....	8,000,000
<b>Total .....</b>	<b>864,000,000</b>
<b>Missile Procurement, Air Force, 1984/1986: AMRAAM</b>	<b>29,400,000</b>
<b>Missile Procurement, Air Force, 1985/1987:</b>	
Prior Year Savings .....	35,000,000
Reprogramming Denial .....	18,400,000
<b>Total .....</b>	<b>53,400,000</b>
<b>Other Procurement, Air Force, 1984/1986:</b>	
MARS Radar .....	8,127,000
Prior Year Inflation .....	86,000,000
<b>Total .....</b>	<b>94,127,000</b>
<b>Other Procurement, Air Force, 1985/1987:</b>	
30mm API .....	10,800,000
DEW Radar .....	30,758,000
MARS Radar .....	15,791,000
Prior Year Inflation .....	156,000,000
Prior Year Savings .....	40,000,000
<b>Total .....</b>	<b>253,349,000</b>
<b>Procurement, Defense Agencies, 1984/1986: Prior Year Inflation</b>	<b>15,000,000</b>
<b>Procurement, Defense Agencies, 1985/1987: Prior Year Inflation</b>	<b>21,000,000</b>
<b>Research, Development, Test and Evaluation, Army, 1985/1986:</b>	
Infantry Supt Wpns .....	5,400,000
Countermines & Barriers .....	1,130,000
Prior Year Savings .....	49,000,000
Prior Year Inflation .....	40,000,000
Reprogramming Denial .....	600,000
<b>Total .....</b>	<b>96,130,000</b>
<b>Research, Development, Test and Evaluation, Navy, 1985/1986:</b>	
Support Equipment .....	3,300,000
C/MH-53E .....	800,000
A/C Engines Comp Impr Pro .....	900,000
Prior Year Savings .....	123,000,000
Prior Year Inflation .....	60,000,000
<b>Total .....</b>	<b>188,000,000</b>
<b>Research, Development, Test and Evaluation, Air Force, 1985/1986:</b>	
F-4G Wild Weasel Squad .....	8,000,000
Prior Year Inflation .....	100,000,000
Prior Year Savings .....	156,000,000
<b>Total .....</b>	<b>264,000,000</b>
<b>Research, Development, Test and Evaluation, Defense Agencies, 1985/1986:</b>	
Prior Year Savings .....	51,000,000
Prior Year Inflation .....	31,000,000
<b>Total .....</b>	<b>82,000,000</b>

MARINER FUND

The conferees agree to designate within the set-aside for unobligated balances that \$852,100,000 shall be available for a revolving Mariner Fund for the construction and lease of cargo vessels configured for the military sealift mission. No funds could be transferred to the Mariner Fund nor obligated for any purpose without enactment by Congress of legislation establishing the Mariner fund program. Further, no funds could be obligated without notice to the House and Senate Appropriations Committees and after a 60-day review period following that notification.

It is the conferees' intent that, in the event of enabling legislation, the Appropriations Committees will have ample time to conduct hearings and otherwise review and approve any obligations for ship construction under the Mariner Fund mechanism. The conferees endorse the goal of establishing a modern sealift fleet, operating under revenue-producing charters and immediately available for military use in event of emergencies. However, full Congressional review at both the authorization and appropriations level is essential to assure the most cost-effective use of any funds made available to the Mariner Fund.

The concept of this build and charter program is patterned after President Eisenhower's Mariner program to construct ships for commercial operation which may be used for military sealift. This is a cost effective alternative to the construction of ships which are placed in an inactive status with the Ready Reserve Fleet. The Navy has been procuring used commercial vessels for retention in the inactive fleet, but the supply of militarily useful ships is dwindling. Although there is an excess of commercial tonnage on the world economy today, there is a severe shortage of vessels which are of the size, capacity and speed requirements for military sealift needs. Consequently, the Navy would be responsible for administering the Fund and selecting the types of vessels to be built under the Mariner Fund which maximize military utility while retaining commercial cost effectiveness features. Subsequent to the enactment of the authorizing legislation, but prior to obligation of funds, the Navy is required to provide a report to the Appropriations Committees on the types of vessels selected.

In addition to the \$852,100,000 which may be made available, the authorizing legislation should identify the source of other revenues to maintain the program. Specifically, the legislation should provide for the lease of vessels constructed to the bidder of the highest competitive lease payment to the Fund. Similarly, construction contracts should be competitively awarded to the lowest bidder. In addition, such revenues as may accrue from repayment of construction differential subsidies should be permitted by the authorizing legislation to revert to the Mariner Fund. Consideration should also be given to the use of funds from the sale of such vessels constructed under the Mariner Fund, provided that the ships are at least five years old prior to sale.

After authorization is enacted, no funds shall be obligated until 60 days after notification to the House and Senate Appropriations Committees of the Navy's intent to incur contract obligations. The conferees direct that the following shipbuilding funds are not to be



obligated without such approval. Although previously identified as a portion of the unobligated balances earlier in this statement, these funds are specifically earmarked for the Mariner Fund.

*Shipbuilding and conversion, Navy*

Fiscal Year 1983:	
Trident Submarine .....	\$134,900,000
CVN Aircraft Carrier.....	304,000,000
CG-47 Cruiser.....	163,200,000
FFG-7 Frigate.....	20,100,000
Service Craft .....	4,000,000
Fiscal Year 1984: Trident Submarine.....	151,900,000
Fiscal Year 1985: DDG-51 Destroyer.....	74,000,000
Total.....	852,100,000

COASTAL DEFENSE AUGMENTATION

The conferees agree to designate \$140,000,000 of the unobligated balances for the Coastal Defense Augmentation account, supplementing the \$235,000,000 appropriated in that account. The total funding of \$375,000,000 shall be applied as discussed in the Coastal Defense Augmentation section of the Statement of the Managers.

INTERPORT DIFFERENTIAL

The Senate continued the provision (Sec. 8104) first included in the fiscal year 1985 Supplemental which prohibits the Navy from considering charges for interport differentials as an evaluation factor for ship repair contract awards. The House did not include this provision. The conferees believe there is insufficient data available to determine whether the use of the differential is appropriate. The conferees direct the Department to initiate a test through fiscal year 1986 to determine the effects of the differential on competition and the cost of ship repair. To that end the conferees have agreed to apply the prohibition against use of the interport differential to the West coast only. This action will allow the Navy to compare results on the West coast, without the differential, against those of the East and Gulf coasts with the differential.

GUNTER AIR FORCE BASE PRINTING PRESS

The conferees agree with the Senate position and include a provision (Sec. 8105) prohibiting funding for the installation, maintenance and operation of the printing press recently purchased for the Guner Air Force Base. The conferees direct that the Air Force report to the House and Senate Appropriations Committees by February 1, 1986, on how it will dispose of the printing press.

COMMAND STRUCTURE

The conferees are concerned with recent decisions to reorganize headquarters commands without full congressional consultation prior to approval. This is especially disconcerting when it results in additional bureaucratic layers. However, the conferees agree to delete that portion of the Senate general provisions which restricts funding of the reorganized Atlantic Command because of the danger of disrupting operations of the Command. The conferees

agree to prohibit the alteration of the present structure of U.S. military forces in Alaska as proposed by the Senate (Sec. 8107).

**CONVERSION OF DOMESTIC MILITARY FACILITIES TO COAL-BURNING FACILITIES**

The conferees agree to a new general provision (Sec. 8110) on the use of coal in the United States. Specifically, in order to fully promote greater reliance on domestic energy resources, the conferees direct the Department of Defense to implement immediately its proposal to rehabilitate and convert current steam generating plants at defense facilities in the United States to coal burning facilities. This is directed in order to achieve a coal consumption target of 1,600,000 short tons of coal per year above current consumption levels at DoD facilities in the United States by fiscal year 1994. Further, the conferees direct that anthracite or bituminous coal shall be the source of energy at such installations.

During the implementation of this proposal, the amount of anthracite coal purchased by the Department shall remain at least at the current annual purchase level, 302,000 short tons. In order to maintain this level, the Department shall begin immediate stockpiling within the continental United States, and it shall vigorously pursue those rehabilitation projects which can convert to anthracite coal usage.

The Conferees direct that \$25,000,000 in the Army Industrial Fund shall be available to initiate this conversion proposal. Moreover, the Department shall have the authority to fund from within this amount any expenses incurred in the administrative support of this effort. The Conferees further direct the department to present a comprehensive plan for this coal conversion proposal and to include appropriate funding in future budget submissions.

**TITAN II EXPENDABLE LAUNCH VEHICLES**

The conferees agrees that the joint DOD-NASA determination of which Department of Defense payloads will be launched on Titan II expendable launch vehicles will be made and reported to the Congress within 180 days of enactment. (Sec. 8111)

The House bill contained general provisions for procurement reforms in the areas of allowable costs, cost and price management ("should cost"), revolving door, and dual sourcing. The provisions were intended to expand upon and strengthen the legislation dealing with these issues that was passed by Congress in the fiscal year 1986 Department of Defense Authorization Act. The conferees agree with the goals of procurement reform legislation, which are to increase competition and lower the costs of defense acquisition. However, neither Committee conducted hearings on these issues during the year. While recognizing that there may be ways to improve the Authorization legislation as it was enacted this year, the conferees could not agree on specific approaches during the limited time that was available in the appropriations conference, except in the area of allowable costs.

The conferees agree with the Armed Services Committees that the Department of Defense needs to improve its management of allowable costs charged to defense contracts. The conferees further

understand the Department's need for flexibility as it implements regulations to comply with the authorization legislation. The conferees have included bill language which strengthens the authorization legislation in two key areas. First, the conferees now require by law that the Department inform certain congressional committees on its definitions, exclusions, limitations, and qualifications pertaining to allowable costs prior to their publication in defense policy regulations. This allows the Congress to participate with the Department as it implements the new authorization legislation. Second, the conferees have directed the Comptroller General to actively evaluate on a recurring basis the effectiveness of the Department's policies in actually eliminating allowable costs charged to defense contracts.

The conferees expect that the Defense Department, with Comptroller General participation, will be able to eliminate unfair and unallowable costs in defense procurements in the near term. The conferees strongly urge the Armed Services Committees at the earliest practical date to consider means for further strengthening the existing procurement reform legislation in the Authorization Act in light of the concerns addressed in the House passed appropriation bill.

The conferees stress that the acceptance of this legislative provision that had already been considered and dealt with in the normal authorization process shall not be considered a precedent. Appropriation bills should never be resorted to as a means of reconsidering matters that are the proper jurisdiction of other committees, particularly when such matters have already been acted on by those committees.

#### TITLE IX—COUNTER-TERRORISM CONTINGENCY FUND

In his Annual Report to the Congress, the Secretary of Defense stated that "the United States will continue to seek a more active defense against terrorist attacks throughout the world." The conferees fully support maintaining an active defense against terrorism and believe that counter-terrorism programs should be given a top priority since the terrorist threat is most likely one to be faced by the U.S. in the near term. Since the Secretary of Defense specifically requested that the \$100,000,000 provided by the Senate not be appropriated, the conferees reluctantly agree to delete Title IX from the bill. However, in order to ensure that these critical programs are adequately financed, by March 31, 1986, the Secretary of Defense is directed to submit a report to the House and Senate Committees on Appropriations identifying what funds are included in the fiscal year 1987 budget request for contingency operations against the threat of or use of violence against United States personnel or property.

Amendment No. 5: Deletes Senate language which deleted sections 8097, 8098, 8099, and 8100 of the Department of Defense Appropriation Act, 1986 as passed the House on October 30, 1985 and section 8090 of the Act as reported to the Senate on November 6, 1985. These provisions pertain to the several procurement reform issues which were deleted from the Act.

DISTRICT OF COLUMBIA

Amendment No. 6: Changes subsection designation from "(d)" to "(c)" and provides that programs, projects, or activities provided for in the District of Columbia Appropriations Act for fiscal year 1986 (H.R. 3067) shall be available to the extent and in the manner provided for in the conference report and joint explanatory statement of the managers (H. Rept. 99-419), as filed in the House of Representatives on December 5, 1985, as if such Act had been enacted into law and provides that the appropriation for the Federal contribution to the District of Columbia for the "Criminal Justice Initiative" under Amendment No. 2 of H.R. 3067 shall be "\$13,860,000" instead of "\$14,010,000" as proposed by the Senate. The House bill provided for a rate of operations based on the House-passed bill.

APPROPRIATIONS FOR THE DEPARTMENT OF THE INTERIOR AND RELATED AGENCIES

Amendment No. 7: Section 101(e) of House Joint Resolution 465 provides appropriations for programs, projects and activities provided for in the Department of the Interior and Related Agencies Appropriations Act, 1986. The House version of the joint resolution provides appropriations for programs, projects, or activities at a rate for operations and to the extent and in the manner provided for in H.R. 3011 as passed the House of Representatives on July 31, 1985. The Senate version of the joint resolution provides appropriations for these programs, projects, and activities at a rate for operations and to the extent and in the manner provided for in H.R. 3011 as reported to the Senate on September 24, 1985.

The conference agreement on House Joint Resolution 465 incorporates some of the provisions of both the House and Senate versions of the Department of the Interior and Related Agencies Appropriations Act, 1986, and has the effect of enacting the Act into law. The language and allocations set forth in House Report 99-205 and Senate Report 99-141 shall be complied with unless specifically addressed to the contrary in this joint resolution and accompanying statement of the managers. The Department of the Interior and Related Agencies Appropriations Act, 1986, put in place by this joint resolution, incorporates the following agreements of the managers:

TITLE I—DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

MANAGEMENT OF LANDS AND RESOURCES

Appropriates \$398,566,000 instead of \$378,556,000 as proposed by the House and \$403,998,000 as proposed by the Senate.

The net decrease from the amount proposed by the Senate includes: decreases of \$600,000 in oil and gas leasing; \$220,000 in oil shale and tar sands leasing; \$348,000 in withdrawal processing and review; \$4,748,000 in wild horse and burro management; \$841,000 in grazing management; \$1,000,000 in noxious weed control; \$300,000 to restore FTE's to the fiscal year 1985 level in wildlife habitat management; \$350,000 for the automated land and mineral

record system in Alaska; \$500,000 for building maintenance and \$500,000 for transportation maintenance; and increases of \$100,000 in the amount reduced by the Senate to complete cost recovery regulations; \$1,000,000 to provide better protection of rare cultural resources; \$750,000 to protect designated wilderness areas as well as wilderness study areas; \$925,000 for recreation management and \$1,200,000 for the lower 48 states cadastral survey.

The managers agree that the desert land entry activity is to continue at the fiscal year 1985 level. The increase over the budget request for additional FTE's in wildlife habitat management is for priority wildlife management projects.

There is \$330,000 within available funds to support the President's Commission on Americans Outdoors.

Within available funds there is \$50,000 for the Barstow Way Station; \$25,000 for the Calico Early Man Site and \$100,000 for Soda Springs. There is also \$925,000 within available funds to implement resource management plans for Steese NCA and the White Mountains NRA.

Bill language relating to the proposed Bureau of Land Management/Forest Service interchange has been moved to title III.

The managers agree that an increase of \$500,000 is provided within available funds for hazardous waste control activities.

#### CONSTRUCTION AND ACCESS

Appropriates \$1,403,000 for construction and access as proposed by the Senate instead of \$1,203,000 as proposed by the House.

#### PAYMENTS IN LIEU OF TAXES

Appropriates \$105,000,000 for Payments in Lieu of Taxes as proposed by the Senate instead of \$102,900,000 as proposed by the House.

#### LAND ACQUISITION

Appropriates \$2,300,000 for land acquisition instead of \$2,800,000 as proposed by the House and nothing as proposed by the Senate. The amount made available includes \$1,000,000 for the Steens Mountain Recreation Area, \$300,000 for acquisition management, \$500,000 for the King Range Conservation Area and \$500,000 for wilderness inholdings.

#### OREGON AND CALIFORNIA GRANT LANDS

Appropriates \$56,114,000 for the Oregon and California Grant Lands instead of \$66,140,000 as proposed by the House and \$54,443,000 as proposed by the Senate. The changes from the House amount include a decrease of \$8,355,000 related to Forest Service activities which are included under the Forest Service and a decrease of \$1,671,000 from the amount included by the House to maintain the 1985 program level in all activities. Included in the appropriation is \$500,000 for anadromous fish initiatives and \$150,000 for restoring recreation projects in Western Oregon.

**RANGE IMPROVEMENTS**

The managers agree to provide \$10,000,000 as proposed by the Senate.

The managers have agreed to retain House bill language concerning grazing subleasing. New regulations have been promulgated and the managers want to ensure that they provide adequate control. To that end, the managers have agreed to ask the GAO to review subleasing and advise the Committees on the extent of the practice and the adequacy of the regulations.

**SERVICE CHARGES, DEPOSITS, AND FORFEITURES**

The managers have agreed to delete bill language proposed by the House regarding recovery of costs associated with preparation of environmental impact statements. The managers encourage the authorizing committees to review this matter and propose an appropriate resolution.

**ADMINISTRATIVE PROVISIONS**

The managers have agreed to bill language that will allow the Secretary of the Interior to resell timber within the Medford, Oregon BLM District, without further judicial review, that has been returned pursuant to the Federal Timber Contract Payment Modification Act if, as a result of administrative appeal or judicial review, there is a delay in the sale or award of timber, and only to the extent necessary to achieve sale of the allowable cut.

The language directs that the Secretary consider the environmental consequences of each sale and categorize each sale's environmental impact as minimal, moderate, or serious. Sales made pursuant to this section shall be made according to their relative environmental impacts. Once reoffered sales are defined and their degree of environmental impact assigned, they shall be available for public review for a period of 30 days before being reoffered.

The managers believe this is an appropriate resolution of last resort but want to emphasize the importance of resolving, at the local level, the many complicated and controversial issues involving competing and best use. Therefore, the BLM is directed to continue the consensus-building process it has pursued with local environmental and industry organizations. Specifically, the BLM should consider continuing the citizen participation committee, or other similar forum, by which management, planning and analysis information might be shared in order to lay a foundation for the next planning cycle. The Bureau shall report the results of its community participation efforts to the House and Senate Committees on Appropriations prior to their fiscal year 1987 budget hearings.

**U.S. FISH AND WILDLIFE SERVICE**

**RESOURCE MANAGEMENT**

Appropriates \$301,222,000 for resource management instead of \$317,202,000 as proposed by the House and \$303,522,000 as proposed by the Senate. The above amount includes decreases from the Senate of \$500,000 to expand public use programs on refuges,

\$1,500,000 from the accelerated refuge maintenance management program, \$1,000,000 from hatchery maintenance, \$250,000 for fishery management activities, \$250,000 from operational and maintenance needs of the fishery research program, \$750,000 for refuge operation and maintenance, \$50,000 for law enforcement activities in the Caribbean, \$50,000 for the CITES permitting process, \$1,000,000 from administrative costs, \$410,000 for endangered species recovery, and \$110,000 from endangered species research; increases of \$1,000,000 to study the relationship between avian disease outbreaks and environmental contaminants, \$500,000 for Great Lakes Laboratory research as stated in the House report, \$150,000 for additional staff at the Gainesville Research Laboratory, \$70,000 for acid rain monitoring equipment at the Wellsboro National Fishery Research and Development Laboratory, \$1,100,000 for a forensics laboratory, \$500,000 for endangered species grants for the states, and \$250,000 for endangered species listing.

The Wellsboro acid rain monitoring program is to be closely coordinated with those of other federal agencies such as the Forest Service. The managers agree that the Fish and Wildlife Service should submit to the House and Senate Committees on Appropriations its plans for the forensics laboratory prior to implementation so that the Committees may review the site plans and schedules.

Within the \$6,926,000 provided for endangered species recovery there is \$300,000 for the peregrine falcon, \$50,000 for the grizzly bear, \$150,000 for Hawaiian forest birds, \$100,000 for the whooping crane, \$20,000 for the California brown pelican and \$200,000 for Upper Colorado River fish studies. The managers agree that within endangered species research there is \$110,000 for the Puerto Rico aviary, \$150,000 for black footed ferret research, \$100,000 for whooping crane research, and \$80,000 for Florida panther research.

The managers agree that the Fish and Wildlife Service should review the condition of the Nashua NH hatchery and make repairs as necessary. There is within available hatchery maintenance and operations funds \$480,000 for Norfork NFH and \$200,000 for Greers Ferry NFH. The managers agree that there is \$120,000 within available funds for the Upper Colorado River Federal-State working group.

Although administrative savings cannot be accumulated to offset future year budget needs, the managers agree that the Fish and Wildlife Service should document its administrative savings and report to the Committees no later than May 15, 1986 its anticipated administrative savings for fiscal year 1986.

There is \$330,000 with available funds to support the Presidential Commission on American Outdoors.

The managers agree that not less than \$3,300,000 for high priority projects within the scope of the approved budget shall be carried out by the Youth Conservation Corps as if authorized by the Act of August 13, 1970, as amended by Public Law 93-408.

The funds provided for Great Lakes research are for research only and are not to be available for the Great Lakes Indian Treaty settlement.

The managers agree to provide no funding for the Animal Damage Control program. Instead, funds are provided to the De-

partment of Agriculture. The managers anticipate that such a transfer will result in a more cost-effective program.

The managers agree with the Senate proposal for research on alternative non-toxic shot, including cost-sharing if feasible.

#### CONSTRUCTION AND ANADROMOUS FISH

Appropriates \$21,296,000 instead of \$18,209,000 as proposed by the House and \$15,033,000 as proposed by the Senate. The net increase of \$3,087,000 above the House position includes increases of \$600,000 for construction at Cape Charles NWR, VA and \$3,097,000 for high priority construction on Alaskan wildlife refuges; and a decrease of \$610,000 for the Northeast Fishery Center laboratory.

Language is included to earmark \$2,000,000 for Anadromous Fish Grants.

#### MIGRATORY BIRD CONSERVATION ACCOUNT

Appropriates \$15,000,000 as an advance to this account instead of \$10,000,000 as proposed by the House and \$20,000,000 as proposed by the Senate. The Migratory Bird Conservation Commission (MBCC) should consider acquisitions in the Anderson-Tully, Cache, and White River areas.

#### LAND ACQUISITION

Appropriates \$40,670,000 instead of \$45,970,000 as proposed by the House and \$32,570,000 as proposed by the Senate. The following table shows the allocation agreed to by the managers.

Acquisition management.....	\$1,600,000
American crocodile, FL.....	1,500,000
Bon Secour NWR, AL.....	1,000,000
Cape Charles NWR, VA.....	2,640,000
Coachella Valley/fringe-toed lizard, CA.....	5,000,000
Connecticut Coastal NWR, CN.....	1,030,000
Florida panther, Fakahatchee Strand NWR, FL.....	3,000,000
Great Swamp NWR, NJ.....	1,000,000
Hawaii forest birds, HI.....	6,000,000
Lower Rio Grande, TX.....	5,000,000
Lower Suwanee, FL.....	2,500,000
Minnesota Valley NWR, MN.....	2,000,000
Minnesota Elk Wildlife Refuge, WY.....	1,400,000
National Key Deer, FL.....	2,000,000
Steigerwald Lake Wetlands (Kerr Estate), OR.....	600,000
Willapa NWR, WA.....	3,400,000
Inholdings.....	1,000,000
Total.....	40,670,000

Language proposed by the House to make the land acquisition at Cape Charles NWR, VA subject to authorization is deleted. The managers request that the Fish and Wildlife Service provide the House and Senate Committees on Appropriations assurance that the wildlife resource values of proposed land acquisitions in Puerto Rico at Cartegena and Tortuguero Lagoons will not be impaired if the Service does not proceed with the acquisition. The managers agree that within funds available for acquisition management there is \$100,000 to undertake a survey of the exterior boundary of the Tensas River NWR.



ADMINISTRATIVE PROVISIONS

The managers have agreed to delete House proposed bill language mandating repayment of funds advanced to or spent by the Fish and Wildlife Service for costs of the Fish and Wildlife Foundation.

The managers understand that the Foundation and the Service are establishing an agreement as to what the Foundation may do with funds advanced by the Service. The managers request that that agreement be submitted to the Committees with the fiscal year 1987 budget together with an evaluation of the legal requirement for the Foundation to repay all funds transferred to the Foundation, such as land acquisition funds that may pass through the Foundation.

NATIONAL PARK SERVICE

OPERATION OF THE NATIONAL PARK SYSTEM

Appropriates \$627,763,000 for Operation of the National Park System instead of \$628,996,000 as proposed by the House and \$619,548,000 as proposed by the Senate.

The change from the Senate includes increases of \$500,000 for the Student Conservation Association; \$320,000 for Illinois and Michigan Canal Corridor; \$260,000 for interpretation and visitor services for Lowell National Historic Park; \$200,000 so that a new Park Police rookie class may be conducted; \$290,000 for Route 209 maintenance; \$4,626,000 for maintenance to restore the fiscal year 1985 level; \$1,088,000 to add nine parks to those where air quality monitoring is being conducted; \$150,000 for an airplane and pilot in Alaska; \$11,000 for U.S. ICOMOS; \$175,000 for Folger Theater; \$175,000 for Corcoran Gallery; \$175,000 for Phillips Gallery; \$175,000 for Arena Stage; \$175,000 for the National Building Museum; \$175,000 for the National Capital Children's Museum and \$450,000 for repairs and rehabilitation of William McKinley's tomb; and decreases of \$80,000 for restoration of bighorn sheep at Yosemite NP; \$400,000 for Yosemite NP, Mariposa Grove and building removal; and \$250,000 for Grand Canyon NP trail maintenance.

The managers agree that within available funds there is \$46,000 for Allegheny Portage NHS; \$250,000 for trail maintenance at Grand Canyon NP; \$400,000 for Yosemite NP for Mariposa Grove and for building removal; and \$100,000 to remove non-salvageable structures at Delaware Water Gap.

There is \$330,000 within available funds to support the Presidential Commission on Americans Outdoors.

The managers agree that improvements can be made in the allocation of cyclic maintenance and other funds appropriated to regional offices for distribution to various park units. The Park Service has acknowledged this in a letter to the Chairmen of the Interior and Related Agencies appropriations subcommittees. In part, the letter reads as follows:

I would like to take the opportunity to comment on language included in the Senate Report on the Department of the Interior and Related Agencies Appropriation Bill for

fiscal 1986 relating to the Cyclic Maintenance Program of the National Park Service.

Specifically, the Committee expressed its view that the Service has used cyclic maintenance funds for work that is inconsistent with the criteria established for the program. In addition, the Committee concluded that part of this problem stemmed from management of the program by the Regional Offices. The Committee recommended that \$40 million from Regionally managed programs be allocated to park base budgets.

These are serious concerns, and I have taken steps to determine to what extent they represent the exception rather than the rule. Our examination of the cyclic maintenance projects programmed in fiscal 1985 shows that the Service did redirect cyclic funds to construct several small maintenance structures in two parks, and in other instances used funds for work which would be more appropriately categorized as repair and rehabilitation. Although this work was accomplished within available authorities and did represent high priority needs, I acknowledge that improvements are needed in the definition and management of the Cyclic Maintenance Program.

To this end, I am directing that several steps be taken by field managers. Currently, the budget formulation process for the Cyclic Maintenance Program varies from Region to Region. In the near future, we will update guidelines and instructions for developing and executing the Cyclic Maintenance Program that will ensure consistency among Regions. Project requirements, based on strict program criteria, will be projected over a 10-year cycle and form the basis for annual funding allocations. Execution of the program will be closely monitored and appropriate reports submitted to the Appropriations Committees. Finally, we will more clearly differentiate the amounts budgeted for those projects which are cyclic in nature and those projects which are intended to repair and rehabilitate structures. The fiscal 1987 budget will reflect these improvements.

The Committee will monitor the Service's progress in improving the distribution of funds to the individual units.

The managers agree to the addition of an airplane and pilot for Alaska with the understanding that they will not be used to interfere with legal subsistence users.

The managers agree to a continuation of the Youth Conservation Corps program from within available funds at a level of \$3,300,000.

The managers agree within available park operating funds there are increases of \$157,000 for Jean Lafitte NP; \$150,000 for Saguaro NM; \$600,000 for Glen Canyon NRA; and \$150,000 for New River Gorge NR. Further, not to exceed \$150,000 shall be available to study the feasibility of several management alternatives to protect and interpret resources near Almo, Idaho, and \$150,000 shall be available for the completion of a historic structures report for the New River Gorge NR.

## NATIONAL RECREATION AND PRESERVATION

Appropriates \$11,096,000 instead of \$11,467,000 as proposed by the House and \$10,828,000 as proposed by the Senate. The managers agree that in addition to the amount proposed by the Senate there is \$168,000 for the recreation programs and \$100,000 for a national inventory of trails. The Park Service is encouraged to seek private sources of funds to assist in developing the national inventory of trails.

## HISTORIC PRESERVATION FUND

The managers have agreed to provide \$20,535,000 for state historic preservation grants and \$4,410,000 for the National Trust for Historic Preservation.

## VISITOR FACILITIES FUND

The managers have agreed to transfer the Visitor Facilities Fund amounts to the National Park Service, to be managed as part of the normal construction program. Despite the best efforts of all involved, the managers have concluded that the projects can be managed more effectively through the Service. The National Park Foundation is invited to continue to participate in the project selection process.

## CONSTRUCTION

Appropriates \$114,121,000 instead of \$104,069,000 as proposed by the House and \$86,220,000 as proposed by the Senate.

The managers agree on the following increases to the budget request:

Boston NHP, MA (Bldg. 28).....	\$1,333,000
Cuyahoga Valley NRA (\$1,287,000):	
Erosion control.....	500,000
Everett road covered bridge.....	15,000
Coonrad ranger station and communications center.....	87,000
Everett village structures stabilization.....	235,000
Construction of three bridges.....	450,000
Delaware Water Gap NRA.....	1,700,000
Faneuil Hall, Boston NHP (planning).....	600,000
Gateway NRA, NY—Great Kills seawall repairs and new bath house.....	5,100,000
Golden Gate NRA, CA—Phil Burton Memorial.....	750,000
Gulf Islands NS, FL—visitor center.....	2,800,000
Hot Springs NP, AR—Fordyce bath house.....	2,100,000
Johnstown Flood NM, PA—visitor center planning.....	429,000
Lowell NHS, MA—Boott Mill complex, bldg. No. 6.....	3,360,000
Lowell Historic Preservation Commission.....	3,168,000
Mammoth Cave NP, KY—(water project).....	2,000,000
Voyageurs NP, MN—Kettle Falls Hotel, phase II, utilities for new units..	1,065,000
William Howard Taft home, restoration.....	850,000
Yellowstone National Park—rehabilitation of visitor facilities.....	6,540,000
Grand Canyon, AZ, power system—North Rim.....	3,900,000
Apostle Islands NL, WI.....	458,000
Burr Trail Scenic Road—Glen Canyon NRA and Capitol Reef NP, UT.....	8,100,000
Kenai Fjords, AK, visitor facility and storage/maintenance facility.....	750,000
Sitka NP, Russian Bishop's House.....	742,000
Klondike Gold Rush NHP—buildings restoration.....	820,000
Federal Hall National Memorial, NY.....	1,000,000
Jean Lafitte NP, LA:	
Eunice cooperative unit—A&E.....	250,000

Chalmette and Barataria—Interpretive exhibits and A/V programs...	561,000
Natchez Trace Parkway—Palmetto crossing (\$1,180,000) and the Bay Springs area access (\$300,000).....	1,480,000
Buffalo National River.....	900,000
Fort Larned NHS, KS—Blockhouse reconstruction.....	262,000
Project planning.....	3,850,000
Advance planning.....	1,900,000
Visitor facilities fund.....	8,500,000

Within available planning funds there is \$350,000 for Women's Rights NHP and \$988,000 for Fort Union Trading Post in North Dakota. No funds are provided for the Arctic NP, AK. The funds for the Burr Trail are provided subject to authorization. The managers are confident that the authorizing committees will consider and resolve the authorization issue in a timely manner.

The Visitor Facility Fund projects provided for by transfer are as printed in the Senate Report.

The managers have agreed to continue development at Buffalo National River next year.

LAND ACQUISITION AND STATE ASSISTANCE

Appropriates \$98,400,000 instead of \$115,762,000 as proposed by the House and \$75,400,000 as proposed by the Senate. The following table shows the allocation agreed to by the managers:

Assistance to States:	
Matching grants.....	\$48,350,000
Administrative expenses.....	1,650,000
Total, assistance to States.....	50,000,000
National Park Service:	
Acquisition management.....	5,000,000
Appalachian Trail.....	7,000,000
Big Cypress NP.....	2,000,000
Big Thicket NP.....	2,000,000
Cuyahoga Valley NRA.....	4,500,000
Delaware Water Gap NRA.....	3,500,000
Golden Gate NRA (Marin County).....	2,000,000
Lake Clark NPP, AK.....	1,500,000
New River Gorge NP, WV.....	300,000
North Cascades, WA.....	1,000,000
Olympic NP.....	1,000,000
Point Reyes NS.....	1,000,000
Salinas NM, NM.....	600,000
San Antonio Missions NHS.....	2,000,000
Santa Monica Mountains NRA.....	8,000,000
Sleeping Bears Dunes NL.....	1,500,000
Inholdings.....	3,000,000
Emergencies, hardships, deficiencies, and relocations.....	2,500,000
Subtotal NPS.....	48,400,000
Total, National Park Service.....	98,400,000

JOHN F. KENNEDY CENTER FOR THE PERFORMING ARTS

Appropriates \$4,800,000 for the John F. Kennedy Center for the Performing Arts as proposed by the Senate instead of \$4,529,000 as proposed by the House.

JEFFERSON NATIONAL EXPANSION MEMORIAL COMMISSION

Appropriates \$75,000 for the Jefferson National Expansion Memorial Commission as proposed by the House instead of nothing as proposed by the Senate.

GEOLOGICAL SURVEY

SURVEYS, INVESTIGATIONS, AND RESEARCH

Appropriates \$431,961,000 for surveys, investigations, and research instead of \$428,098,000 as proposed by the House and \$437,655,000 as proposed by the Senate. The decrease below the amount proposed by the Senate consists of increases of \$500,000 for Geographic Information Systems (GIS); \$600,000 for the geothermal program; and \$2,500,000 for beginning a National water quality assessment; and decreases of \$2,000,000 for SLAR; \$1,500,000 for earthquake hazards investigations; \$1,800,000 for mineral resource surveys in Alaska; \$1,500,000 for study of erosion of coastal barriers in Louisiana; and \$2,494,000 for research and technical development grants under the Water Resources Research Act of 1984.

The managers agree that \$600,000 provided for mineral resource surveys in the Steese and White Mountain areas of Alaska is to be used for State of Alaska assistance to the Geological Survey and that the Geological Survey will complete the studies within available funds and in time for the Bureau of Land Management to meet the 1988 deadline for land-use decisions for these areas.

The managers agree that the Survey is to proceed within available funds to prepare a new estimate of offshore oil and gas resources in cooperation with the Minerals Management Service.

The managers agree that \$750,000 included for the core hydrologic program is for ground water research at the Oregon Graduate Center.

The managers agree to provide \$2,500,000 to begin a National water quality assessment program with the understanding that the Survey, and the Department, will endeavor to redirect existing water programs, strengthen existing programs that support water quality assessment, and obtain significant funding from other Federal agencies with water quality interests and responsibilities so that incremental increased funding for this important program can be kept to the lowest possible levels.

Bill language is included establishing a special fund in the Treasury for replacement and expansion of telecommunications facilities, as proposed by the Senate.

MINERALS MANAGEMENT SERVICE

LEASING AND ROYALTY MANAGEMENT

Appropriates \$168,018,000 for leasing and royalty management instead of \$165,118,000 as proposed by the House and \$170,267,000 as proposed by the Senate. The decreases under the amount proposed by the Senate consist of \$2,014,000 for geological and geophysical data acquisition and \$235,000 for the Royalty Management Advisory Committee. The managers agree that if the Secretary of the Interior determines the need for an advisory committee it

should be funded from within available resources. The managers expect MMS to be the lead agency and to cooperate fully with the Geological Survey in the estimating of offshore oil and gas resources. Further, the managers expect the MMS to use Geological Survey expertise to the maximum extent feasible on issues involving OCS research, including allowing the Survey to bid on proposed work. Available "in-house" expertise should be considered before outside contractors are used.

Bill language is also included which requires permittees to supply geological and geophysical data to the Secretary of the Interior as a condition of the permit. The managers have agreed to delete bill language proposed by the House requiring the deduction of the cost of production, collection and distribution of revenues from Federal onshore mineral leasing operations before they are distributed to the States.

No additional funds are provided for late interest payments to States as proposed by the House. The managers agree that within available funds the Minerals Management Service should pay the penalties for late payments to States and Indian allottees. If the new Minerals Management computer system and upgrades outlined in the reprogramming request in 1984 do not result in timely payments of royalties to States and Indian allottees, consideration will be given to a supplemental request for such funds. Due to this action the bill language providing the authority for late interest payments to States has been revised and is included under Leasing and Royalty Management.

Bill language is included under Administrative Provisions which prohibits the use of funds for leasing in the North Atlantic-Georges Bank planning area as proposed by the House.

The managers have agreed that negotiations should continue between the Secretary and members of the California delegation and members from the appropriate committees of jurisdiction. The managers hope that these negotiations provide the appropriate range of advice to the Secretary as he strives to seek consensus. The outgoing negotiations process must continue so this longstanding dispute can be resolved.

If after a reasonable period there is no agreement between the parties, Congress may reconsider this matter. During negotiations and for the balance of fiscal year 1986, the Department of the Interior may proceed with preliminary sales steps including a Call for Information, and Nominations for OCS lease sales in the Southern, Central and Northern California Planning Areas.

#### BUREAU OF MINES

Appropriates \$134,255,000 for mines and minerals instead of \$122,298,000 as proposed by the House and \$131,445,000 as proposed by the Senate.

The change from the amount proposed by the Senate in health and safety technology consists of increases of \$600,000 for respirable dust research resulting in a total increase of \$2,200,000 over the budget request for respirable dust research to be conducted at Pennsylvania State University, West Virginia University, University of Minnesota, and the Massachusetts Institute of Technology ;

\$1,250,000 for work in ground control to accelerate mountain bump research and accelerate work in tomography; \$1,000,000 for post-disaster research; \$1,000,000 for industrial hazards for research in robotics; and \$1,000,000 for methane control. The managers agree that within available funds \$300,000 is to be used for a Coal Mine Injury Analysis Study at Pennsylvania State University.

In mining technology the change from the Senate recommendation consists of an increase of \$1,000,000 for proof-of-concept validation and a decrease of \$500,000 for research in in-situ leaching.

In minerals and materials the change from the Senate recommendation consists of decreases of \$1,000,000 for research at the Idaho National Engineering Laboratory and \$500,000 for additional minerals and materials research.

In minerals information and analysis the change from the Senate recommendation consists of decreases of \$500,000 for the Alaska Field Operations Center; \$500,000 for data analysis; and a \$40,000 technical adjustment. The managers agree that within the funds available to the Alaska Field Operations Center, \$185,000 will be used for field testing of a Bureau-developed polymer-screen-dewatering technique at placer mining sites in Alaska.

The managers agree that the Bureau of Mines should continue to fund the 31 Mineral Institutes. The \$8,000,000 provided includes \$4,650,000 to be divided equally among the 31 Mineral Institutes; \$350,000 for administration and \$3,000,000 for a competitive research program among the institutes. In respect to the competitive research program, it is the managers' expectation that there will be open competition among all 31 Mineral Institutes for these funds with the focus being on the highest priority research problems.

Language is included which earmarks \$79,537,000 to remain available until expended.

#### OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT

##### REGULATION AND TECHNOLOGY

Appropriates \$85,153,000 for regulation and technology instead of \$85,538,000 as proposed by the House and \$85,038,000 as proposed by the Senate. The change from the amount proposed by the Senate is for an increase of \$115,000 for 2 additional FTE's, resulting in a total of 10 additional FTE's, to be used to assist States when their programs falter. Of the 10 FTE's, no more than 6 are to be stationed in Oklahoma to ensure a smooth transition for Federal primacy to State primacy. The remaining FTE's are to be divided between the Eastern and Western field centers. The managers expect OSM to utilize some of these individuals to conduct special studies and to notify the Congress on a quarterly basis on the location of the 10 FTE's and the tasks for which they are responsible.

The managers agree that in respect to the development of the applicant/violator computer system, OSM is to report to the appropriate Committees of the House and Senate on the milestones established for computer development and the progress made in meeting these milestones. OSM is to utilize the guidelines for computer de-

velopment printed in the House report to the maximum extent feasible.

Bill language is included which prohibits OSM from using funds to finalize or implement any proposed rule or regulation which would require operators to reimburse the Interior Department for the cost of processing applications. The managers agree that study of this area is necessary and request that OSM report to Congress on its findings from the planning, development, and review of such rule or regulation.

#### ABANDONED MINE RECLAMATION FUND

Appropriates \$207,385,000 for the Abandoned Mine Reclamation Fund instead of \$233,585,000 as proposed by the House and \$191,295,000 as proposed by the Senate. The change from the amount proposed by the Senate consists of increases of \$10,000,000 for State Reclamation Program Grants; \$6,000,000 for the Rural Abandoned Mine Program; \$94,000 to restore the 5 percent pay reduction for General Administration; and a decrease of \$4,000 for the undistributed reduction in the budget request.

The managers agree that within available funds in Federal Reclamation Projects \$330,000 is to be used to maintain 40 FTE's in Wilkes Barre, PA. The Office of Surface Mining is to focus attention on processes which have demonstrated possible long-term or permanent control of bacterial action and acid formation on lands to be reclaimed under the AML program. In this regard, OSM is to report to the Committees on its findings as they relate to the administration of these bacterial control processes.

The managers have deleted bill language which would have stipulated that no State would receive a reclamation grant if its prior year unobligated balances of the amount granted was not less than the amount of the grant obligated in the immediately preceding year. Due to the reduced amount for State Reclamation Grants, the managers agree that OSM should use State obligation rates as one of the criteria for determining the fiscal year 1986 grants to the States. OSM is to keep updated obligation records of the States and report to the Committees on a quarterly basis on the progress made by States in obligating prior year unobligated balances. In order to accurately reflect State obligation rates, this report should contain information on date of request for such funds by the State and date of issuance of such funds by OSM. The managers agree that if the States can demonstrate a capability to use additional funds, the Committees will consider providing these funds in the next relevant appropriations bill.

Bill language is included which restricts the use of funds for a reclamation grant to any State if it does not agree to participate in a nationwide data system established by the Office of Surface Mining Reclamation and Enforcement. This language is in no way contrary to the decision in *Save Our Cumberland Mountain Inc., et al. v. Hodel, et al.*, Civil Action No. 81-2134 (D.D.C.) (Parker, J.), or otherwise affects the substance and scope of action required under Section 510(c) of the Act of August 3, 1977. The bill also provides that the Secretary of the Interior may deny fifty percent of an Abandoned Mine Reclamation Fund grant to a State when it is in-



adequately enforcing the Surface Mining Act or its approved State regulatory program. States are provided the opportunity of entering into an agreement with the Office of Surface Mining to correct these deficiencies with the understanding that entering into such agreement is not an admission of culpability and the Secretary will not take action pursuant to section 521(b).

The bill does not include language which would require the Secretary's discretionary fund to be apportioned based on the Abandoned Mine Lands Inventory. The managers direct the Office of Surface Mining to submit an analysis of the merits of all allocation formulas which have been generally discussed to date or which it wishes to propose prior to hearings on the fiscal year 1987 OSM budget. During this review, OSM should consider a formula which would give priority to States that have good obligation rates.

#### BUREAU OF INDIAN AFFAIRS

##### OPERATION OF INDIAN PROGRAMS

Appropriates \$897,312,000 for operation of Indian programs instead of \$857,303,000 as proposed by the House and \$877,780,000 as proposed by the Senate. The changes from the amount proposed by the Senate include: increases of \$400,000 for weighted student unit enhancement, \$540,000 for school program expansions, \$450,000 for institutionalized handicapped (\$300,000 in education and \$150,000 in social services), \$500,000 for student transportation, \$3,183,000 for Johnson-O'Malley educational assistance, \$100,000 for special higher education, \$100,000 for upgrading equipment at Southwestern Indian Polytechnic Institute, \$122,000 for tribal courts, \$500,000 for general assistance payments, \$500,000 for training and technical assistance, \$500,000 for Navajo and Hopi relocation, \$236,000 for reforestation, \$449,000 for forest inventories and plans, \$400,000 for timber sales administration, \$1,600,000 for high priority water resource studies (including \$364,000 for the Flathead Tribe), an additional \$390,000 for U.S.-Canada Pacific Salmon Treaty (for a total of \$1,400,000), \$347,000 for tribal hatchery operations, including \$17,000 for the Mescalero hatchery, \$48,000 for the Quinault NFH, \$145,000 for the Klamath conservation program, \$1,000,000 for Phase II mineral assessments, \$100,000 for the Hopi Tribe's renegotiation of a coal lease, \$1,340,000 for litigation support, \$500,000 for Area Office facilities management staffing (to maintain the twenty positions proposed to be cut), \$2,000,000 related to quarters rentals, and \$247,000 for facilities operation and maintenance; and decreases of \$746,000 for school board expenses, \$100,000 for declining enrollment adjustment, \$100,000 for education base adjustment, \$500,000 for other social services, \$400,000 for Choctaw land acquisition (transferred to the land acquisition account), \$200,000 to the one-time grant to the Crownpoint Institute of Technology, \$17,000 for the Mescalero hatchery, and \$102,000 to management and administration.

With regard to the Klamath conservation program, the Bureau is directed to submit to the House and Senate Appropriations Committees within 30 days a report detailing what the required pro-

gram is for the existing treaty rights program, not including the 700,000 acres of ceded land in dispute.

The managers agree the within available trust responsibility funds, \$315,000 is to be used to conduct a survey of hazardous waste sites.

Bill and report language are included under the Office of Construction Management regarding the BIA facilities program.

Bill language is included providing that Johnson-O'Malley funds shall be used for supplementary educational services only. The managers expect the regulations to be revised accordingly, and the Bureau to report on any savings incurred as a result, after the initial year of operation under such revised regulations.

The managers expect the National Ironworker Training Program to be funded at \$440,000, and the program to continue to be operated as it has in the past. The Alchesay/Williams Creek complex should be maintained at the 1985 level. The facilities management area office staffing is to be removed from the priority system.

The Bureau is directly to provide the amount required for tribal contractor employee pay raises from available funds.

The Bureau is requested to review the proposed distribution of school board expenses. The managers direct that other education funds shall not be used to pay school board legal fees. The Bureau should ensure that all school boards are aware of and abide by 18 U.S.C. 1913.

All contract support costs associated with pass-through funds from the Department of Education should be supported from Department of Education resources.

Once the Pinon, AZ public school expansion is completed, and assuming it then has adequate space for all local students, the managers agree that the Bureau shall operate the Pinon Boarding School only as a peripheral dormitory.

The managers agree that \$500,000 of central office law enforcement funds shall be redistributed as directed in the Senate report. Within employment development, \$1,238,200 is provided to continue the United States Educational Technical Center, and \$100,000 for the United Sioux Tribes' employment assistance contract.

Within general administration funds, \$270,000 is provided for the Congressional and Legislative Affairs office.

The managers disagree with the Bureau's directive grandfathering all contract support funds on an individual contract basis, and expect the Bureau and Inspector General's office to review these costs, determine new rates, recover overpayments from prior years, and carry out any other requirements with respect to contract support.

Bill language is included providing a cap on ADP expenditures. The managers repeat their direction, which evidently was not understood by the Bureau, that no other funds or "assessments" are to be made for ADPL expenditures.

Bill language is included mandating closure of the Snowflake dormitory in Arizona.

Bill language proposed by the Senate regarding a limitation on general assistance funds has not been included. However, the managers agree that this is not an entitlement program and the

Bureau is directed to take every reasonable step to ensure that general assistance payments do not exceed the budgeted amount.

Bill language is included, as proposed by the Senate, providing \$6,000,000 for obligation before January 18, 1986, for the emergency provision of hay in Montana, North Dakota, and South Dakota.

No further contract for law enforcement shall be made by the Bureau with the Navajo Tribe unless the tribe agrees to provide required law enforcement services on the new lands taken into trust for the Navajo Tribe under the Navajo and Hopi Indian Relocation Act.

#### CONSTRUCTION

Appropriates \$101,054,000 for construction instead of \$45,195,000 as proposed by the House and \$141,254,000 as proposed by the Senate. The net decrease below the Senate consists of increases of \$400,000 for advance planning and design for the St. Francis School and \$2,400,000 for land acquisition, and a decrease of \$43,000,000 for housing associated with the Navajo and Hopi Indian Relocation program.

The managers have included bill language and report language under the Office of Construction Management with respect to reorganization of the Bureau's construction program.

For all new school construction projects, the managers direct that the Bureau provide cost estimates based on modular as well as conventional construction. The Bureau should expedite redesign of the Two Eagle River and Rocky Boys high schools, assuming at least partial use of modular facilities. The managers agree that a modular multi-purpose room is provided for the Bullhead school from available facility improvement and repair funds. The Bureau shall submit a report to the Committees on Appropriations on the Oglala community school. Such report shall include a full discussion of the current facility, repairs made to date, the feasibility of further repairs to standard, and the disposition of the current facility should new construction be proposed rather than renovation.

Due to the late release of funds appropriated in fiscal year 1985 for continued construction of the Navajo Indian Irrigation project, the managers have not provided additional funds for this year. The managers remain committed to completion of this project and urge the Department to request funds in fiscal year 1987 so that the project may proceed without interruption. The managers agree with the statements in the Senate report with respect to the Milk River irrigation project and the Miner Flat Dam and Canyon Day irrigation project.

The allocation for housing includes the reduction in contract support proposed by the Senate. The managers agree that overhead costs directly associated with housing construction or repair are allowable charges to the contract, but that other items allowed in general contract support are not permissible.

Language is included which provides \$22,000,000 for use by the Secretary of the Interior to construct homes and related facilities for the Navajo and Hopi Indian Relocation Commission in lieu of construction by the Commission. This language ensures that a priority for the use of these funds is given to Navajo families who are

actual, physical residents of the Hopi Partitioned Land. In addition, with respect to lands acquired pursuant to section 11(a) of the Act of December 22, 1974, the Secretary shall not be required to enter into contracts under section 102 of the Indian Self-Determination Act and the Secretary's authority under section 106 of said Act also shall apply. The language provides that the Secretary is not constrained in carrying out construction, lease approvals, or executions by the Commission's regulations. The managers expect that the Secretary will use the plans developed by the Commission for the new lands and work with the Commission to ensure swift execution of the development of the new lands. The bill language also states that any action under this proviso is not a major action with respect to the National Environmental Policy Act of 1969, as amended, in order to facilitate an orderly development of the new lands. Authority is provided for the Secretary to issue leases and rights-of-way for housing and related facilities to be constructed on the new lands only. Language has also been included in this Act requiring a report by February 15, 1986 from the Navajo and Hopi Indian Relocation Commission, with the review and comment of the Secretary of the Interior, on how the BIA construction monies will be spent in respect to lands acquired pursuant to section 11(a) of the Act of December 22, 1974. The requirement for this report will not delay relocation to the new lands because it is a document that the Commission has been developing for some time and the managers understand that it can be submitted within the time requirement.

The BIA shall ensure that the Blackfeet Housing Improvement Program, within its regular allocation, builds at least three houses this year and two next year for the victims of the 1974 flood.

With respect to the Covelo Indian Community land acquisition, bill language has been included requiring that the tribe obtain sufficient funds from non-Federal sources to meet the remainder of the cost before the Federal funds are committed. An amount of \$400,000 is included for land acquisition for the Mississippi Band of Choctaw Indians.

#### ROAD CONSTRUCTION

Appropriates no funds as proposed by the Senate instead of \$785,000 proposed by the House.

The managers have included bill language earmarking \$3,200,000 of the funds available to the Navajo area under the Federal Lands Highway Program for use on the new lands.

The managers do not agree to reprogramming funds provided for construction of a road from AZ Route 264 toward Hard Rocks via Rocky Ridge. Neither do the managers agree to any use of the funds for other than the specified route.

#### ALASKA NATIVE ESCROW ACCOUNT

Appropriates \$7,877,000 for the Alaska Native Escrow Account as proposed by the Senate instead of no funds as proposed by the House.

The managers expect that in accordance with the policy of making the Native corporations whole as proposed by the 1980

amendment to the Alaska Native Claims Settlement Act, the Department of the Interior will calculate interest on the principal owed under the amendment as if the principal had been invested in short-term public debt obligations of the United States in accordance with the established practices of the Bureau of Indian Affairs pursuant to the Act of June 24, 1938. The BIA approach includes the periodic addition of accrued interest to principal. The Secretary is directed to report on the progress toward resolving the interest issue by May 31, 1986.

#### REVOLVING FUND FOR LOANS

Permits the award of \$1,470,000 for a loan to the Zuni Pueblo instead of no funds as proposed by the House and an unspecified amount as proposed by the Senate.

The managers agree that the Zuni Pueblo must be able to demonstrate to the satisfaction of the Secretary the ability to repay the loan prior to any loan approval.

#### TERRITORIAL AND INTERNATIONAL AFFAIRS

##### ADMINISTRATION OF TERRITORIES

Appropriates \$80,376,000 for administration of territories instead of \$74,752,000 as proposed by the House and \$80,366,000 as proposed by the Senate. The changes from the amount proposed by the Senate include an increase of \$500,000 for hospital equipment for the Northern Marianas hospital, and a decrease of \$490,000 for a grant to the Eastern Caribbean Center, College of the Virgin Islands.

Bill language is included directing the Secretary to release immediately the remaining fiscal year 1985 grant funds for the Eastern Caribbean Center, College of the Virgin Islands.

The managers agree that within technical assistance funds, up to \$500,000 may be used for maintenance of the existing power plant in Palau. The \$1,500,000 provided for the American Samoa administration building will be the final contribution from the Federal government for this purpose.

With regard to the loan to the Virgin Islands government for construction of the extension of the Alexander Hamilton airport runway on St. Croix, the managers expect the terms of the loan to be negotiated by the Department of the Interior and the government of the Virgin Islands. The managers do not expect to fund the entire cost of this project, and expect the government of the Virgin Islands to continue to seek other funding, including FAA funds.

##### TRUST TERRITORY OF THE PACIFIC ISLANDS

Appropriates \$80,372,000 instead of \$107,972,000 as proposed by the House and \$78,172,000 as proposed by the Senate.

The net increase from the amount proposed by the Senate includes: increases of an additional \$300,000 for the College of Micronesia; \$250,000 for Trust Territory general administration; \$142,000 for prior service benefits; \$408,000 for the Federated States of Micronesia operations; \$3,000,000 for Phase I of the Palau hospital;

\$1,500,000 for the Bikini Atoll Rehabilitation Committee; \$250,000 for design and planning of the base camp for the clean up of Bikini Atoll; and decreases of \$250,000 for contract management, operation and training of the Palau hospital, \$400,000 for the operation, maintenance, and purchase of a temporary generator for Palau, \$2,500,000 for a prior service benefit trust fund, and \$500,000 from the funds provided for the FSM power upgrade project. The managers agree that \$250,000 for contract management, operation and training for the Palau hospital are included within available funds. The funds for maintenance of the existing powerplant in Palau shall be provided from technical assistance funds.

The total cost for the Palau hospital will be \$10,000,000 with the remaining \$5,000,000 for Phase II to be provided in subsequent appropriations Acts.

The managers remain committed to providing funds for capitol relocation for the Federated States of Micronesia, the Marshall Islands and Palau. The Federated States of Micronesia is ready to proceed with construction of its capitol and the managers expect budget requests for the capitols to be submitted pursuant to implementation of the Compact of Free Association.

\$1,500,000 is provided for the Bikini Atoll Rehabilitation Committee. The managers expect the Committee to complete its work and make a final recommendation so cleanup plans can proceed. \$250,000 is provided for the Secretary to contract for initial planning for a base camp on Eneu Island for the eventual cleanup of Bikini. No funds have been provided for the Enjebi Trust Fund or the Prior Service Benefit Trust Fund. The managers remain committed to the eventual resettlement of Enjebi Islands, and to providing for future costs of the prior service benefits program, and will address these items again when the Compact is implemented.

DEPARTMENTAL OFFICES

OFFICE OF THE SECRETARY

Appropriates \$43,411,000 instead of \$40,856,000 as proposed by the House and \$44,673,000 as proposed by the Senate.

The managers have agreed to the following distribution of funds:

Secretary's office .....	\$1,435,000
Executive Secretary .....	211,000
Congressional and Legislative Affairs .....	1,100,000
Equal opportunity .....	1,300,000
Public Affairs .....	700,000
Small and Disadvantaged Business Utilization .....	400,000
A/S Water and Science .....	750,000
A/S Lands and Minerals .....	790,000
A/S Fish and Wildlife and Parks .....	771,000
A/S Indian Affairs .....	743,000
A/S Territorial and International Affairs .....	551,000
A/S Policy, Budget and Administration .....	795,000
Environmental Project Review .....	1,500,000
Acquisition and property management .....	1,350,000
Office of Personnel .....	1,620,000
Administrative Services .....	3,250,000
Information resources management .....	4,700,000
Policy analysis .....	2,300,000
Office of Budget .....	1,525,000
Financial management .....	1,020,000

Hearings and Appeals .....	5,800,000
Aircraft Services.....	1,900,000
Central Services.....	8,900,000
Total .....	43,411,000

Bill language is included to permit up to \$300,000 to be used to pay or repay the costs of development of alternative winter stock water supplies by water users who have been deprived of winter stock water from the main channel of Willow Creek, Idaho.

The managers are concerned about the billing practices of the Office of the Secretary for central administrative services provided to small independent agencies. The managers agree these charges must reflect actual cost of the services provided, and not be arbitrarily established.

**OFFICE OF THE SOLICITOR**

Appropriates \$20,378,000 for the Office of Solicitor as proposed by the Senate instead of \$20,266,000 as proposed by the House.

**OFFICE OF THE INSPECTOR GENERAL**

Appropriates \$16,214,000 instead of \$15,117,000 as proposed by the House and \$16,908,000 as proposed by the Senate.

**CONSTRUCTION MANAGEMENT**

Appropriates \$780,000 for the Office of Construction Management instead of \$87,890,000 as proposed by the House and \$660,000 as proposed by the Senate.

Bill language has been included directing the Secretary of the Interior to submit a new memorandum of agreement (MOA) between the Bureau of Indian Affairs (BIA) and the Office of Construction Management (OCM) to the House and Senate Appropriations Subcommittees on Interior for their approval. The MOA should state that OCM shall have complete control over the BIA facilities management and construction programs, as specified in the 1978 memorandum of agreement between OCM and BIA. This control shall include approval over the apportionment and allocation of funds and FTE's for the BIA facilities programs, including the Albuquerque and Area office staffs as well as facilities operations and maintenance and facilities improvement and repair programs. The MOA shall also state that OCM shall have the primary responsibility for planning and directing the necessary reorganization of the BIA facilities programs to permit implementation of management improvements developed to date. Along with the MOA, the Secretary shall submit for the Subcommittees' approval a detailed plan for completing the facilities program reorganization, and for turning control of the program back to BIA, with specific dates for accomplishment of all goals. The Secretary shall also submit quarterly written status reports on implementation of the plan and the MOA to the Subcommittees, within ten calendar days of the end of each quarter. The MOA and plan shall be submitted to the Subcommittees no later than 60 days after enactment of this Act.

If the Secretary, BIA or OCM fail to meet any of these requirements, the Committees will take action at the earliest possible op-

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portunity to eliminate funding for the appropriate Secretarial staff, BIA facilities staff and OCM staff, establish a new office to carry out the Committees' directives, and transfer all BIA facilities funding to that office until the Committees' directives are accomplished.

OFFICE OF THE SECRETARY

(SPECIAL FOREIGN CURRENCY PROGRAM)

Provides \$1,000,000 for payment in foreign currencies for the U.S. Fish and Wildlife Service and the National Park Service as proposed by the Senate.

DEPARTMENT-WIDE PROVISIONS

Language proposed by the House prohibiting exchanges of National Park System or United States Fish and Wildlife Refuge System lands has been stricken.

The managers agree that the required consultation process regarding land exchanges in units of the National Wildlife Refuge and Park systems agreed to last year should be done in a satisfactory manner. It is the intent of the consultation requirement that the appropriate Committees have a meaningful opportunity to review and oversee land exchange proposals involving these two systems. Notification of the Committees at an early stage of a land exchange proposal is required to achieve this intent.

The managers have agreed to maintain the House proposed language relating to Mount McKinley. Section 112 is included to prevent final regulations concerning paleontological research on Federal lands until the Secretary has received a National Academy of Sciences report on regulations concerning paleontological research.

TITLE II—RELATED AGENCIES

DEPARTMENT OF AGRICULTURE

FOREST RESEARCH

Appropriates \$126,283,000 for forest research instead of \$124,989,000 as proposed by the House and \$125,420,000 as proposed by the Senate. The changes from the amount proposed by the House are: an increase of \$2,840,000 for competitive grants; and decreases of \$488,000 to renewable resource economics, \$1,000,000 to acid rain research, and \$58,000 to recreation research.

The managers agree the following specific amounts are included within the available funds: within trees and timber management, an additional \$150,000 for the FIR project, \$250,000 for the Institute of Tropical Forestry, Puerto Rico, \$98,000 for Sewanee, TN, and \$75,000 for Moscow, ID; within watershed management and rehabilitation, \$250,000 for the Institute of Tropical Forestry, P.R.; within recreation research, a \$100,000 increase for urban forestry; and within forest products and harvesting, \$250,000 for tropical harvest and utilization research, Madison, WI. The managers also agree that within the amount provided for forest inventory and analysis, there is an increase of \$209,000 for Anchorage, AK, and in the wildlife, range, and fish habitat research program, the range



evaluation project is restored to \$590,000; there is \$75,000 for the Skagit River Bald Eagle Natural Area; and the anadromous fish research program at Juneau, AK will remain intact.

The Forest Service is directed to develop a program plan to shift funding from the FIR program when it is completed to the COPE program.

In the acid rain research program, the managers expect the Forest Service to ensure that high altitude, western and midwestern areas receive adequate attention.

The authority to administer the \$6,840,000 Competitive Research Grants program included in this Appropriations Act for fiscal year 1986 shall be carried out by the Office of Competitive Grants which currently is part of the Office of Grants and Program Systems. The \$6,840,000 for conducting this program will be available until expended. Forest Service employees are to be eligible to compete for these funds. There are over 60 forestry schools and all of the land grant universities in the United States that can also compete for these grants.

The Committee recommends that these grants be targeted to mission oriented basic research in the following areas: (1) improved harvesting, processing, and utilization of the timber resource, with special emphasis on the chemical, mechanical, and engineering properties of wood and wood materials; and (2) forestry biology including biotechnology. Funds are to be divided equally between these two areas.

#### STATE AND PRIVATE FORESTRY

Appropriates \$57,986,000 instead of \$56,193,000 as proposed by the House and \$55,786,000 as proposed by the Senate. The increases over the amount proposed by the Senate are \$2,000,000 for urban forestry, and \$200,000 for the Gifford Pinchot Institute.

Within the total of \$495,000 provided for the Gifford Pinchot Institute, the Forest Service is expected to accomplish \$30,000 in required scheduled maintenance.

#### NATIONAL FOREST SYSTEM

Appropriates \$1,054,629,000 for the National forest system instead of \$1,035,433,000 as proposed by the House and \$1,070,146,000 as proposed by the Senate. The changes from the amount proposed by the House are as follows: increases of \$237,000 for minerals, \$574,000 for real estate management, \$3,165,000 for land line location, \$4,948,000 for fire protection, \$7,000,000 for cooperative law enforcement, \$2,619,000 for road maintenance, \$500,000 for trail maintenance, \$21,053,000 for timber sales (including \$250,000 for Helistat, \$6,640,000 for pay, \$21,000 for the Alaska Land Use Council, \$9,275,000 for the Oregon and California lands, and \$4,867,000 for timber sales preparation), \$7,375,000 for reforestation, \$5,803,000 for timber stand improvement, \$348,000 for nurseries, \$1,142,000 for recreation use, \$1,807,000 for wildlife and fish habitat improvement, \$1,648,000 for range management, and \$6,000,000 for forest level information processing; and decreases of \$1,041,000 to soil, water and air management, \$4,018,000 to general adminis-

tration, \$10,000,000 pay adjustment, and \$30,000,000 for reforestation trust fund offset.

Within available funds in the soil, water and air management program, \$240,000 is included for a National Academy of Sciences study of Mono Lake in California, pursuant to the California Wilderness Act of 1984.

Within National Forest System funds, \$330,000 is available to support the Presidential Commission on Americans Outdoors.

The Forest Service is directed to work with groups such as Ducks Unlimited, Rocky Mountain Bighorn Society, Martin Marietta Corp., Bass Anglers Sportsman Society, Trout Unlimited, the Sport Fishing Institute, State fish and wildlife agencies, other Federal agencies such as Bonneville Power Administration and others, to match the \$950,000 increase to the habitat improvement program. The funds should be devoted primarily to projects improving habitat on the ground. The Forest Service should report to the Committees no later than June 1, 1986, on the resulting program.

Bill language proposed by the Senate is included, extending indefinitely the authority of the Secretary of Agriculture to spend money from the reforestation trust fund, and merging the fund with the National Forest System account.

The allowance provides funding for a timber sales program of 11.4 bbf, essentially a continuation of the actual sales offerings from fiscal year 1985. For example, region 6 sales will be at a level of 4.9 bbf of net merchantable sawtimber, of which 2.45 bbf will be derived from timber volume returned pursuant to the Federal Timber Contract Payment Modification Act (FTCPMA), and regions 1 and 4 will continue at the approximate 1985 levels. The managers have been able to reduce program costs by providing for a higher level of reoffered volume (3.2 bbf nationwide) than was assumed in the budget and by providing for additional salvage volume. The remainder of the volume is to be distributed nationwide in a balanced manner by the Forest Service.

The managers direct the Forest Service to provide the Committees with detailed information for contracts returned under the FTCPMA, at least at the Forest level. The information should enable the Committees to assess the rate at which additional reoffer volume should continue and the related cost.

The managers agree that the Forest Service has until May 31, 1986, to complete its review of the minimum bid rate system and submit that to the Committees for review.

#### CONSTRUCTION

Appropriates \$223,865,000 for construction instead of \$183,785,000 as proposed by the House and \$219,608,000 as proposed by the Senate. Changes from the amount proposed by the Senate include: increases of \$2,740,000 for recreation facilities and \$1,379,000 for recreation roads in the Clear Creek Recreation Area, AL, \$561,000 for recreation facilities and \$330,000 for recreation trails in the Mount St. Helens National Volcanic Monument, \$600,000 for recreation facilities in the Mount Hood NF, OR, \$3,427,000 for other high priority recreation facilities, and \$3,270,000 for trail construction; and decreases of \$350,000 for the

Cradle of Forestry, NC, \$100,000 for the Tonto NF, AZ sheep crossing bridge, and \$7,600,000 related to the proposed timber sales program.

The amount provided for trail construction is for the highest priority projects and is not limited to foot trails only.

The three projects included in the budget in the Tongass NF, AK are included in the recommended amount.

Bill language is included providing that \$9,915,000 for road construction in the Mount St. Helens National Volcanic Monument shall be derived from the Federal Highway Trust Fund.

The managers have provided Forest Service road construction and reconstruction funding to support the timber program level of 11.4, bbf sales offerings. The managers have been able to reduce the road budget by substituting additional reoffer volume for new sales volume and by directing the Forest Service to achieve a 5 percent reduction in the average cost per road mile as compared to fiscal year 1985. These anticipated savings are included in the managers' allowance.

**LAND ACQUISITION**

Appropriates \$28,300,000 instead of \$29,500,000 as proposed by the House and \$18,025,000 as proposed by the Senate. The following table shows the allocation agreed to by the managers:

Acquisition management .....	\$3,500,000
Forest Service acquisitions:	
Appalachian Trail.....	700,000
Columbia Gorge (Gifford Pinchot and Mount Hood NF) .....	1,200,000
Green Mountain NF, VT.....	6,700,000
Huron NF, MI-Au Sable River (Wakeley tract).....	800,000
Lake Tahoe .....	3,000,000
Nantahala NF, NC.....	1,000,000
Sawtooth NRA, ID.....	2,000,000
Wayne NF.....	2,000,000
Wilderness inholdings.....	2,500,000
Endangered species habitat.....	1,000,000
Edwards Investments.....	3,900,000
 Total .....	 28,300,000

No funds are provided for "Weeks Act" acquisition in the Wayne NF. Within the amount available for wilderness inholdings, \$350,000 is for the Strawberry Mountain Wilderness Area.

Bill language is included providing \$3,900,000 in payment to Edwards Investments for its interest in a former railroad right-of-way, including all improvements thereon.

**YOUTH CONSERVATION CORPS**

Appropriates no funds for Youth Conservation Corps, as proposed by the Senate, instead of \$10,000,000 as proposed by the House.

The managers have agreed to a \$10,000,000 YCC program, to be provided from available funds in the Fish and Wildlife Service (\$3,300,000), National Park Service (\$3,300,000), and the Forest Service (\$3,400,000).

**ACQUISITION OF LANDS FOR NATIONAL FORESTS, SPECIAL ACTS**

Appropriates \$782,000 for acquisition of lands, as proposed by the Senate, instead of \$780,000 as proposed by the House.

**ADMINISTRATIVE PROVISIONS, FOREST SERVICE**

A provision limiting increases in recreational residence fees has been included, as proposed by the Senate. However, the managers understand the Forest Service and the permit holders are close to agreeing on a new fee system. The managers expect both sides to cooperate fully in reaching an early agreement, and based on this expectation, the managers agree that this language will not be carried in next year's Act. However, if an agreement is not reached by that time, the managers will address this issue in order to resolve it as quickly as possible.

Language is included, as proposed by the Senate, requiring the Chief of the Forest Service to sign personally certain documents relating to land transactions.

Language is included, as proposed by the Senate, providing authority for \$24,000,000 to be provided for the timber sales program from the timber salvage sale fund.

Language is included, providing authority for the Forest Service to use \$3,400,000 in funds available to it to carry out a Youth Conservation Corps program as if authorized by law.

Language is included giving the Secretary of Agriculture authority to transfer \$1,500,000 from no-year funds available to him in this Act for emergency flood repairs in the Monongahela NF and the Parsons, WV, Forest Research Laboratory. The managers expect a supplemental request to be forthcoming to replenish the amount extended pursuant to this authority.

**DEPARTMENT OF THE TREASURY**

**ENERGY SECURITY RESERVE**

**(INCLUDING RESCISSION)**

The managers agree to rescind all funds appropriated to the Energy Security Reserve except \$400,000,000 for a clean coal technology program to be administered by the Secretary of Energy in the Department of Energy, and \$10,000,000 for expenses incidental to the closing of the Synthetic Fuels Corporation (SFC). Of the \$400,000,000, \$100,000,000 will be immediately available, \$150,000,000 will be available beginning on October 1, 1986, and \$150,000,000 will be available beginning on October 1, 1987. The remaining funds in the "Clean Coal Technology Reserve" are reduced to \$350,000,000.

With regard to the Synthetic Fuels Corporation, the managers agree to bill language that:

- (1) rescinds all unobligated funds except those noted above for clean coal technology and SFC close-out costs, as of the date of enactment of this Act,
- (2) the Board of Directors may not make any legally binding awards or commitments for financial assistance as of the date of enactment of this Act,

(3) the Directors must terminate their duties and be discharged within 60 days of enactment,

(4) the Corporation terminates within 60 days of enactment,

(5) within 60 days, the Secretary of the Treasury assumes the duties of Chairman,

(6) the Director of Office of Personnel Management shall determine compensation rights of each Director, officer, and employee by February 1, 1986,

(7) effective on enactment, no pay levels shall be above level IV of the Executive Schedule and no existing pension or termination benefits or personnel policies may be changed, and

(8) a final report is due to Congress within 60 days.

Language is also included as proposed by the Senate providing for a loan of up to \$3,000,000 to an existing ethanol plant for odor abatement equipment. The facility has a current government loan guarantee under title II of the Energy Security Act, and funds would be provided from a loan guarantee reserve already available to the Secretary of Energy. The loan is for the purpose of protecting the government from a possible default payment of approximately \$127 million if the plant cannot operate.

#### DEPARTMENT OF ENERGY

#### CLEAN COAL TECHNOLOGY

The managers have agreed to a \$400,000,000 Clean Coal Technology program as described under the Department of the Treasury, Energy Security Reserve. Bill language is included which provides for the selection of projects no later than August 1, 1986. Within that period, a general request for proposals must be issued within 60 days and proposals must be submitted to the Department within 60 days after issuance of the general request for proposals. Language is also included allowing the Secretary of Energy to vest title in interests acquired under agreements in any entity, including the United States, and delineating cost-sharing requirements. Funds for these activities and projects are made available to the Clean Coal Technology program in the Energy Security program.

It is the intent of the managers that contributions in the form of facilities and equipment be considered only to the extent that they would be amortized, depreciated or expensed in normal business practice. Normal business practice shall be determined by the Secretary and is not necessarily the practice of any single proposer. Property which has been fully depreciated would not receive any cost-sharing value except to the extent that it has been in continuous use by the proposer during the calendar year immediately preceding the enactment of this Act. For this property, a fair use value for the life of the project may be assigned. Property offered as a cost-share by the proposer that is currently being depreciated would be limited in its cost-share value to the depreciation claimed during the life of the demonstration project. Furthermore, in determining normal business practice, the Secretary should not accept valuation for property sold, transferred, exchanged, or otherwise manipulated to acquire a new basis for depreciation purposes or to

establish a rental value in circumstances which would amount to a transaction for the mere purpose of participating in this program.

The managers agree that, with respect to cost-sharing, tax implications of proposals and tax advantages available to individual proposers should not be considered in determining the percentage of Federal cost-sharing. This is consistent with current and historical practices in Department of Energy procurements.

It is the intent of the managers that there be full and open competition and that the solicitation be open to all markets utilizing the entire coal resource base. However, projects should be limited to the use of United States mined coal as the feedstock and demonstration sites should be located within the United States.

The managers agree that no more than \$1,500,000 shall be available in FY 1986 and \$2,000,000 each year thereafter for contracting, travel, and ancillary costs of the program, and that manpower costs are to be funded under the fossil energy research and development program.

The managers direct the Department, after projects are selected, to provide a comprehensive report to the Congress on proposals received.

The managers also expect the request for proposals to be for the full \$400,000,000 program, and not only for the first \$100,000,000 available in fiscal year 1986.

#### FOSSIL ENERGY RESEARCH AND DEVELOPMENT

##### (INCLUDING TRANSFER OF FUNDS)

Appropriates \$312,848,000 for fossil energy research and development instead of \$299,534,000 as proposed by the House and \$292,228,000 as proposed by the Senate. In addition to the new appropriations, \$8,230,000 is transferred from fossil energy construction as proposed by the Senate instead of \$12,760,000 as proposed by the House, and \$2,010,000 is transferred from alternative fuels production as proposed by the Senate instead of \$2,137,000 as proposed by the House. The increase in the new appropriation amount above the Senate amount consists of increases of \$1,500,000 for Carbondale Coal Technology Laboratory; \$620,000 for Ames Laboratory (for a total of \$1,240,000 for Ames); \$1,000,000 for advanced combustors in advanced combustion technology; \$11,000,000 for the 7.5 megawatt phosphoric acid fuel cell technology; \$1,000,000 for solid oxide fuel cells; \$9,000,000 for testing of gas clean-up systems at the Waltz Mill, PA, gasifier; \$1,000,000 for eastern oil shale; and \$6,000,000 for deletion of management initiative savings; and decreases of \$3,000,000 for on-site fuel cell technology; \$1,500,000 for turbine technology in heat engines; \$3,000,000 for the ash agglomerating gasifier PDU; \$2,000,000 for eastern Devonian shales gas recovery; and \$1,000,000 for general plant construction projects.

The managers agree not to earmark additional funds from within available funds for Ames laboratory, the consortium for fossil fuel liquefaction, or for liquefaction by pyrolysis, as originally proposed by the Senate.

The managers agree that an addition \$4,000,000 is to be provided from available funds for the University of North Dakota Energy

Research Center (UNDERC) for a total funding levels of \$6,165,000 and that none of these additional funds should be from coal preparation technology.

Further, the managers agree that new cooperative agreements for UNDERC and Western Research Institute (WRI) should be negotiated to extend through the end of fiscal year 1992 as proposed by the Senate at the levels indicated in the Senate report (Senate Report 99-141). These levels are in addition to any funds provided by the Department in competitive processes.

The managers agree that \$2,000,000, in addition to currently unobligated fiscal year 1985 funds, should be provided for the 11 megawatt fuel cell program to continue inverter and stack technology work through the development of stack configuration "B". This funding is a continuation of existing efforts to develop the system and the Department should promptly modify the existing contract with International Fuel Cells (IFC) to include FY 1985 funds already appropriated and FY 1986 funds provided in this Act.

The managers agree that of the \$3,000,000 added above the budget for the oil shale program, \$2,000,000 is to augment the eastern oil shale technology base and \$1,000,000 is for oil shale extraction research to be administered by the Idaho Operations Office. The Department, through the Morgantown Energy Technology Center, is directed, within available funds, to study and report to the Committees on the feasibility of establishing and operating a generic oil shale test facility.

Language is included in the bill deriving \$200,000 of transferred funds from a wood pellet gasifier facility as proposed by the Senate.

Language is also included in the bill providing that funds made available for demonstration of the Kilngas coal gasification process be repaid up to double the amount appropriated. The Department should move promptly to provide funds necessary to continue the Kilngas project.

Bill language is included providing for implementation of the multiyear plan for magnetohydrodynamics (MHD) which includes cost-sharing by private industry. The managers agree that if the Department's multiyear plan is significantly delayed because of failure to provide adequate and timely funding at a level approximately the same as that in this Act, modifications will be made in cost-sharing requirements. The managers also agree that the costs of fabricating equipment to be tested in government-owned facilities and not intended to be installed as a permanent part of the facility are to be included in amounts that require cost-sharing and that the costs of installing and testing such equipment shall be costs of the government-owned facility and not subject to cost-sharing.

#### ENERGY CONSERVATION

Appropriates \$449,418,000 for energy conservation instead of \$468,326,000 as proposed by the House and \$436,587,000 as proposed by the Senate. The increase above the amount proposed by the Senate consists of increases of \$200,000 for windows and daylighting in building systems; \$2,000,000 for the Urban Consortium; \$500,000 for heat pumps in technology and consumer products;

\$900,000 for mercury isotope separation; \$7,500,000 for a cost-shared steel industry initiative; \$250,000 for nickel-cadmium battery research; \$500,000 for the electric vehicle users group; \$500,000 for territories energy projects; \$750,000 for tribology research at Argonne National Laboratory; \$10,319,000 for the basic industries research facility at Northwestern University; \$4,000,000 for deletion of management initiative savings; and \$3,639,000 to restore funding for employment floors; and decreases of \$350,000 for the Rural Housing Act study; \$250,000 for outside contractor support in waste energy reduction in industrial conservation; \$8,000,000 for the Stirling engine; \$630,000 for technology transfer in vehicle propulsion R&D; \$100,000 for electric vehicle battery research; \$250,000 for technology transfer in transportation systems utilization; \$3,182,000 for State energy policy and conservation grants; \$1,159,000 for the Energy Extension Service; \$250,000 for program direction travel in State and local programs; \$500,000 for biocatalysis; and \$3,556,000 for increased use of prior year unobligated balances.

The managers have not agreed to include \$8,000,000 proposed by the Senate for fiscal year 1987 requirements for the Stirling engine. That amount and \$4,000,000 to come from private contributions would complete the project and the managers defer such funds without prejudice, to be reconsidered in the fiscal year 1987 budget process.

The managers agree that the increase of \$1,500,000 over the budget for electric vehicle batteries should be for research on lead-acid, zinc-bromine, nickel-zinc, and iron-air battery concepts.

The managers also agree with the position stated in the House report (House Report 99-205) with regard to recognition of the Government's support for nickel-cadmium battery development in contracts using the technology.

The managers agree that \$2,500,000 becoming available from the electric vehicle loan program and other unobligated electric vehicle research funds is to be used to develop an advanced vehicle propulsion system, the ETX-II.

Language is included in the bill specifying the amount for the basic industrial research facilities as proposed by the House.

Language is also included, as proposed by the House, providing that a weatherization "performance fund" not be implemented unless funding levels are at least 5 percent above fiscal year 1985 levels.

Bill language is included providing \$7,500,000 in Federal funding for a steel initiative to develop new technologies which will increase the energy efficiency of steel production processes will be cost-shared by the U.S. steel industry in cooperative R&D efforts, starting with 30 percent cash and/or in-kind contributions for Federal government obligations made in fiscal year 1986. This initiative should be modeled after, but not exclusively follow, the April 1985 Field Task Proposal prepared by the Argonne National Laboratory.



EMERGENCY PREPAREDNESS

Appropriates \$6,044,000 for emergency preparedness instead of \$6,754,000 as proposed by the Senate and \$3,989,000 as proposed by the House. The decrease from the Senate proposal is \$710,000. The managers agree that analysis of risks to energy supplies and meeting defense energy requirements are higher priority activities than general energy awareness activity.

STRATEGIC PETROLEUM RESERVE

Appropriates \$113,043,000 for the Strategic Petroleum Reserve as proposed by the Senate instead of \$199,017,000 as proposed by the House. The appropriated amount, is the net budget authority required based on a reestimate by the Department of requirements for continuing construction of storage capacity as directed by the fiscal year 1985 Supplemental appropriations Act (P.L. 99-88). Total funds expected to be required are summarized in the following table:

<i>Fiscal year 1986 requirements</i>	
Planning.....	\$4,552,000
Phase III construction.....	156,691,000
Non-phase specific construction.....	210,737,000
Program direction.....	11,747,000
<hr/>	
Total.....	383,727,000
Less: carry-over funds available.....	270,684,000
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New budget authority for FY 1986 .....	113,043,000

The managers agree that carry-over funds may be used to support stated FY 1986 requirements instead of those areas for which they were originally provided.

Bill language proposed by the House specifying minimum required fill rates for the Reserve has been deleted.

SPR PETROLEUM ACCOUNT

Provides for no rescission of SPR petroleum funds as proposed by the House instead of \$160,000,000 as proposed by the Senate. The Department of Energy has adequate funds available to fill the reserve to 500 million barrels. Bill language is included to authorize the Secretary of Energy, in cooperation with the Secretary of Agriculture, to barter surplus Commodity Credit Corporation commodities for crude oil.

ENERGY INFORMATION ADMINISTRATION

Appropriates \$60,682,000 for the Energy Information Administration as proposed by the Senate instead of \$60,782,000 as proposed by the House. The managers agree that within available funds \$100,000 is to be available for the State energy data system/energy price and expenditure data system and \$200,000 is to be available for State heating oil price and inventory grants.

**ADMINISTRATIVE PROVISIONS**

Language is included which deletes the reporting requirements for the completed Alternative Fuels Production program, as proposed by the Senate.

**DEPARTMENT OF HEALTH AND HUMAN SERVICES HEALTH RESOURCES  
ADMINISTRATION**

**INDIAN HEALTH SERVICES**

Appropriates \$823,133,000 for Indian health services instead of \$836,483,000 as proposed by the House and \$802,684,000 as proposed by the Senate.

The decrease below the amount proposed by the House consists of: \$3,000,000 for mandatory cost increases, \$500,000 for emergency medical services, \$2,000,000 for indirect costs, \$1,000,000 for alcoholism, \$4,800,000 for contract care, \$412,000 for sanitation, \$372,000 for public health nursing, \$116,000 for health education, \$200,000 for urban health programs, \$450,000 for tribal management, and \$500,000 for program management.

The managers agree that \$1,900,000 is provided for the model diabetes program and \$100,000 is provided for fetal alcohol syndrome research at the University of Washington.

The increase of \$3,000,000 included for tribal contract indirect costs is for all tribal contracts, existing as well as new.

**INDIAN HEALTH FACILITIES**

Appropriates \$46,947,000 for Indian health facilities instead of \$61,483,000 as proposed by the House and \$35,888,000 as proposed by the Senate.

The net decrease below the amount proposed by the House consists of an increase of \$650,000 for repairs at Ft. Defiance, AZ and decreases of \$1,000,000 for sitework for the Pine Ridge, SD hospital, \$1,740,000 for planning and design of the Shiprock, NM hospital, and \$12,446,000 for construction of the Sacaton, AZ hospital.

Bill language has been included directing that the Rosebud, SD hospital be designed and built with a capacity of 35 beds. The managers believe that there is a need for a surgical suite at either Rosebud or Pine Ridge to provide improved health care in that area. The Indian Health Service shall submit a report to the House and Senate Committees on Appropriations with recommendations as to the better location for a surgical unit within 90 days of enactment of this Act.

The managers must again express their dissatisfaction with the slow progress made by HHS, PHS, HRSA and IHS in moving ahead with construction projects for which funds have been provided. Initial planning funds were provided for the Sacaton, AZ hospital in fiscal year 1982 and the design for this project has yet to be completed despite continued funding and support from the Congress. IHS is directed to expedite this project and to notify the Committees on Appropriations as soon as the design is complete and the project is read for bid.

The managers have not provided funds for sitework at Pine Ridge, SD, and design of the major modernization of the Shiprock, NM hospital only because of delays in schedules and the need to complete other projects already under construction before proceeding with additional projects. However, the managers are committed to proceeding with these projects at the earliest possible opportunity.

At the request of the subcommittees, the Office of Technology Assessment conducted a limited survey of the methodology employed by the Indian Health Service to determine if surgical capacity should be provided in new and replacement facilities. The survey identified several shortcomings in the current IHS application of the planning procedure. The Indian Health Service shall submit a report to the Interior appropriations subcommittees detailing the present system and any proposed changes to the system by March 31, 1986. Further, IHS is directed to employ the methodology uniformly with respect to all hospital construction projects.

The managers agree that within the amount provided for sanitation, \$5,000,000 is available for construction of water and sewer facilities on the new lands acquired pursuant to the Navajo and Hopi Indian Relocation Act.

The managers agree that the IHS shall report to the Committees any unobligated balances remaining available at the completion of a construction project before using such balances for other projects.

#### ADMINISTRATIVE PROVISIONS

Earmarks \$180,000 of prior year funds to settle a claim against the Seattle Indian Health Board as proposed by the Senate instead of \$270,000 plus interest as proposed by the House.

The managers agree that the bill language limitation on the initial leasing of facilities does not apply to newly recognized tribes who contract with IHS and who require facilities in which to begin a health delivery program. Such lease costs shall be paid from funds otherwise available for such contract.

#### DEPARTMENT OF EDUCATION

##### OFFICE OF SECONDARY AND ELEMENTARY EDUCATION

##### INDIAN EDUCATION

Appropriates \$67,476,000 for Indian Education instead of \$67,656,000 as proposed by the House and \$67,356,000 as proposed by the Senate.

Within this amount \$14,820,000 is for parts B and C instead of \$15,000,000 as proposed by the House and \$14,700,000 as proposed by the Senate. The change from the amount proposed by the Senate is for an increase of \$120,000 for part B for educational personnel development to provide additional training for student teachers and educational personnel.

The managers agree that administrative actions to remedy problems in the part C program must be taken.

Language is included to allow funding for section 423 of the part B program to remain available until September 30, 1987 as proposed by the Senate.

#### OTHER RELATED AGENCIES

##### NAVAJO AND HOPI INDIAN RELOCATION COMMISSION

Appropriates \$22,491,000 for salaries and expenses instead of \$20,442,000 as proposed by the House and \$22,241,000 as proposed by the Senate. The increase over the Senate recommendation is \$250,000 for post-move counseling services.

Language is included which states that the Commission shall notify the Secretary of the Interior by January 1, 1986 of those eligible relocatees who as of November 30, 1985 were still physically domiciled on the Hopi Partitioned Land who had applied for relocation to the new lands as well as those who were physically domiciled on the lands partitioned to the Hopi Tribe who had not selected a site for relocation. The Commission shall designate these individuals for relocation to the lands selected in accordance with section 11(a) of the Act of December 22, 1974 after the Secretary has granted a homesite lease for the "new lands". Neither the Secretary of the Interior nor the Bureau of Indian Affairs shall grant homesite leases on behalf of relocatees onto the existing Navajo reservation. The bill also contains language prohibiting evictions of Navajo households which were physically domiciled on the lands partitioned to the Hopi Tribe as of November 30, 1985 until such time as a new or replacement dwelling is available for such household.

Approximately \$48,000,000 will be available in fiscal year 1986 for the provision of housing and related facilities for relocatees. The reduction below the amount proposed by the Senate for the entire program does not reflect a desire to delay relocation, but is merely recognition of the fact that the full amount provided by the Senate could not be spent in a single year.

It is the managers' expectation that the Navajo and Hopi Tribal Chairmen will continue to meet and seek to negotiate a comprehensive settlement as suggested in the Clark/Morris report.

##### SMITHSONIAN INSTITUTION

##### SALARIES AND EXPENSES

Appropriates \$178,063,000 for salaries and expenses instead of \$182,599,000 as proposed by the House and \$176,218,000 as proposed by the Senate.

The net increase over the Senate consists of increases of: \$165,000 to the National Museum of American Art for the Bicentennial of the Constitution, \$31,000 for asbestos removal at Silver Hill, \$98,000 for storage and conservation for the National Portrait Gallery, \$120,000 to the Archives of American Art for collections management and conservation, \$360,000 for the inaugural exhibit of the Center for Asian Art, \$250,000 for the Museum of African Art, \$45,000 for the Conservation Analytic Laboratory, \$350,000 for grants to the National Symphony Orchestra and the Washington

Opera, and \$676,000 for an inflation adjustment; and a decrease of \$250,000 for Plant Services.

\$777,000 is provided for the National Museum Act as proposed by the Senate rather than \$793,000 as proposed by the House.

\$175,000 each is earmarked for grants to the National Symphony Orchestra and the Washington Opera instead of \$350,000 each as proposed by the House and no funds as proposed by the Senate.

Bill language is included, as proposed by the Senate, allowing the Secretary to support American overseas research centers.

**CONSTRUCTION AND IMPROVEMENTS, NATIONAL ZOOLOGICAL PARK**

Appropriates \$5,551,000 as proposed by the Senate instead of \$4,851,000 as proposed by the House.

**RESTORATION AND RENOVATION OF BUILDINGS**

Appropriates \$11,075,000 as proposed by the House instead of \$12,375,000 as proposed by the Senate.

Bill language is included, as proposed by the Senate, restoring language carried in prior years providing for funds to remain available until expended, and providing that the Secretary may negotiate and award contracts on the basis of qualifications as well as price.

**NATIONAL GALLERY OF ART**

**SALARIES AND EXPENSES**

Appropriates \$33,754,000 for salaries and expenses, instead of \$34,379,000 as proposed by the House and \$33,934,000 as proposed by the Senate. The decrease from the amount proposed by the House includes \$225,000 for conservation positions and related equipment, and \$400,000 from operation and maintenance of buildings, for transfer to the repair, restoration and renovation account.

**REPAIR, RESTORATION, AND RENOVATION OF BUILDINGS**

Appropriates \$3,300,000 instead of \$2,900,000 as proposed by the House and \$4,000,000 as proposed by the Senate.

Language is included, as proposed by the Senate, adding the words "grounds and facilities".

**WOODROW WILSON INTERNATIONAL CENTER FOR SCHOLARS**

**SALARIES AND EXPENSES**

Appropriates \$3,392,000 for salaries and expenses instead of \$2,902,000 as proposed by the Senate and \$3,342,000 as proposed by the House. The increase over that amount proposed by the Senate is \$490,000 for conference planning.

**ENDOWMENT CHALLENGE FUND**

Bill language is provided which establishes an endowment challenge fund for the Woodrow Wilson International Center for Scholars, to remain available until September 30, 1988. The managers agree to appropriate \$1,000,000 for this endowment challenge with

the stipulation that the Federal funds are to be matched on a 3:1 basis with new and increased sources of private support.

**NATIONAL FOUNDATION ON THE ARTS AND HUMANITIES**

**NATIONAL ENDOWMENT FOR THE ARTS**

**GRANTS AND ADMINISTRATION**

Appropriates \$137,260,000 as proposed by the House instead of \$132,900,000 as proposed by the Senate. This includes \$121,678,000 for program and state grants as proposed by the House instead of \$116,900,000 as proposed by the Senate; and \$15,582,000 for administrative programs as proposed by the House instead of \$16,000,000 as proposed by the Senate.

The managers agree on the following allocation of funds:

Program grants:	
Artists-in-Schools.....	5,341,000
Educational program.....	98,000
Dance.....	8,900,000
Design Arts.....	4,312,000
Expansion Arts.....	6,713,000
Folk Arts.....	3,000,000
Inter Arts.....	4,000,000
Literature.....	5,145,000
Media Arts.....	12,065,000
Museums.....	11,370,000
Music.....	12,310,000
Opera/Musical Theatre.....	4,267,000
Locals Test.....	2,200,000
Theatre.....	10,880,000
Visual Arts.....	6,272,000
Advancement.....	200,000
Subtotal, program grants.....	97,073,000
State Programs.....	24,605,000
Subtotal, grants.....	121,678,000
Administration area:	
Policy Planning and Research.....	980,000
Administration.....	14,602,000
Subtotal, administrative area.....	15,582,000
Total, grants and administration.....	137,260,000

The managers agree that the increase over fiscal year 1985 for the media program includes \$2,000,000 for the purpose of television programming in the arts and the sum of \$1,000,000 for programming on National Public Radio.

**MATCHING GRANTS**

Appropriates \$29,400,000 as proposed by the House instead of \$30,000,000 as proposed by the Senate. This includes \$8,820,000 for Treasury funds and \$20,508,000 for challenge grants.

**ARTS AND ARTIFACTS INDEMNITY FUND**

Appropriates \$300,000 for the Arts and Artifacts Indemnity Fund as proposed by the Senate.

**NATIONAL ENDOWMENT FOR THE HUMANITIES**

**GRANTS AND ADMINISTRATION**

Appropriates \$110,818,000 instead of \$111,549,000 as proposed by the House and \$108,978,000 as proposed by the Senate. This includes \$96,618,000 for program and state grants instead of \$98,429,000 as proposed by the House and \$94,650,000 as proposed by the Senate; and \$14,200,000 for administrative programs instead of \$13,120,000 as proposed by the House and \$14,328,000 as proposed by the Senate.

The managers agree on the following allocation of funds:

Program grants:	
Media Grants .....	\$8,918,000
Museums and Historical Organizations .....	8,820,000
Humanities programs for youth .....	750,000
Humanities programs for adults .....	1,900,000
Humanities projects in libraries .....	2,940,000
Education programs .....	16,500,000
Fellowships and seminars .....	15,077,000
Research grants .....	16,500,000
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Subtotal, program grants .....	71,405,000
State programs .....	21,213,000
Office of Preservation .....	4,000,000
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Subtotal, grants .....	96,618,000
Administrative area: Administration .....	14,200,000
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Total, grants and administration .....	110,818,000

**MATCHING GRANTS**

Appropriates \$28,660,000 instead of \$27,929,000 as proposed by the House and \$30,500,000 as proposed by the Senate. This includes \$11,660,000 for Treasury funds and \$17,000,000 for challenge grants.

**NATIONAL CAPITAL ARTS AND CULTURAL AFFAIRS**

Appropriates \$2,000,000 for grants.

The managers have included bill language authorizing a grant program for artistic and cultural organizations of national repute which are located in the District of Columbia. For fiscal year 1986, the managers agree that the amounts provided to eligible organizations through the National Park Service and the Smithsonian Institution shall be counted against the \$500,000 annual limit on grants contained in this section.

**INSTITUTE OF MUSEUM SERVICES**

Appropriates \$21,523,000 for the Institute of Museum Services instead of \$21,560,000 as proposed by the House and \$15,870,000 as proposed by the Senate. The reduction below the amount proposed by the House consists of a decrease of \$33,000 in administration and a decrease of \$4,000 for the Museum Services board.

The managers agree that the Institute should clarify application packets with respect to the financial information which should accompany grant applications.

COMMISSION OF FINE ARTS

Appropriates \$382,000 for salaries and expenses as proposed by the Senate instead of \$377,000 as proposed by the House.

ADVISORY COUNCIL ON HISTORIC PRESERVATION

The managers agree that the Council's administration of section 106 with principal reliance on consultation to accommodate historic preservation objectives with Federal project needs is sound and consistent with the intent of Congress underlying section 106. The managers further endorse the active role conferred upon the State Historic Preservation Officer in the consultation process.

NATIONAL CAPITAL PLANNING COMMISSION

Appropriates \$2,712,000 for salaries and expenses instead of \$2,721,000 as proposed by the House and \$2,703,000 as proposed by the Senate. The increase of \$9,000 from the amount proposed by the Senate is to restore funding for salaries and expenses reduced by the pay reduction proposed by the Administration.

PENNSYLVANIA AVENUE DEVELOPMENT CORPORATION

Appropriates \$2,329,000 for salaries and expenses as proposed by the Senate instead of \$2,316,000 as proposed by the House.

UNITED STATES HOLOCAUST MEMORIAL COUNCIL

Appropriates \$2,125,000 for the Holocaust Memorial Council as proposed by the Senate instead of \$2,119,000 as proposed by the House.

Language is included which provides the authority for the Chairman of the United States Holocaust Memorial Council to appoint persons who are not members of the Council to committees associated with the Council. If expenses are incurred by these designees they are to be paid out of the private funds of the Council.

Bill language is also included which clarifies that the Holocaust Memorial Council is an independent Federal establishment, in addition to amending 36 U.S.C. 1407 to make it clear that the Congress regards the funds donated to the Council for the construction of the Holocaust Memorial Museum as nonappropriated funds notwithstanding other provisions of law which treat such funds as trust funds permanently appropriated for Government purposes. The managers agree that it is important that the Council be free to invest the donations in interest-bearing securities so as to provide an adequate endowment for operation and maintenance needs once the Museum is constructed. The Council may expend its donations in accordance with its statutory purpose but without regard to procurement-related statutes and regulations or other restrictions or requirements applicable to the expenditure of appropriated funds.

So as to ensure sufficient congressional oversight over the Council's nonappropriated fund activities and expenditures, two new sections are added to the end of 36 U.S.C. 1408 requiring an annual report to the Congress on the use of the funds donated for museum construction, and authorizing the Comptroller General of the



United States to audit the Council's financial transactions using donated funds by granting access to all Council records required to facilitate such audit.

### TITLE III—GENERAL PROVISIONS

SEC. 307. Continues unchanged the existing prohibition on the use of funds to process or issue leases for coal, oil, gas, oil shale, phosphate, potassium, sulfur, gilsonite, or geothermal resources on wilderness lands and Forest Service RARE II further planning and Bureau of Land Management study areas rather than providing new language as proposed by the House.

SEC. 312. Provides no deer hunting on Loxahatchee NWR as proposed by the House.

The managers agree that the refuge will support the current deer population and that at this time there is no biological or ecological basis to support a deer hunt.

SEC. 314. Provides certain restrictions on the use of funds for the management or enhancement of grizzly bear habitat on National Park System or National Forest System lands.

SEC. 315. Provides a five year extension of the deadline for benefits to certain non-preference employees of the Indian Health Service and the Bureau of Indian Affairs.

SEC. 316. Provides an indefinite waiver of the requirement for Alaskan utilities to provide environmental information when requesting exemptions under the Fuel Use Act.

SEC. 317. Provides that the Department of the Interior and the Forest Service, when contracting for private air services, must use FAA certified aircraft unless the Secretary determines such aircraft are not available.

SEC. 318. Provides that no funds available to the Department of the Interior or to the Forest Service may be used to implement a jurisdictional interchange program until enactment of authorizing legislation.

SEC. 319. Provides temporary exceptions for certain acreage limitations for leaseholders on Federal lands within the Gallatin and Flathead National Forests.

SEC. 320. Provides an extension of the date on which certain provisions of the Mineral Lands Leasing Act of 1920, as amended by the Federal Coal Leasing Amendments, become effective. The managers agree that this is a one-time extension.

SEC. 321. Provides a requirement that the Navajo and Hopi Indian Relocation Commission submit a report to Congress by February 15, 1986, on plans for development of the new lands and requires review and comment on the plan by the Secretary of the Interior.

SEC. 322. Provides clarification that the current prohibition on geothermal leasing in the area of Yellowstone National Park is effective until action by Congress to the contrary.

SEC. 323. Provides for a coordinated program of health promotion and disease prevention in schools operated by the Bureau of Indian Affairs.

SEC. 324. Provides clarification in respect to donations utilized for the Holocaust Museum. This language requires an annual report to

the Congress on the use of such funds and authorizes the Comptroller General of the United States to audit the Council's financial transactions involving donated funds.

A new section 325 is included which provides a 0.6 percent reduction for budget authority included in the bill for payments not required by law, and for amounts available for the Clean Coal Technology Program in the Energy Security Reserve. The reduction must be taken ratably for each program, activity, and project provided for in the Act.

DEPARTMENT OF TRANSPORTATION AND RELATED AGENCIES  
APPROPRIATION ACT

Amendment No. 8: Deletes language proposed by the House and Senate and inserts new language relating to the rate for operations for projects or activities provided for in the Department of Transportation and Related Agencies Appropriation Act, 1986.

The House version of H.J. Res. 465 provides appropriations for activities of the Department of Transportation and related agencies at a rate for operations and to the extent and in the manner provided for in H.R. 3244 as passed by the House of Representatives on September 12, 1985. The Senate version of the joint resolution provides appropriations for these activities at a rate for operations and to the extent and in the manner provided for in H.R. 3244 as passed by the Senate on October 23, 1985, amended to provide \$1,752,000,000, including transfers, for Coast Guard, operating expenses and \$2,714,400,000 for Federal Aviation Administration, operations. The conference agreement incorporates some of the provisions of both the House and Senate versions of the Joint Resolution and has the effect of enacting the Department of Transportation and Related Agencies Appropriation Act, 1986, into law. The conferees agree that the language and allocations set forth in House Reports 99-256 and 99-403 or Senate Reports 99-152 and 99-210 shall be complied with unless specifically addressed to the contrary in the statement of the managers.

The conferees agree that for the purpose of section 252(a)(6)(D)(i)(II) of the Balanced Budget and Emergency Deficit Control Act of 1985 (H.J. Res 372), with respect to appropriations contained in the Department of Transportation and Related Agencies Appropriation Act, 1986 (H.R. 3244) the terms "program, project, and activity" shall mean any item for which a dollar amount is contained in an appropriation Act (including joint resolutions providing continuing appropriations) or accompanying reports of the House and Senate Committees on Appropriations, or accompanying conference reports and joint explanatory statements of the committee of conference. The conferees agree that this definition shall apply to all programs for which new budget (obligational) authority is provided, as well as to Discretionary grants, Urban Mass Transportation Administration and Interstate transfer grants—highways, Federal Highway Administration. In addition, the percentage reductions made pursuant to section 252(a)(6)(D)(i)(II) of the Balanced Budget and Emergency Deficit Control Act of 1985 to funds appropriated for Facilities and equipment, Federal Aviation Administration and for Acquisition, construction,

and improvements, Coast Guard, shall be applied equally to each "budget item" that is listed under said accounts in the budget justifications submitted to the House and Senate Committees on Appropriations as modified by subsequent appropriation Acts and accompanying committee reports, conference reports, or joint explanatory statements of the committee of conference.

The conference agreement incorporates the provisions of H.R. 3244 in accordance with the following agreements:

**TITLE I—DEPARTMENT OF TRANSPORTATION**

**OFFICE OF THE SECRETARY**

**SALARIES AND EXPENSES**

Appropriates \$51,300,000 together with \$500,000 from prior year unobligated balances as proposed by the Senate instead of \$50,500,000 together with \$330,000 derived by transfer as proposed by the House. The conference agreement distributes these funds as follows:

	<i>Allocation</i>
Immediate Office of the Secretary .....	\$980,000
Immediate Office of the Deputy Secretary .....	490,000
General Counsel .....	5,560,000
Policy and International Affairs .....	7,800,000
Budget and Programs .....	2,180,000
Governmental Affairs .....	2,600,000
Administration .....	20,930,000
Public Affairs .....	1,490,000
Executive Secretariat .....	780,000
Contract Appeals Board .....	400,000
Office of Civil Rights .....	1,300,000
Office of Commerical Space Transportation .....	500,000
Office of Small and Disadvantaged Business Utilization .....	<sup>1</sup> 4,400,000
Office of Essential Air Service .....	1,800,000
Regional Representatives .....	590,000

<sup>1</sup> Includes \$500,000 in carryover funds.

Any deviation from the above allocation shall be requested through the normal reprogramming process.

**TRANSPORTATION PLANNING, RESEARCH, AND DEVELOPMENT**

Appropriates \$3,500,000 instead of \$3,000,000 as proposed by the House and \$4,000,000 as proposed by the Senate.

**PAYMENTS TO AIR CARRIERS**

Appropriates \$28,000,000 as proposed by the Senate instead of \$36,000,000 as proposed by the House.

**COAST GUARD**

**OPERATING EXPENSES**

Appropriates \$1,652,000,000 including \$10,000,000 to be derived by transfer instead of \$1,752,000,000 including \$25,000,000 to be derived by transfer as proposed by the Senate and \$1,785,200,000 including \$23,000,000 to be derived by transfer as proposed by the House.

In addition, \$100,000,000 has been made available by transfer from the Defense Appropriation Act, 1986, to be used in support of the Coast Guard's military readiness missions, and \$15,000,000 has been appropriated to the Navy for the support of Coast Guard drug interdiction activities.

The conference agreement provides that \$789,800,000 shall be available for compensation and benefits of military personnel instead of \$786,800,000 as proposed by the House and \$792,800,000 as proposed by the Senate.

The conference agreement deletes position levels proposed by the Senate.

The conference agreement also provides that not less than \$328,000,000 shall be available for drug enforcement activities as proposed by the Senate instead of \$325,000,000 as proposed by the House.

The conferees direct the Coast Guard to construct a harbor office at Morro Bay, California, and to continue to operate the Great Lakes search and rescue facilities proposed for consolidation in the budget.

#### ACQUISITION, CONSTRUCTION, AND IMPROVEMENTS

Appropriates \$217,300,000 instead of \$267,300,000 as proposed by the House instead of \$276,300,000 as proposed by the Senate. The Coast Guard is directed to submit within 30 days after enactment a spending plan for all acquisition, construction, and improvements projects to be funded with fiscal year 1986 funds (including those funded in the Defense Appropriation Act). Such plan shall be formulated using the guidance provided in House Report 99-256 and Senate Reports 99-152 and 99-176.

The conferees also direct the Coast Guard to proceed with completion of Phase III of the Boston Shore Support Facility, for which \$6,850,000 was appropriated in fiscal year 1985. Phase III shall include construction of office and related support facilities, as originally proposed to and approved by the Congress.

#### ALTERATION OF BRIDGES

Appropriates \$5,200,000 as proposed by the Senate instead of \$7,195,000 as proposed by the House. Funds provided in the conference agreement together with available unobligated funds should be sufficient to provide for the fiscal year 1986 costs of altering the Willamette River Bridge in Portland, Oregon and the Trent River Railroad Bridge in New Bern, North Carolina.

#### RESEARCH, DEVELOPMENT, TEST, AND EVALUATION

Appropriates \$21,000,000 as proposed by the Senate instead of \$23,000,000 as proposed by the House.

#### BOAT SAFETY

Limits obligations for recreational boating safety assistance to \$30,000,000 in fiscal year 1986 and provides a liquidating cash appropriation of \$30,000,000 as proposed by the Senate instead of appropriating \$13,625,000 as proposed by the House.

The conferees have approved a funding level of \$30,000,000 for state recreational boating safety assistance programs, the authorized amount. The conferees have also continued a restriction on these funds so that no obligations may be incurred for the improvement of recreational boating facilities. However, the conferees note that acquiring, constructing, or repairing public access sites used primarily by recreational boaters, and establishing and maintaining facilities for and providing emergency search and rescue assistance, are specific purposes for which the states may use these funds pursuant to Public Law 92-75, as amended. The conferees expect the Coast Guard to promulgate complete and adequate guidelines so that the public access and search and rescue purposes of Public Law 92-75, as amended, may be fully implemented subject to the restriction noted above.

The conferees intend to fully review during the fiscal year 1987 hearings the use of recreational boating safety funds by the states, and will expect the Coast Guard to be prepared to discuss in detail the effectiveness of the Coast Guard's boating safety program.

The conference agreement deletes language proposed by the House exempting Coast Guard training travel expenses from section 2901(a)(1) of the Deficit Reduction Act of 1984.

#### FEDERAL AVIATION ADMINISTRATION

##### HEADQUARTERS ADMINISTRATION

Provides transfer authority of up to two percent between the appropriations for Headquarters Administration and Operations as proposed by the Senate.

##### OPERATIONS

Appropriates \$2,694,600,000 as proposed by the House instead of \$2,714,400,000 as proposed by the Senate. The conferees direct the Federal Aviation Administration to submit a report to the House and Senate Committees on Appropriations within 15 days after enactment describing the adjustments to the fiscal year 1986 operations funding plan presented in its detailed budget justifications needed to meet the funding level provided in the conference agreement. Such report shall include dollar and position breakdowns by activity. In making this revised distribution, the conferees expect the FAA to use the House and Senate Committee reports as guidance and to include funding for an additional 300 aviation safety inspection positions above the original budget request. The additional inspection positions shall include additional support personnel as well as field inspectors. The conferees also assume that this funding level will support 14,306 air traffic control positions, the level reached in February 1985, plus an additional 500 positions announced by the Department on September 19, 1985. Any deviation from these staffing levels is to be reported promptly to the House and Senate Committees on Appropriations. The conferees expect the FAA to make special efforts to reach these staffing levels by July 31, 1986. The conferees also expect that any potential shortfalls in safety programs resulting from this distribution will be

promptly reported to the House and Senate Committees on Appropriations.

The conferees object to restrictive Canadian policies toward aerial survey operations by U.S. affiliated companies in Canada. Canadian operators have established U.S. subsidiaries and obtained Federal Aviation Administration licenses that allow aerial survey aircraft to be used in the United States, and such subsidiary companies compete against U.S.-based corporations for United States government geological survey work. Although this side-looking airborne radar (SLAR) work is bid competitively by the geological survey, no reciprocity is practiced in Canada for U.S. firms.

The conferees expect the FAA to consider changes to 14 CFR Part 375 previously proposed by the Civil Aeronautics Board and published in the Federal Register of October 25, 1984, which would help assure reciprocity for foreign aircraft operating in U.S. airspace. Within 60 days after enactment of this Act the conferees expect the FAA to report to the House and Senate Committees on Appropriations on the status of the previously proposed rule changes and any plans to make other regulatory changes to assure reciprocity. The conferees urge the FAA to adopt rule changes that assure consideration of reciprocity or define foreign and U.S. ownership or control more precisely.

The conference agreement also provides that \$446,000,000 of the amount provided for operations shall be derived from the Airport and Airway Trust Fund as proposed by the Senate instead of \$548,000,000 as proposed by the House.

The conferees note with concern the two recent aircraft accidents involving air cargo planes at the Tri-State Airport serving West Virginia, Kentucky, and Ohio. One of those accidents involved the loss of life, and both occurred this year during the hours that the air traffic control tower was closed. It is the conferees' understanding that commercial flights carrying over 100 passengers arrive at this airport after the tower has been closed. In view of safety considerations, the Federal Aviation Administration is directed to operate this tower on a 24-hour basis.

FACILITIES AND EQUIPMENT

(AIRPORT AND AIRWAY TRUST FUND)

Appropriates \$993,000,000 as proposed by the Senate instead of \$1,044,000,000 as proposed by the House. The conference agreement includes the following amounts:

Air route traffic control centers .....	\$231,720,600
Airport traffic control towers and terminal equipment.....	452,412,400
Flight service stations.....	- 10,000,000
Air navigation facilities.....	158,079,300
Housing, utilities and miscellaneous facilities.....	174,871,700
Aircraft and related equipment.....	2,775,000
Development, test, and evaluation.....	10,141,000

The conferees expect the FAA to comply with the project distribution outlined in House Report 99-256 as modified by Senate Report 99-152. The conferees recognize that delays in some projects might necessitate adjustments to the above allocations and expect these adjustments, if required, to be accomplished through the normal reprogramming process. Within the amount provided for

airport traffic control towers and terminal equipment, the conference agreement includes up to \$40,000 to initiate design work for an air traffic control tower at Obyan, Saipan. In addition to the instrument landing systems identified in the House and Senate Committee reports, the conferees direct the FAA to install an instrument landing system for Runway 11 at Minneapolis-St. Paul International Airport.

The conferees continue to be concerned about both the adequacy and cost effectiveness of automated equipment for consolidated flight service station facilities. House Report 99-256 contains language requiring FAA to report on the relative cost, performance, availability, and eligibility for airport grant funds of commercial and government direct user access terminal (DUAT) systems. Until both the House and Senate Appropriations Committees have evaluated and approved FAA's reported DUAT comparison and selection process, the conferees direct that funding for development of the Model 2 automated flight service station be suspended.

In addition, Senate Report 99-152 required certification of Model 1 equipment and a revised facility consolidation plan to be submitted by December 1, 1985. Until the Committees have received and reviewed these reports, the conferees continue to disapprove fiscal year 1986 consolidations.

The conference agreement also provides that \$10,000,000 shall be available to continue the airway science curriculum program as proposed by the Senate instead of \$5,000,000 as proposed by the House. The conference agreement includes the following amounts:

University of North Dakota .....	\$4,000,000
Florida Memorial College .....	3,000,000
Delta State University .....	2,300,000

**RESEARCH, ENGINEERING, AND DEVELOPMENT**

**(AIRPORT AND AIRWAY TRUST FUND)**

Appropriates \$190,000,000 together with \$15,000,000 to be derived by transfer, instead of \$190,000,000 as proposed by the House and \$192,000,000 together with \$15,000,000 to be derived by transfer as proposed by the Senate. The conference agreement provides that \$3,036,412 shall be available for icing and related next generation weather radar atmospheric research to be conducted by the University of North Dakota, \$2,000,000 shall be available for the Center for Research and Training in Information-based Aviation and Transportation Management at Barry University, and \$2,000,000 shall be available for the Institute for Aviation Safety Research at Wichita State University.

The FAA should perform a thorough, objective, and well documented, benefit-cost analysis to support its Advanced Automation System (AAS) acquisition phase appropriation request. This analysis should include a clear definition of the objective of each element of the AAS program, an identification of all feasible ways of achieving each objective, and a detailed analysis of the costs and benefits expected from each alternative. The analysis should (1) be based on a sound and credible methodology, (2) use as a baseline for comparison an analytical evaluation of the level of effectiveness provided in the ATC system with Host and other pre-AAS enhance-

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ments, (3) identify all significant assumptions and models and include an analysis of the sensitivity of results to changes in significant assumptions or variables such as air traffic growth, and (4) be fully documented to facilitate an independent evaluation. FAA should also conduct a full assessment of the technical risks associated with its current acquisition strategy and with alternative strategies. This assessment should clearly identify the technical risks associated with the AAS and each subsystem (including all major software components) and the potential cost, schedule, and performance impacts associated with these risks. Finally, FAA should validate its AAS cost estimates with an independent cost analysis.

The conferees believe these studies are necessary to support this multi-billion dollar investment decision and allocate up to \$4,000,000 of this appropriation for FAA to complete them. If additional funding is needed, a supplemental request will be considered. All of these studies should use inputs as necessary from the program office, but should be conducted independent of the program management.

**GRANTS-IN-AID FOR AIRPORTS**

**(AIRPORT AND AIRWAY TRUST FUND)**

In addition to the specific projects identified in the House and Senate Committee reports, the conferees direct that priority consideration also be accorded to Mahlon Sweet Airport, Eugene, Oregon.

**OPERATION AND MAINTENANCE,**

**METROPOLITAN WASHINGTON AIRPORTS**

Appropriates \$34,100,000 as proposed by the Senate instead of \$35,400,000 as proposed by the House.

**CONSTRUCTION,**

**METROPOLITAN WASHINGTON AIRPORTS**

Appropriates \$7,000,000 as proposed by the Senate instead of \$12,000,000 as proposed by the House.

**AIRCRAFT PURCHASE LOAN GUARANTEE PROGRAM**

Limits the total amount that can be borrowed from the Secretary of the Treasury during fiscal year 1986 to pay off defaulted loans to \$75,000,000 instead of \$10,000,000 as proposed by the House and \$125,000,000 as proposed by the Senate.

**FEDERAL HIGHWAY ADMINISTRATION**

**(LIMITATION ON GENERAL OPERATING EXPENSES)**

Limits operating expenses to \$203,761,000 as proposed by the Senate instead of \$204,500,000 as proposed by the House.



Provides that \$48,415,000 of the amount provided for general operating expenses shall remain available until expended as proposed by the Senate instead of \$48,589,000 as proposed by the House.

The conference agreement inserts language providing that all unobligated amounts made available under this head in prior fiscal years for the establishment and implementation of a demonstration bonding program for economically and socially disadvantaged businesses shall remain available for such purposes until expended.

The conference agreement does not include the additional fiscal year 1986 funding for the minority business demonstration bonding program proposed by the House. Funds carried over from fiscal year 1985 should be adequate to implement this program in fiscal year 1986. The conferees remain fully supportive of this particular effort, and are concerned about the Department's lack of progress in implementing this program. Bonding capacity for disadvantaged firms has been and continues to be a major impediment to their full participation in contract opportunities. The conferees fully expect the fiscal year 1985 funds made available for this program to be obligated promptly for bonding and bonding assistance programs in Florida, New York, and Pennsylvania. The Department is directed to report to the House and Senate Committees on Appropriations by February 15, 1986, regarding its progress in implementing this program and obligating these funds.

The conference agreement also includes bill language proposed by the House prohibiting the use of the funds in the bill to approve projects to construct a landfill in the Hudson River as part of the Interstate highway system.

**RAILROAD-HIGHWAY CROSSING DEMONSTRATION PROJECTS**

Appropriates \$16,000,000 instead of \$38,700,000 as proposed by the House. The Senate bill contained no funds for this program.

The conference agreement includes the following amounts:

Lincoln, Nebraska .....	\$3,000,000
Pine Bluff, Arkansas.....	1,000,000
Augusta, Georgia.....	1,000,000
Carbondale, Illinois.....	3,000,000
Brownsville, Texas .....	2,500,000
Lafayette, Indiana.....	5,500,000

Includes language proposed by the Senate providing that the funds made available under this heading for Wheeling, West Virginia highway projects be available at full federal expense.

**FEDERAL-AID HIGHWAYS**

**(LIMITATION ON OBLIGATIONS)**

Limits obligations for the federal-aid highways and highway safety construction programs to \$12,750,000,000 as proposed by the Senate instead of \$13,250,000,000 as proposed by the House.

The conference agreement includes the following allocations of interstate transfer-highways discretionary funds:

Arizona .....	\$1,128,228
Colorado.....	25,500,000
Illinois.....	48,646,772
Indiana.....	2,500,000

Iowa .....	6,125,000
Maryland .....	31,600,000
Minnesota .....	8,000,000
Duluth .....	(6,000,000)
Minn.-St. Paul .....	(2,000,000)
New Jersey .....	10,000,000
New York .....	6,050,000
Ohio .....	16,500,000
Oregon .....	11,350,000
Pennsylvania .....	7,050,000
Virginia .....	6,800,000

The conferees are aware of the recent severe flooding that has caused extensive damage to roads and bridges in West Virginia, Virginia, and Pennsylvania. Initial reports indicated that 47 bridges have been destroyed in West Virginia alone and extensive road damage has occurred isolating many communities from essential food supplies, health care, employment centers and markets. Recognizing the urgent need for assistance, the conferees direct the Secretary to give priority consideration to those states for monies from the emergency relief fund for road and bridge repair and reconstruction. These funds are to be used only in those counties declared federal disaster areas.

In addition to those projects identified in the Senate Report 99-152 to receive priority consideration for discretionary bridge funding, the conferees direct that the Denver, Colorado, 23rd Street Viaduct project also receive the same consideration.

**MOTOR CARRIER SAFETY**

Appropriates \$13,900,000 as proposed by the House instead of \$13,902,000 as proposed by the Senate.

**MOTOR CARRIER SAFETY GRANTS**

Appropriates \$17,000,000 instead of \$14,000,000 as proposed by the House and \$20,000,000 as proposed by the Senate.

**ACCESS HIGHWAYS TO PUBLIC RECREATION AREAS ON CERTAIN LAKES**

Appropriates \$10,000,000 of which \$5,000,000 shall be derived by transfer instead of \$10,000,000 proposed by the Senate. The House bill contained no funds for this program.

**BALTIMORE-WASHINGTON PARKWAY**

Appropriates \$3,000,000 instead of \$6,500,000 as proposed by the House.

**WASTE ISOLATION PILOT PROJECT ROADS**

Appropriates \$7,000,000 for the waste isolation pilot project roads in New Mexico instead of \$16,260,000 proposed by the Senate. The House bill contained no funds for this program.

**RAIL LINE CONSOLIDATION PROJECT**

Provides \$4,000,000 by transfer instead of \$5,000,000 by transfer as proposed by the House.

**AIRPORT-HIGHWAY DEMONSTRATION PROJECT**

Provides \$1,350,000 by transfer instead of \$2,700,000 by transfer as proposed by the House.

**EXPRESSWAY GAP CLOSING DEMONSTRATION PROJECT**

Inserts language authorizing an expressway gap closing project and appropriates \$9,000,000 for such project.

**NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION**

**OPERATIONS AND RESEARCH**

Appropriates \$88,851,000, of which \$5,000,000 shall be derived by transfer instead of \$78,851,000 as proposed by the Senate and \$89,365,000 as proposed by the House. The conference agreement includes the following distribution:

Rulemaking .....	\$7,040,000
Enforcement .....	11,400,000
Highway safety .....	13,200,000
Research and analysis .....	48,261,000
General administration .....	6,600,000
Office of the administrator .....	2,350,000

Provides that \$29,894,000 shall be derived from the Highway Trust Fund instead of \$25,120,000 as proposed by the House and \$25,455,000 as proposed by the Senate.

Provides that \$36,296,000 shall remain available until expended instead of \$36,624,000 as proposed by the Senate and \$42,174,000 as proposed by the House.

Provides that \$14,833,000 of the amount available until expended shall be derived from the Highway Trust Fund instead of \$10,180,000 as proposed by the House and \$13,729,000 as proposed by the Senate.

Inserts language proposed by the House requiring that \$10,000,000 of the amount provided under this head be available only for the purpose of implementing the recommendations of the 1985 National Academy of Sciences report on trauma research.

Inserts language proposed by the Senate providing \$500,000 by transfer for a national program to encourage the use of automobile passive restraints.

Deletes language proposed by the Senate prohibiting any manufacturer from earning credits for exceeding the corporate average fuel economy standard for any model year in which the Secretary has reduced the standard below that originally established by Congress, unless the manufacturer also exceeds the original standard.

**FEDERAL RAILROAD ADMINISTRATION**

**RAILROAD SAFETY**

Appropriates \$27,764,000 as proposed by the Senate instead of \$28,000,000 as proposed by the House.

The conference agreement includes the following amounts:

Federal enforcement .....	\$22,564,000
(Positions).....	(379)
Automated track inspection .....	\$100,000

Safety regulations/administration .....	\$3,600,000
(Positions).....	(64)
State grants.....	\$1,500,000

In addition, the conferees expect an additional \$1,000,000 in unobligated funds to be made available for state safety grants.

Provides that \$1,500,000 shall remain available until expended as proposed by the Senate instead of \$1,300,000 as proposed by the House.

**RAILROAD RESEARCH AND DEVELOPMENT**

Appropriates \$10,600,000 instead of \$10,384,000 as proposed by the Senate and \$11,200,000 as proposed by the House.

The conference agreement includes \$200,000 to support the development of cooperative efforts between the states, railroads, community groups, and other public service groups to reduce accidents at grade crossings, and up to \$100,000 for research into corrosion and surge problems associated with tank car rupture disks that have recently experienced an increased incidence of uncontrolled release of hazardous materials.

The conference agreement also includes \$320,000 for the Oregon Graduate Center's research into maintenance and repair of railroad-related components.

**RAIL SERVICE ASSISTANCE**

Appropriates \$20,200,000 as proposed by the House instead of \$20,200,000 as proposed by the Senate.

In addition to the Chaplene Tunnel project on the Wheeling Terminal Industrial line identified in the Senate Report to receive priority consideration for local rail service assistance, the conferees urge that priority consideration also be given to a railroad rehabilitation project in Massachusetts and Vermont.

**CONRAIL LABOR PROTECTION**

Deletes rescission of \$8,000,000 proposed by the House.

**NORTHEAST CORRIDOR IMPROVEMENT PROGRAM**

Of the \$12,500,000 provided in the bill for the northeast corridor improvement program, the conferees direct that such funds be allocated according to the distribution in House Report 99-256. The conferees expect Amtrak to submit a reprogramming request to the House and Senate Committees on Appropriations in accordance with standard procedures, if any revisions to this distribution are contemplated.

**GRANTS TO THE NATIONAL RAILROAD PASSENGER CORPORATION**

Provides a total of \$616,000,000 for Amtrak operations, capital improvements, and labor protection costs as proposed by the Senate instead of \$603,500,000 as proposed by the House.

The conference agreement also provides that, of the total amount available for Amtrak grants, \$23,000,000 shall be derived by transfer as proposed by the Senate instead of \$15,000,000 by transfer as proposed by the House. These funds are to be derived from the

Conrail labor protection account. The conferees have made this recommendation in light of recent reports of the United States Railway Association concluding that "Conrail credibly and reasonably projects that it can weather future economic cycles even while paying 'normalized' expenses such as wage rates, state taxes, and job protection benefits". The United States Railway Association has also endorsed Conrail's five-year outlook that projects healthy net income for the years 1985 to 1989. Therefore to ensure an adequate and necessary employee protection plan, the conferees direct the Secretary to conduct discussions with Conrail's Board of Directors and management to make all necessary arrangements for Conrail to assume full financial responsibility for payments due its employees under sections 701 and 702 of the Regional Rail Reorganization Act of 1973, as amended. The Secretary shall report on the progress of such discussions to the House and Senate Committees on Appropriations no later than March 1, 1986.

Inserts language proposed by the Senate providing \$5,500,000 by transfer from unobligated balances of "Rail labor assistance".

**RAILROAD REHABILITATION AND IMPROVEMENT FINANCING FUNDS**

Limits new loan guarantee commitments under sections 511 through 513 of the Railroad Revitalization and Regulatory Reform Act of 1976 to \$4,000,000 during fiscal year 1986 as proposed by the Senate. The Senate amendment also deletes House language providing that no new loan guarantee commitments shall be made during fiscal year 1986.

**REDEEMABLE PREFERENCE SHARES**

Authorizes the expenditure of \$33,500,000 as proposed by the Senate instead of \$35,500,000 as proposed by the House.

The conference agreement includes the following amounts:

Columbus and Greenville Railroad.....	\$1,900,000
Gulf and Mississippi Railroad.....	8,000,000
Miami commuter rail .....	12,500,000
Ann Arbor Railroad.....	2,600,000
Bangor and Aroostook Railroad.....	3,000,000
Chicago North Western Railroad.....	5,500,000

An appropriation of \$5,500,000 of section 505 funds is earmarked for the Chicago North Western Railroad only for use in upgrading of trackage in North Dakota and South Dakota. The most pressing need is for the lines between Pierre and Rapid City and Aberdeen in South Dakota to Oakes in North Dakota. Both lines have previously been subjects of abandonment proceedings but provide important service to local shippers and it is therefore in the public interest that rail service continue.

A significant amount of this trackage is in need of work, in excess of typical maintenance, including tie renewal, relay rail, surfacing, and bridge rehabilitation. Such work would enhance safe operations and improve service to shippers. The major beneficiaries of this upgrading would be the agricultural communities of North Dakota and South Dakota.

The conferees expect that under this program the Secretary, after complying with the above listed allocations, will give priority

consideration to a rail rehabilitation project in Massachusetts and Vermont. It is also the intent of the conferees that priority consideration will be given to the additional needs of the Tri-County Commuter Rail project for a station connection with the Dade County metrorail for not to exceed \$4,000,000, and for the Delaware-Otsego system for rehabilitation of a line between Warwick, New York and Butler, New Jersey. Furthermore, it is the intent of the conferees that Federal Highway Administration "maintenance of traffic" funding shall be available for the operation of the Tri-County commuter rail project.

Deletes the language proposed by the House providing that \$5,500,000 shall be derived from unobligated balances of "rail labor assistance".

Deletes the language proposed by the Senate providing that \$17,000,000 shall be derived from unobligated balances of "Redeemable preference shares" as of September 30, 1985.

#### CONRAIL COMMUTER TRANSITION ASSISTANCE

Provides \$5,000,000 by transfer instead of an appropriation of \$10,000,000 as proposed by the House.

The conferees are aware of the unusual bridge repair funding needs of the Philadelphia-area commuter rail system that have been brought about by the federally-mandated transfer of ownership of Conrail commuter rail property. In addition to the \$5,000,000 provided in the conference agreement to make such repairs, the conferees direct that UMTA make available to the Southeastern Pennsylvania Transportation Authority (SEPTA) an additional sum of \$5,000,000 from Discretionary Grant program rail modernization funds for such commuter rail bridge repairs. The conferees expect these funds to be made available in addition to funds SEPTA could otherwise expect to receive from the rail modernization program based on its historical percentage share of program funds for the fiscal year 1981 to the fiscal year 1985 period. In addition, to the maximum extent feasible, it is expected that minority businesses will be given every opportunity to perform the work resulting from this appropriation. However, the Department, in implementing such a plan, should not reduce its quality assurance criteria or lessen its standards of contract responsibility.

#### URBAN MASS TRANSPORTATION ADMINISTRATION

##### ADMINISTRATIVE EXPENSES

Appropriates \$30,000,000 as proposed by the Senate instead of \$31,000,000 as proposed by the House.

Limits funding for the Office of the Administrator to \$650,000 instead of \$350,000 as proposed by the House. The conferees expect all salaries and expenses associated with the immediate offices of the administrator, deputy administrator, and executive director to be financed from this account.

The conferees agree that the extent of private sector involvement in the provision of public transit is best decided at the local level. The federal policy under the existing Urban Mass Transportation

Act relating to the choice of service providers is one of neutrality. The conferees expect that explicit policy on privatization in the transit industry should be explored by Congress and decided only after appropriate rulemaking with the opportunity for public comment. While such rulemaking is underway, it is the conferees' view that conditioning the release, allocation, or level of federal transit grant funding on a showing by applicants of a certain level of involvement of private sector providers in the provision of mass transportation services is not consistent with the Urban Mass Transportation Act of 1964, as amended.

RESEARCH, TRAINING, AND HUMAN RESOURCES

Appropriates \$17,400,000 as proposed by the Senate instead of \$28,103,000 as proposed by the House.

The conference agreement includes \$7,700,000 for the integrated transportation center, \$250,000 for the Michigan state assistance model, and \$2,500,000 to continue the existing cold weather transit technology program. The conferees direct the Department's Transportation Systems Center to evaluate the cold weather transit technology program and to report to the House and Senate Committee on Appropriations regarding the applicability of this technology to transit operations that are affected by severe cold weather.

FORMULA GRANTS

Appropriates \$2,150,000,000 instead of \$2,100,000,000 as proposed by the Senate and \$2,210,000,000 as proposed by the House.

DISCRETIONARY GRANTS

Limits obligations to \$1,045,000,000 instead of \$1,010,000,000 as proposed by the House and \$1,100,000,000 as proposed by the Senate.

The conference agreement includes the following amounts:

Bus and bus facilities .....	\$145,000,000
Rail modernization and extensions .....	430,000,000
New systems and new extensions.....	385,000,000
Portland .....	(8,950,000)
Seattle .....	(24,650,000)
Miami .....	(38,000,000)
Santa Clara .....	(65,000,000)
Atlanta .....	(69,000,000)
Los Angeles .....	(101,000,000)
Houston .....	(54,750,000)
St. Louis .....	(13,500,000)
Buffalo.....	(850,000)
San Diego.....	(9,300,000)
Planning .....	50,000,000
Elderly and handicapped.....	30,500,000
Innovative techniques and technology introduction .....	5,000,000

The conferees intend that the \$850,000 included under new systems for Buffalo shall be used only for light rail construction on the Naval Park Station.

The conferees expect UMTA to be fully responsive to report language in the Senate Report 99-152 directing UMTA to credit certain funds beyond the local contribution, provided by local govern-

ments and downtown business towards the local match for additional federal monies on the Banfield project in Portland, Oregon.

**LIQUIDATION OF CONTRACT AUTHORIZATION**

Appropriates \$775,000,000 as proposed by the Senate instead of \$720,000,000 as proposed by the House.

**INTERSTATE TRANSFER GRANTS-TRANSIT**

Appropriates \$218,750,000, of which \$18,750,000 shall be derived by transfer, instead of \$200,000,000 as proposed by the Senate and \$237,500,000 as proposed by the House.

The conference agreement includes the following discretionary allocations:

Sacramento .....	\$10,855,500
Chicago.....	67,187,779
Boston .....	11,875,000
Duluth.....	237,500
New Jersey.....	4,201,721
Cleveland.....	14,125,000
Indianapolis .....	892,500

The conferees recognize that delays in some regions' projects might necessitate adjustments to the above allocations. The conferees expect these adjustments, if required, to be accomplished through the normal reprogramming process.

**WASHINGTON METRO**

Appropriations \$227,000,000 instead of \$187,500,000 as proposed by the Senate and \$237,500,000 as proposed by the House.

**SAINT LAWRENCE SEAWAY DEVELOPMENT CORPORATION**

**LIMITATION ON ADMINISTRATIVE EXPENSES**

Limits administrative expenses to \$1,916,000 instead of \$1,890,000 as proposed by the House and \$1,942,000 as proposed by the Senate.

**RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION**

**RESEARCH AND SPECIAL PROGRAMS**

Appropriates \$19,300,000 instead of \$19,200,000 as proposed by the Senate and \$19,400,000 as proposed by the House.

The conference agreement includes three positions for a new special hazardous materials enforcement team and four positions to continue the essential air service information program. The conferees direct the Secretary to submit a report to the House and Senate Committee on Appropriations by March 1, 1986, describing the Research and Special Programs Administration's implementation plan for the new special enforcement team.

The conference agreement also deletes language proposed by the Senate allowing the research and special programs appropriation to be credited for training fees received from non-federal entities.



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## OFFICE OF THE INSPECTOR GENERAL

## SALARIES AND EXPENSES

Appropriates \$27,600,000 instead of \$27,250,000 as proposed by the Senate and \$27,950,000 as proposed by the House. The conference agreement provides funding for an additional 10 positions over the budget request to continue essential air service audits.

## TITLE II—RELATED AGENCIES

## ARCHITECTURAL AND TRANSPORTATION BARRIERS

## COMPLIANCE BOARD

## SALARIES AND EXPENSES

Appropriates \$1,975,000 as proposed by the Senate instead of \$2,000,000 as proposed by the House.

## NATIONAL TRANSPORTATION SAFETY BOARD

## SALARIES AND EXPENSES

Appropriates \$22,300,000 instead of \$22,200,000 as proposed by the Senate and \$22,000,000 as proposed by the House.

Limits funds for official reception and representation expenses to \$500 as proposed by the Senate instead of \$300 as proposed by the House.

## INTERSTATE COMMERCE COMMISSION

## SALARIES AND EXPENSES

Provides a total of \$50,480,000 of which \$2,300,000 shall be derived by transfer as proposed by the House instead of a total of \$49,300,000 including \$2,300,000 by transfer as proposed by the Senate.

The conference agreement includes the following amounts:

Chairman.....	\$500,000
(Staff years).....	(7)
Commissioners.....	\$1,825,000
(Staff years).....	(27)
Satellite offices.....	\$1,050,000
(Staff years).....	(22)
Secretary.....	\$3,100,000
(Staff years).....	(85)
General Counsel.....	\$1,800,000
(Staff years).....	(27)
Proceedings.....	\$8,600,000
(Staff years).....	(150)
Hearings.....	\$570,000
(Staff years).....	(8)
Special Counsel.....	\$525,000
(Staff years).....	(7)
Transportation analysis.....	\$2,400,000
(Staff years).....	(30)
Accounts.....	\$6,910,000
(Staff years).....	(100)
Traffic.....	\$3,800,000
(Staff years).....	(81)

Compliance and Consumer Affairs.....	\$14,400,000
(Staff years).....	(257)
Managing Director.....	\$5,000,000
(Staff years).....	(88)

The conferees expect the Interstate Commerce Commission to use normal reprogramming procedures should it propose to deviate in any way from the staffing allocations or by more than five per cent from the funding allocations listed above.

#### PANAMA CANAL COMMISSION

##### OPERATING EXPENSES

Limits funds for official reception and representation expenses of the Secretary to \$1,000 instead of \$5,000 as proposed by the House. Appropriates \$400,284,000 as proposed by the Senate instead of \$401,284,000 as proposed by the House.

The conference agreement also deletes language proposed by the Senate requiring transfer of capital investment interest to the General fund.

##### CAPITAL OUTLAY

Provides for the purchase of 44 passenger motor vehicles as proposed by the Senate instead of 47 passenger motor vehicles as proposed by the House.

Appropriates \$25,500,000 as proposed by the Senate instead of \$26,500,000 as proposed by the House.

#### DEPARTMENT OF THE TREASURY

##### OFFICE OF THE SECRETARY

##### INVESTMENT IN FUND ANTICIPATION NOTES

Appropriates \$33,500,000 as proposed by the Senate instead of \$35,500,000 as proposed by the House.

#### UNITED STATES RAILWAY ASSOCIATION

##### ADMINISTRATIVE EXPENSES

Appropriates \$2,400,000 as proposed by the Senate instead of \$2,100,000 as proposed by the House.

#### TITLE III—GENERAL PROVISIONS

Restores House language prohibiting the use of funds for the planning or implementation of any change in the current federal status of the Transportation Systems Center.

Prohibits funds for salaries and expenses of more than 138 political appointees in the Department of Transportation instead of 105 political appointees as proposed by the House.

Limits funds for the Department of Transportation for expenses of advisory committees to \$1,700,000 instead of \$1,000,000 as proposed by the House.

The conferees have deleted the statutory requirement for letters of intent for Seattle, Los Angeles and Miami. However, the confer-

ence agreement includes languages requiring the Secretary to commence negotiations with appropriate local authorities to execute full funding contracts for Seattle, Los Angeles and Miami based upon past-years' funding and the available fiscal year 1986 funding identified elsewhere in the statement of the managers. Future years' funding will be considered in subsequent appropriation Acts. Such contracts shall provide for completion of these projects according to the following distribution:

*Total Federal funding*

<i>Project</i>	<i>Amount</i>
Los Angeles, MOS-1 .....	\$429,000,000
Miami, DCM (north and south legs).....	180,000,000
Seattle, bus tunnel.....	175,000,000

In directing the Secretary to enter into negotiations of full funding contracts, the conferees expect that at least the following conditions will be included in such contracts. Each contract shall provide for a stable and reliable financial plan, agreed upon by both parties. The financial plan required should also identify actions to be taken if revenue forecasts prove to be inadequate with reference to capital and operating costs.

In setting a limit in UMTA's financial participation in these projects, the conferees do not intend to include cost overruns in excess of agreed upon extraordinary costs under the full funding contracts. The contracts shall contain language to provide that such cost overruns will be paid for from non-federal sources of funds. Also, assurances should be provided for adequate bus operations to support each system and other transit needs.

The conferees fully expect the Secretary and the designated cities to reach agreement within the 90-day time limit. This deadline may only be extended upon agreement by both parties. If the deadline is not met, the conferees expect the parties to report to the House and Senate Committees on Appropriations on the reason for any delays and to continue reporting on the status of the negotiations at regular intervals until each contract is executed.

In the absence of good faith negotiations by either party, the conferees intend to revisit the necessity for further legislative action regarding full funding contracts for these three projects.

Restores House language requiring the Urban Mass Transportation Administration to enter into a contract with the Southern California Rapid Transit District to conduct a study of the potential methane gas risks relating to the proposed alignment of the Metro Rail Project beyond the Minimum Operable Segment, MOS-1. An environmental impact statement (EIS) must be prepared in accordance with the National Environmental Policy Act and UMTA procedures. In addition to the already completed EIS, the Southern California Rapid Transit District must assess the geological risks of the project and methods for mitigating them. Such assessment must be conducted according to the language outlined in the resolution.

Restores House language providing that tolls collected for motor vehicles on any bridge connecting the borough of Brooklyn, New York, and Staten Island, New York, shall only be collected for those vehicles exiting for such bridge in Staten Island.

Inserts language proposed by the Senate allowing the State of Wyoming to conduct a 2-year demonstration project to determine the effects on the Interstate system of trucks that exceed the 80,000 pounds gross vehicle weight limit.

The conferees expect that after the completion of the demonstration project, the State of Wyoming will transmit to the Secretary of Transportation any study which the State of Wyoming conducts regarding such demonstration project. Within 30 months after the date of enactment of the accompanying resolution, the Secretary of Transportation shall submit to the Congress an evaluation of such demonstration project. Such evaluation shall include an assessment of the safety performance of such vehicles, and the effects of such vehicles on the condition of the highways over which they were operated.

Inserts language proposed by the Senate exempting funds received by a recipient of funds under section 18 pursuant to a service agreement with a State or local social service agency or a private social service organization from the definition of the term "Federal funds or revenues".

Deletes language proposed by the Senate requiring the Secretary to release all funds made available for fiscal year 1986 and prior years for grants under the contract authority authorized by section 21(a)(2)(B) of the Urban Mass Transportation Act of 1964, as amended, within 90 days.

Inserts language proposed by the Senate categorizing the proposed Belle Vernon Bypass as an open-to-traffic segment rather than an essential gap and enabling Pennsylvania to transfer an amount equivalent to the cost to complete the segment from its Interstate construction apportionment to Interstate 4R.

Inserts language proposed by the Senate requiring the United States government to indemnify any person who publishes aeronautical charts or maps under certain circumstances.

The conference agreement requires the United States to enter into agreements to indemnify the publishers of aeronautical charts or maps who incur liability for accurately depicting defective or deficient flight procedures promulgated by the Federal Aviation Administration, except where the defect or deficiency is obvious.

This section is not intended to impose a general duty on the publishers to verify independently the accuracy or safety of Federal Aviation Administration flight procedures or airways, or to imply that the publishers have the means to do so, except where there are obvious defects or deficiencies in such flight procedures or airways. It is not the conferees' intention to impose an unreasonable burden on the publisher.

The conferees have agreed to the Senate language because of the unusual conditions involved in the publication of such charts. It is therefore the intention of the conferees that this indemnification provision is not to be treated as a precedent for any other situation involving potential federal tort liability.

Inserts language proposed by the Senate permitting New York State to obligate interstate construction funds apportioned during fiscal year 1986 for both interstate construction projects and interstate substitute highway projects.

The conference agreement also includes language prohibiting the use of certain mass transportation section 9 grant funds to cover cost overruns of the Detroit central automated transit (people-mover) system.

Inserts language proposed by the Senate disapproving the proposed deferral (D86-21) of \$223,600,000 in UMTA section 3 funds for new start projects in five cities which would be distributed as follows:

Los Angeles .....	\$129,000,000
Miami .....	71,500,000
San Diego .....	11,300,000
Jacksonville.....	10,000,000

Inserts language proposed by the Senate extending the term of the current United States Railway Association Chairman from 1985 to 1987 and requiring that the Chairman not have any financial relationship with any freight railroad.

Inserts language proposed by the Senate authorizing a transfer of the authority of the Maine-New Hampshire interstate bridge authority to the States of Maine and New Hampshire.

Deletes language proposed by the Senate providing a 1.6 percent reduction in "each dollar amount contained in this Act which is provided for non-defense discretionary programs and activities", excluding Panama Canal appropriations, and a reduction in transit operating assistance to \$856,000,000.

Includes language increasing the State limitation for receipt of federal-aid highway emergency relief funds from \$30,000,000 to \$55,000,000 for grants associated with disasters that occurred in calendar year 1985.

Inserts language requiring the Secretary of Transportation to issue in the Federal Register a notice of intent to prepare an environmental impact statement (EIS) for the construction of the north and south legs of the downtown component of Metrorail in Dade County, Florida. The conferees expect the EIS for the construction of the north and south legs of the downtown component of Metrorail to consider appropriate alignment options and the cost-effectiveness of each leg. In addition the conferees reiterate the language contained in House Report 99-403.

**DEPARTMENTS OF LABOR, HEALTH AND HUMAN SERVICES AND  
EDUCATION AND RELATED AGENCIES**

**RATE FOR OPERATIONS**

Amendment No. 9: Inserts language proposed by the Senate changing the rate for operations for the Departments of Labor, Health and Human Services and Education and Related Agencies to the rate provided in the conference report on H.R. 3424 as adopted by the House of Representatives on December 5, 1985. The House bill provided for the rate as filed in the House of Representatives on November 21, 1985.

**DEFINITION OF PROGRAM, PROJECT, AND ACTIVITY**

Amendment No. 10: Inserts a provision which identifies the part of the statement of the managers entitled "Definition of Program,

Project, and Activity as provided for by Public Law 99-177, the Balanced Budget and Emergency Deficit Control Act of 1985" as the report filed by the House and Senate Committees on Appropriations defining "program, project, and activity" pursuant to section 252(a)(6)(D)(i)(II) of Public Law 99-177.

The House language, which was stricken by the Senate, provided for the Military Construction Appropriations Act, 1986 (H.R. 3327), at the rate specified in the conference report. The President signed H.R. 3327 into law on December 10, 1985. Therefore, the language specifying funding levels has been deleted.

The following section provides the definition of "program, project, and activity" as provided for in the Balanced Budget Act and is arranged in appropriations bill order.

**DEFINITION OF "PROGRAM, PROJECT, AND ACTIVITY" AS PROVIDED FOR BY PUBLIC LAW 99-177, THE BALANCED BUDGET AND EMERGENCY DEFICIT CONTROL ACT OF 1985**

The balanced budget act provides that when funds provided in annual appropriations Acts are sequestered, it shall be done from each affected program, project, and activity as set forth in the most recently enacted applicable appropriations Acts and accompanying committee reports including joint resolutions providing continuing appropriations and accompanying reports for the program, project, or activity in question.

Since most appropriations Acts were already reported by the time the balanced budget legislation was considered, a special provision was included in Public Law 99-177 to allow the Appropriations Committees to define for fiscal year 1986 "programs, projects, and activities." The provision is as follows:

"The Committees on Appropriations of the House of Representatives and the Senate may, after consultation with each other, define the term program, project, and activity, and report to their respective Houses, with respect to matters within their jurisdiction, and the order issued by the President shall sequester funds in accordance with such definition."

The following report is submitted by the managers on behalf of the Committees on Appropriations to their respective Houses for the purposes of Sec. 252(a)(1)(B)(i) and Sec. 252(a)(6)(D)(i)(II) of Public Law 99-177:

**AGRICULTURE, RURAL DEVELOPMENT AND RELATED AGENCIES**

During fiscal year 1986, for purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the following information provides the definition of the term "program, project, and activity" for departments and agencies under the jurisdiction of the Agriculture, Rural Development and Related Agencies Subcommittee. The term "program, project, and activity" shall include the most specific level of budget items identified in the Agriculture, Rural Development and Related Agencies Appropriations Act, 1986 (H.R. 3037), the House and Senate Committee reports (H. Rept. 99-211 and S. Rept. 99-137), and the conference report and accompanying joint explanatory statement of the managers of the committee of conference (H. Rept. 99-439).

In implementing the Presidential Order, departments and agencies shall apply the percentage reduction required for fiscal year 1986 pursuant to the provisions of Public Law 99-177 to all items specified in the explanatory notes submitted to the Committees on Appropriations of the House and Senate in support of the fiscal year 1986 budget estimates, as amended, for such departments and agencies, as modified by Congressional action, and in addition:

For the Agricultural Research Service the definition shall include specific research locations as identified in the explanatory notes and lines of research specifically identified in the reports of the House and Senate Appropriations Committees.

For the Soil Conservation Service the definition shall include individual flood prevention projects as identified in the explanatory notes and individual operational watershed projects as summarized in the notes.

For the Farmers Home Administration the definition shall include individual State, district and county offices.

For the Agricultural Stabilization and Conservation Service the definition shall include individual State and county offices.

**DEPARTMENTS OF COMMERCE, JUSTICE, STATE, THE JUDICIARY AND  
RELATED AGENCIES**

During the fiscal year 1986, for purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the following information provides the definition of the term "program, project, and activity" for departments and agencies under the jurisdiction of the Commerce, Justice, State, the Judiciary and Related Agencies Subcommittee. The term "program, project, and activity" shall include the most specific level of budget items identified in the Departments of Commerce, Justice, and State, the Judiciary and Related Agencies Appropriations Act, 1986 (P.L. 99-180), the House and Senate Committee reports (H. Rept. 99-197 and S. Rept. 99-150), and the conference report and accompanying joint explanatory statement of the managers of the committee of conference (H. Rept. 99-414).

In implementing the Presidential Order, departments and agencies shall apply the percentage reduction required for fiscal year 1986 pursuant to the provisions of Public Law 99-177 to each program, project, activity and subactivity specified in the budget justification documents submitted to the Committees on Appropriations of the House and Senate in support of the fiscal year 1986 budget estimates, as amended, for such departments and agencies, as modified by Congressional action. In addition, the departments and agencies in implementing the Presidential order, shall not (1) eliminate any program, project or activity; (2) reorder priorities or funds; or (3) initiate any program, project or activity that was not funded in P.L. 99-180. However, for purposes of program extension these departments and agencies may propose reprogrammings between programs, projects, and activities pursuant to the provisions of P.L. 99-180 after they implement the reductions required under the Balanced Budget Act.

DEPARTMENT OF DEFENSE

For the purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the following information provides the definition of the term "program, project, and activity" for appropriations contained in the Department of Defense Appropriations Act. The term "program, project, and activity" shall include the most specific level of budget items identified in the Department of Defense Appropriations Act, 1986 (H.R. 3629), as passed the House on October 30, 1985 and as reported by the Senate on November 6, 1985, the House and Senate Appropriations Committee reports (H. Rept. 99-332 and S. Rept. 99-176 and the related classified annexes), the conference report and the accompanying joint explanatory statement of the managers of the committee of conference on the Further Continuing Resolution, 1986 (H.J. Res. 465, including the related classified annexes), and the P-1 and R-1 budget justification documents as subsequently modified by Congressional action.

In carrying out the Presidential sequestration order, the Department and agencies shall conform to the definition for "program, project, and activity" as set forth above, and in addition:

For the Military Personnel accounts, the definition shall include the appropriation accounts identified in the Department of Defense Appropriations Act, 1986, the Further Continuing Resolution, 1986 (H.J. Res. 465), and the accompanying House, Senate, and conference reports and accompanying statements of the managers, and further delineated in the program and financing schedules set forth in the Appendix to the Budget of the United States Government for fiscal year 1986, as modified by subsequent Congressional action.

For the Operation and Maintenance accounts, the definition shall include the appropriations accounts identified in the Department of Defense Appropriation Act, 1986, the Further Continuing Resolution, 1986 (H.J. Res. 465), and the accompanying House, Senate, and conference reports and the accompanying statements of the managers and further delineated in the program and financing schedules set forth in the Appendix to the Budget of the United States Government for fiscal year 1986, as modified by subsequent Congressional action.

For the National Foreign Intelligence Program, the definition shall further include the expenditure centers identified in the Congressional budget justification documents for fiscal year 1986, as modified by subsequent Congressional action.

The Department and agencies should carry forth the Presidential sequestration order in a manner that would not adversely affect or alter Congressional policies and priorities established for the Department of Defense and related agencies.

DISTRICT OF COLUMBIA

For purposes of sequestering new budget authority for Federal funds provided in the District of Columbia Appropriations Act, 1986 (H.R. 3067) under the terms prescribed in the Balanced Budget and Emergency Deficit Control Act of 1985, Public Law 99-177, the term "program, project, and activity" shall be defined as



any items specifically identified in written material set forth in enacted appropriations Acts and accompanying committee reports, including joint resolutions providing continuing appropriations and committee reports accompanying Acts referred to in such resolutions.

#### ENERGY AND WATER DEVELOPMENT

During fiscal year 1986, for purposes of section 252 of Public Law 99-177, the Balanced Budget and Emergency Deficit Control Act of 1985, "program, project, and activity" as related to the Energy and Water Development Appropriation Act, 1986 (P.L. 99-141) and subsequent continuing resolutions for fiscal year 1986 affecting the Energy and Water Development Program, shall be defined for the purposes of deficit reduction and sequestration to include items in the fiscal year 1986 budget submission of the President as subsequently altered, modified or changed by Congressional action and identified in the Energy and Water Development Appropriations Act, 1986, House and Senate committee reports (H. Rept. 99-195 and S. Rept. 99-110), the conference report and accompanying joint explanatory statement of the managers of the committee of conference (H. Rept. 99-307).

It is the intention that, for purposes of the Balanced Budget Act, each of the programs, projects and activities, as defined above, shall be appropriately funded and subsequently all reductions shall be made proportionately by applying the same reduction percentage as the percentage by which the account is reduced overall. For the purpose of program execution, it is not intended that normal reprogramming between programs, projects and activities necessitated by unforeseen circumstances beyond the control of the agency or required flexibility for normal operation and maintenance, or needed for the efficient prosecution and completion of scheduled work, or for other programmatic needs be precluded. In carrying out the Presidential Order, the agencies shall apply this definition and shall include additionally any and all individual items or line items listed, discussed, described, included in or in any way identified or referred to in narrative or tabular documentation or references including the supporting justification material submitted by the agencies. It is not intended that this be used (1) to eliminate programs, projects or activities, (2) to disproportionately reduce personnel, (3) to otherwise reorder funds or priorities, or (4) to initiate unfunded new programs, projects or activities. It is also the intention that reductions apply to budget authority after the normal application of general reductions and savings and slippage.

#### FOREIGN ASSISTANCE AND RELATED PROGRAMS

For the purpose of the Foreign Assistance and Related Programs Appropriations Act (H.R. 3228) "program, project, and activity" shall be defined at the appropriations Act account level and shall include all appropriations Act earmarks, ceilings, and limitations with the exception that for the following accounts: Economic Support Fund; Military Assistance; and Foreign Military Credit Sales, "program, project, and activity" shall also be considered to include country, regional, and central program level funding within each

such account; for the functional development assistance accounts of the Agency for International Development "program, project, and activity" shall also be considered to include central program level funding, either as (1) justified to the Congress, or (2) allocated by the Executive Branch in accordance with a report, to be provided to the Committees on Appropriations within thirty days of enactment of a Foreign Assistance and Related Programs Appropriations Act or of enactment of a continuing resolution containing funding for these programs for the balance of the fiscal year, as required by Sec. 653(a) of the Foreign Assistance Act of 1961, as amended, whichever is the more recent action. In addition, no "program, project, or activity" which has been justified to the Congress may be eliminated through the sequestering process.

#### HUD-INDEPENDENT AGENCIES

During the fiscal year 1986, for purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the following information provides the definition of the term "program, project, and activity" for departments and agencies under the jurisdiction of HUD-Independent Agencies Subcommittee. The term "program, project, and activity" shall include the most specific level of budget items identified in the Housing and Urban Development-Independent Agencies Appropriations Act, 1986 (Public Law 99-160), the House and Senate Committee reports (H. Rept. 99-212 and S. Rept. 99-129), and the conference report and accompanying joint explanatory statement of the managers of the committee of conference (H. Rept. 99-363).

In implementing the Presidential Order, departments and agencies shall apply the percentage reduction required for fiscal year 1986 pursuant to the provisions of Public Law 99-177 to each program, project, activity and subactivity contained in the budget justification documents submitted to the Committees on Appropriations of the House and Senate in support of the fiscal year 1986 budget estimates, as amended, for such departments and agencies as have been subsequently altered, modified or changed by Congressional action identified by the aforementioned acts, resolutions and reports. Further, it is intended that in implementing the Presidential Order, (1) no program, project or activity should be eliminated, (2) no re-ordering of funds or priorities occur, and (3) no unfunded program, project or activity be initiated. However, for the purposes of program execution, it is not intended that normal re-programming between programs, projects and activities be precluded *after* reductions required under the Balanced Budget Act are implemented.

#### INTERIOR AND RELATED AGENCIES

As provided for by section 252(a)(6)(D)(i)(II) of Public Law 99-177 and for the purposes of a Presidential Order issued pursuant to section 252 of said Act, the term "program, project, and activity" for items under the jurisdiction of the Appropriations Subcommittees on Interior and Related Agencies of the House of Representatives and the Senate is defined as (1) any item specifically identified in tables or written material set forth in the Interior and Related

Agencies Appropriations Act, 1986 (H.R. 3011) and accompanying committee reports (H. Rept. 99-205 and S. Rept. 99-141), and the joint resolution providing continuing appropriations (H.J. Res. 465) and the conference report and accompanying joint explanatory statement of the managers of the committees of conference; (2) any Government-owned or Government-operated facility, and (3) management units, such as national parks, national forests, fish hatcheries, wildlife refuges and the like, for which funds are provided in fiscal year 1986.

**DEPARTMENTS OF LABOR, HEALTH AND HUMAN SERVICES AND  
EDUCATION AND RELATED AGENCIES**

During fiscal year 1986, for purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the following information provides the definition of the term "program, project, and activity" for departments and agencies under the jurisdiction of the Labor, Health and Human Services, and Education and Related Agencies Subcommittee. The term "program, project and activity" shall include the most specific level of budget items identified in Departments of Labor, Health and Human Services, and Education, and Related Agencies Appropriations Act, 1986 (Public Law 99-178), the House and Senate Committee reports (H. Rept. 99-289 and S. Rept. 99-151), the conference report and accompanying joint explanatory statement of the managers of the committee of conference (H. Rept. 99-402) and the tables inserted on pages H10915 through H10940 of the Congressional Record of December 5, 1985.

**LEGISLATIVE BRANCH**

For purposes of sequestering new budget authority and reducing obligation limitations for funds provided in the Legislative Branch Appropriations Act, 1986 (Public Law 99-151), under the terms prescribed in the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the term "program, project, and activity" shall be synonymous with each appropriation account in the Act. Thus, the base which each sequestration or reduction is taken shall be the appropriation account specified in the Act. The sequestration and reduction so ordered will be administered by each Congressional operation or agency as follows: in the case of items for the House of Representatives and Joint Items disbursed by the House of Representatives, the Clerk of the House; in the case of items for the Senate and Joint Items disbursed by the Senate, by the Secretary of the Senate; in the case of the Library of Congress, including the Congressional Research Service, by the Librarian of Congress; and the heads of each of the following: Architect of the Capitol; Office of Technology Assessment; Congressional Budget Office; Government Printing Office; Botanical Garden; Copyright Royalty Tribunal; General Accounting Office; and the Railroad Accounting Principles Board. In administering such sequestrations and reductions, the normal reprogramming procedures of the House and Senate Committees on Appropriations shall apply.

#### MILITARY CONSTRUCTION

For the purposes of the Military Construction Appropriations for fiscal year 1986 the term "program, project, and activity" is defined as any item identified as a project activity or line item listed in the conference report and joint explanatory statement of the managers (H. Rept. 99-380) and reflected in the tables inserted on pages H10336 through H10380 of the Congressional Record of November 20, 1985. It is also the intention that sequestration apply to budget authority after the application of the general reductions shown in the tables accompanying the Military Construction Appropriations conference report.

#### TRANSPORTATION AND RELATED AGENCIES

For purposes of section 252(a)(6)(D)(i)(II) of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), with respect to appropriations contained in the Department of Transportation and Related Agencies Appropriation Act, 1986 (H.R. 3244) the term "program, project, and activity" shall mean any item for which a dollar amount is contained in an appropriation Act (including joint resolutions providing continuing appropriations), accompanying reports of the House and Senate Committee on Appropriations (H. Rept. 99-256 and S. Rept. 99-152), and accompanying conference reports and joint explanatory statements of the committee of conference. This definition shall apply to all programs for which new budget (obligational) authority is provided, as well as to Discretionary grants, Urban Mass Transportation Administration and Interstate transfer grants-highways, Federal Highway Administration. In implementing the Presidential Order, departments and agencies shall apply the percentage reduction required for fiscal year 1986 pursuant to the provisions of Public Law 99-177 to funds appropriated for facilities and equipment, Federal Aviation Administration and for Acquisition, construction, and improvements, Coast Guard, equally to each "budget item" that is listed under said accounts in the budget justifications submitted to the House and Senate Committees on Appropriations as modified by subsequent appropriation Acts and accompanying committee reports, conference reports, or joint explanatory statements of the committee of conference.

#### TREASURY, POSTAL SERVICE AND GENERAL GOVERNMENT

During fiscal year 1986, for purposes of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177), the following information provides the definition of the term "program, project and activity" for departments and agencies under the jurisdiction of the Treasury, Postal Service and General Government Subcommittee. The term "program, project and activity" shall include the most specific level of budget items identified in the Treasury, Postal Service and General Government Appropriations Act, 1986 (H.R. 3036), the House and Senate committee reports (H. Rept. 99-210 and S. Rept. 99-133), and the conference report and accompanying joint explanatory statement of the managers of the committee of conference (H. Rept. 99-349). (Under the above definition,

the Federal Buildings Fund, the Bureau of Engraving and Printing Fund and other intragovernmental funds are exempt under section 255(g)(1) of Public Law 99-177.)

TREASURY, POSTAL SERVICE AND GENERAL GOVERNMENT

Amendment No. 11: Restores subsection letter (i) as proposed by the House.

Amendment No. 12: Inserts language proposed by the Senate which makes a technical change by inserting the words "and the Senate". The Senate passed the Conference Report on H.R. 3036 on November 7, the same day the Conference Report passed the House.

Amendment No. 13: Inserts a provision proposed by the Senate amended to appropriate \$1,065,000,000 for processing tax returns by the Internal Revenue Service of \$1,019,391,000 as proposed by the Senate and \$1,103,041,000 as proposed by the House. This provision also appropriates \$1,419,451,000 for the examinations and appeals activity of the Internal Revenue Service and \$748,000,000 for Payment to the Postal Service Fund as proposed by the Senate. The conferees understand that the Administration will not request a supplemental for the revenue forgone subsidy. The conferees direct the Postal Service to meet the liabilities of the former Post Office Department to the Employees' Compensation Fund.

The conferees direct the Secretary of the Treasury to study the feasibility of transferring jurisdiction over Customs Bonded Warehouses used exclusively for the storage of imported alcohol beverages to ATF, and to report its findings to the Committees by March 1, 1986.

FOREIGN ASSISTANCE AND RELATED PROGRAMS

Amendment No. 14: Provides for funding for foreign assistance programs for fiscal year 1986. The amendment inserts the conference agreement for Foreign Assistance and Related Programs for fiscal year 1986. House language would have provided for foreign assistance programs at the level and terms and conditions of H.R. 3228 as reported to the House of Representatives on August 1, 1985 and modified by H.J. Resolution 465. Senate language would have provided for similar programs contained in S. 1816 as reported to the Senate on October 31, 1985 and modified by H.J. Resolution 465.

A summary of the title totals of the bill follows:

WITHHOLDING OF FUNDS

The question frequently arises as to when and under what conditions Federal funds may be withheld.

Various federal statutes govern the obligation of federal funds after they have been appropriated by Congress. After the President has signed an appropriations measure, these laws require the funds be made available for obligation for the purpose for which they were appropriated. In a limited number of circumstances funds may be withheld pursuant to provisions enacted into law. The conferees stress that funds made available under this resolution

should be obligated pursuant to law. When any law is used to withhold funds, the funds are to be available for obligation until the message proposing withholding is transmitted to the Congress. This applies additionally to projects that have been planned and are ongoing in nature and involve commitments made over a period of time to assure continuation through completion of such projects.

	FY 1986 estimates		
	House	Senate	Conference
<b>TITLE I—MULTILATERAL ECONOMIC ASSISTANCE</b>			
Contributions to International Financial Institutions.....	1,347,623,934	1,293,409,287	1,193,847,240
International organizations and programs.....	196,211,000	298,364,800	277,922,475
Total, contribution for Multilateral Economic Assistance.....	1,543,834,934	1,591,774,087	1,471,769,715
<b>TITLE II—BILATERAL ECONOMIC ASSISTANCE</b>			
Bilateral Development Assistance.....	2,767,407,000	2,662,342,530	2,717,060,730
Economic support fund.....	4,024,000,000	3,689,386,666	3,700,000,000
Total, Bilateral Economic Assistance.....	6,791,407,000	6,351,629,196	6,417,060,730
<b>TITLE III—MILITARY ASSISTANCE</b>			
Military Assistance.....	976,350,000	764,648,000	782,000,000
Foreign Military Credit Sales.....	5,655,000,000	5,058,983,333	5,190,000,000
Other.....	65,650,000	94,489,500	94,489,500
Total, Military Assistance Programs.....	6,697,000,000	5,918,120,833	6,026,489,500
<b>TITLE IV—EXPORT-IMPORT BANK OF THE UNITED STATES</b>			
Budget authority effect of Ex-Im limitations.....	.....	783,879,167	1,110,000,000
Total MBOA (including Ex-Im).....	15,032,241,934	14,605,403,283	15,749,790,886

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**TITLE I**

**MULTILATERAL ECONOMIC ASSISTANCE**

The following table shows the conference agreement for Title I,  
Multilateral Economic Assistance:



	FY 1986 estimates	House	Senate	Conference
TITLE I—MULTILATERAL ECONOMIC ASSISTANCE				
FUNDS APPROPRIATED TO THE PRESIDENT				
International Financial Institutions				
Contribution to the International Bank for Reconstruction and Development:				
Paid-in capital.....	182,870,597	151,782,596	109,720,549	109,720,549
Contribution to the International Development Association (IDA VI).....	750,000,000	750,000,000	375,000,000	700,000,000
International Finance Corporation.....	35,033,800	29,077,390	35,033,000	29,077,390
Contribution to the Special Facility for Sub Saharan Africa.....				75,000,000
Contribution to the Inter-American Development Bank:				
Fund for special operations.....	72,500,000	72,500,000	40,000,000	40,000,000
Inter-regional paid-capital.....	58,000,983	58,000,983	38,000,983	38,000,983
Inter-American Investment Corporation.....	13,000,000	11,700,000	13,000,000	11,700,000
Contribution to the Asian Development Bank:				
Paid-in capital.....	13,232,676	11,989,408	13,232,676	11,909,408
Development fund.....	130,000,000	130,000,000	100,000,000	100,000,000
Contribution to the African Development Fund.....	75,000,000	62,250,000	75,000,000	62,250,000
Contribution to the African Development Bank:				
Paid-in capital.....	17,986,678	16,188,910	17,986,678	16,188,910
Total: Contributions to International Financial Institution.....	11,347,623,934	1,293,409,287	816,973,886	1,193,847,240
Department of State				
International organizations and programs.....	196,211,000	298,364,000	287,360,000	277,922,475
Totals: Contribution for Multilateral Economic Assistance.....	1,543,834,934	1,591,774,087	1,104,333,886	1,471,769,715

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## SPECIAL FACILITY FOR SUB-SAHARAN AFRICA

The Conferees agree to provide \$75,000,000 for the Special Facility for Sub-Saharan Africa under Title I, Multilateral Economic Assistance. The House had originally funded the contribution to this facility under the Economic Support Fund in Title II. The Senate had provided no funding for the facility.

## ASIAN DEVELOPMENT BANK

The Conferees agree that support of the Asian Development Bank will be discontinued if the Republic of China (Taiwan) is prevented from remaining as a full member of the Bank. Its status and designation within the Asian Development Bank must remain unaltered notwithstanding how the issue of the People's Republic of China's application for membership is finally determined.

## INTERNATIONAL ORGANIZATIONS AND PROGRAMS

The following table shows the conference agreement for the International Organizations and Programs account.

<i>Organization</i>	<i>Conference Agreement</i>
UNDP.....	\$148,500,000
UNICEF.....	48,150,000
World Food Program.....	1,900,000
U.N. Capital Development Fund.....	900,000
U.N. Decade for Women.....	250,000
International Convention and Scientific Organization Contributions	1,282,500
World Meteorological Organization Voluntary cooperation.....	1,800,000
International Atomic Energy Agency.....	17,715,000
U.N. Environment Program.....	9,000,000
U.N. Education and Training Program for South Africa.....	900,000
UNDP Trust Fund to Combat Poverty and Hunger in Africa.....	1,429,975
Institute for Namibia.....	225,000
U.N. Trust Fund for South Africa.....	0
Convention on International Trade in Endangered Species.....	180,000
UNIDO Investment Promotion Service.....	0
U.N. Fellowship Program.....	225,000
World Heritage Fund.....	250,000
U.N. Voluntary Fund for Victims of Torture.....	90,000
Center on Human Settlements.....	400,000
International Fund for Agricultural Development.....	30,000,000
Organization of American States.....	14,725,000
	\$277,922,475

## INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT

The House and Senate versions of the Continuing Resolution each provided \$50 million in FY 1986 for the International Fund for Agricultural Development (IFAD). This amount was for a U.S. contribution to IFAD's Second Replenishment and, in the House version, to IFAD's Special Program for Africa as well.

The Conferees agree to provide \$30 million for an FY 1986 contribution to IFAD's Second Replenishment, without prejudice to a contribution to IFAD's Special Program for Africa. It is noted that since U.S. participation in IFAD is authorized under Section 103 of the Foreign Assistance Act, funds may be made available, under es-

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established procedures, from the Agriculture, rural development and nutrition account.

**TITLE II**

**BILATERAL ECONOMIC ASSISTANCE**

The following table shows the conference agreement for Title II, Bilateral Economic Assistance:

	FY 1986 estimates	House	Senate	Conference
<b>TITLE II—BILATERAL ECONOMIC ASSISTANCE</b>				
<b>FUNDS APPROPRIATED TO THE PRESIDENT</b>				
Agency for International Development				
Agriculture, rural development, and nutrition, Development Assistance	792,352,000	679,995,000	760,000,000	699,995,900
Population, Development Assistance	250,017,000	261,000,000	250,000,000	250,000,000
Health, Development Assistance	146,427,000	200,824,200	205,000,000	200,824,200
Child Survival Fund	22,500,000	22,500,000	25,000,000	25,000,000
Education and human resources development, Development Assistance	183,533,000	169,949,700	180,000,000	169,949,700
Energy and selected development activities, Development Assistance	210,071,000	174,358,930	190,000,000	174,358,930
Science and technology, Development Assistance	13,000,000	10,790,000	13,000,000	10,790,000
Private sector revolving fund (by transfer)	(20,000,000)	(18,000,000)	(18,000,000)	(18,000,000)
Subtotal, functional development assistance	1,595,400,000	1,519,418,730	1,623,000,000	1,530,918,730
American schools and hospitals abroad	10,000,000	27,000,000	35,000,000	35,000,000
International disaster assistance	25,000,000	22,500,000	25,000,000	22,500,000
Solar development program	80,500,000	87,750,000	80,500,000	80,500,000
Overseas training and special development activities (foreign currency program)	43,122,000	43,122,000	43,122,000	43,122,000
Payment to the Foreign Service Retirement and Disability Fund	5,000,000	5,000,000	5,000,000	5,000,000
AID deobligate/reobligate reappropriation	-26,200,000	-	-	-
Deobligate and rescind Surian termination account	393,700,000	387,000,000	372,200,000	376,350,000
Operating expenses of the Agency for International Development	(200,000,000)	(200,000,000)	(300,000,000)	(250,000,000)
Trade credit insurance program	20,034,000	18,900,000	20,034,000	18,900,000
Trade and development				
Housing and other credit guaranty programs				
Loan reserve				
(Limitation on guaranteed loans)	(45,000,000)	(144,000,000)	(160,000,000)	(152,000,000)
Subtotal, Agency for International Development	2,167,756,000	2,084,490,730	2,229,056,000	2,133,340,730
Economic support fund	4,024,000,000	3,689,286,666	3,745,000,000	3,700,000,000
Total, Agency for International Development	6,191,756,000	5,773,777,396	5,974,056,000	5,833,340,730
African Development Foundation				
Appropriations <sup>1</sup>	1,012,000	4,000,000	1,012,000	3,872,000
Inter-American Foundation				
Appropriations	8,800,000	10,792,800	11,969,000	11,969,000
Overseas Private Investment Corporation				
(Limitation on direct loans)	(15,000,000)	(13,500,000)	(15,000,000)	(14,250,000)
(Limitation on guaranteed loans)	(150,000,000)	(135,000,000)	(150,000,000)	(142,500,000)

Total: Funds appropriated to the President.....	6,201,566,000	5,788,570,196	5,987,037,000	5,849,161,730
Independent Agency				
Peace Corps.....	125,200,000	128,600,000	130,000,000	130,000,000
Department of State				
International narcotics control.....	57,709,000	57,529,000	57,529,000	57,529,000
Migration and refugee assistance.....	337,930,000	337,930,000	344,730,000	338,930,000
Anti-terrorism assistance.....	32,000,000	5,000,000	9,840,000	7,420,000
Peacekeeping operations.....	37,000,000	34,000,000	34,000,000	34,000,000
Total, Department of State.....	464,639,000	434,459,000	446,099,000	434,879,000
Total, Bilateral Economic Assistance.....	6,791,407,000	6,351,629,196	6,563,136,000	6,417,060,730

<sup>1</sup> African Development Foundation had additional funds available to be obligated in FY 1985 due to carry over provisions in the FY Continuing Resolution and no year Sahel programs funds.

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**HEALTH, DEVELOPMENT ASSISTANCE AND CHILD SURVIVAL FUND**

The Conferees agree to fund Health, Development Assistance at the House proposed level of \$200,824,200 instead of the Senate level of \$205,000,000. The Conferees agree to earmark \$12,500,000 within the Health, Development Assistance account for child survival programs and activities instead of the original Senate earmark of \$25,000,000.

The Conferees also agree to fund the Child Survival Fund at the Senate proposed level of \$25,000,000 instead of the House proposed level of \$22,500,000. The Conferees further agree to transfer \$12,500,000 in prior year unobligated funds from the amount for Lebanon in the Economic Support Fund to the Child Survival Fund.

**AMERICAN SCHOOLS AND HOSPITALS ABROAD**

The Conferees have been favorably impressed by the programs of the American University of Beirut and Project ORBIS. The American University of Beirut, particularly, has played an important role in an area of the world which has been constantly torn by strife over the last ten years. The Conferees are concerned that these two programs be sufficiently funded and strongly urge the Agency for International Development to fully fund their requests for assistance.

**OPERATING EXPENSES OF THE AGENCY FOR INTERNATIONAL DEVELOPMENT**

**IDCA**

The Conferees agree to the Senate provision prohibiting the use of AID operating expenses to pay for the operating expenses of the International Development Cooperation Agency. This provision recognizes that relevant IDCA functions can continue to be carried out by the AID Administrator pursuant to existing delegations of authority. This provision does not repeal or otherwise affect existing authorization legislation relating to IDCA.

**ACCOUNT CHANGES**

The Conferees agree that for the purpose of funds made available by this act for FY 1986, the Agency for International Development may charge program-related overseas in-country travel to the relevant program (as opposed to the operating expenses) account. Similarly, for FY 1986, the cost of foreign service nationals who carry out program-related functions may also be charged against the relevant program account.

**AID INSPECTOR GENERAL**

The Conferees agree to provide a new account for the Inspector General of the Agency for International Development. The Conferees agree to include a provision allowing for the transfer of some funds from AID operating expenses to the Inspector General's office if necessary. Additionally, within the amount provided for

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the Inspector General, the Conferees agree to provide \$1,600,000 for security purposes.

**AID BUREAU OF EXTERNAL AFFAIRS**

The Conferees agree to drop Senate language which would have limited the number of personnel assigned to AID's Bureau of External Affairs office, to nineteen. The Conferees direct that the Agency for International Development reduce personnel in that office to a level of thirty-four.

**NATIONAL UNIVERSITY IN COSTA RICA**

The Conferees agree to drop the Senate language under the Education and Human Resources Development account, which would have earmarked \$340,000 to support a scholarship program at the National University in Costa Rica. The Conferees also have agreed to drop a provision under the Economic Support Fund account which would have earmarked \$840,000 equivalent in Costa Rican currency for the same project. The Conferees agree however, that this program deserves to be closely considered for funding by AID. This program would support the very worthwhile goal of providing scholarships for young Costa Ricans in the United States as called for by the Kissinger Commission.

**LIMITATION ON DEVELOPMENT ASSISTANCE IN CENTRAL AMERICA**

The Conferees have set a limitation on development assistance activities in Central America at a total of not more than \$250,000,000. Additional funds, if required, may be requested through the notification process of the Committees on Appropriations.

The Conferees strongly support development assistance programs in Sub-Saharan Africa, a region which is relatively worse off by most demographic and economic measures than several other regions. The Conferees strongly encourage the Administration to fund these programs at their full 1986 budget request levels.

**PRIVATE AND VOLUNTARY ORGANIZATIONS**

The Conferees agree that it is appropriate to require that private and voluntary organizations obtain a minimum of twenty percent of their funding from private, non-governmental sources in order to be eligible for participation in programs funded under the Agency for International Development. Further, the Conferees agree that, in implementing this twenty percent rule for the private and voluntary agencies, AID shall not include in the determination of the amount of Government support for an organization the value of commodities (including related transportation) made available to that organization for overseas distribution. It is also the intent of the Conferees that the value of contracts for services and grants for AID-initiated activities shall not be included in determining Government support for such an organization. Lastly, it is further the intent of the Conferees that any application of this rule not interrupt fiscal year 1986 support for ongoing PVO programs of assistance for which Congress has been notified.

**ECONOMIC SUPPORT FUND**

**COMMODITY IMPORT PROGRAM**

The Conferees agree to earmark not less than \$200 million for Commodity Import Program activities in Egypt during FY 1986 as proposed by the Senate. This proposal can include the activities being financed under the ongoing Commodity Import Program as well as those financed by the newly proposed Private Enterprise Commodity Import Program.

**GUATEMALA**

In agreeing to remove the ceiling on the amount of Economic Support Fund assistance which can be made available for Guatemala, the Conferees are acting in light of the continuing progress Guatemala is making toward democracy and respect for human rights. The selection of a Congress and a civilian president in free and fair elections is a significant step forward in constitutional government in Guatemala. The Conferees will continue to watch closely the human rights situation in Guatemala. However, at this time, the Conferees believe that the United States should move quickly to support Guatemala's decisive steps toward democracy and to support the efforts of the newly elected president to address the serious economic difficulties confronting that nation.

**PHILIPPINES**

The Conferees agree to provide FY 1986 assistance to the Philippines, as follows:

	House	Senate	Conference agreement
ESF.....	( <sup>1</sup> )	\$110,000,000	\$125,000,000
MAP.....	\$25,000,000	50,000,000	40,000,000
FMS.....	0	20,000,000	15,000,000

<sup>1</sup> No amount specified.

**TIED AID CREDIT PROGRAM**

The FY 1986 International Security and Development Cooperation Act (P. L. 99-83) contains an earmark of \$50,000,000 in Economic Support Fund monies to carry out a tied aid credit program for U.S. exports. Since the passage of this Act, the Administration has proposed a \$300 million "war chest" to combat unfair trade practices. Therefore, in order to consider both issues, the Conferees agree that obligation of funds for the tied aid credit program be subject to the normal notification process.

**SOUTHERN AFRICA REGIONAL PROGRAM**

Under existing law, \$30 million of the funds made available under the Economic Support Fund are earmarked for Southern Africa regional programs. That same law also provides that 50 percent of this earmark shall be allocated for sector projects supported by the Southern Africa Development Coordination Conference



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(SADCC). SADCC is a regional organization comprised of the nine so-called "front line" states. The Conferees support development assistance and Economic Support Fund projects in Southern Africa, but are concerned that this particular provision of the law may result in U.S. foreign assistance financing of projects in Angola and Mozambique which would otherwise be prohibited by law. The Conferees agree that this particular program will be examined carefully.

**LEBANON**

The Conferees have included a provision which redistributes funds previously appropriated but currently unobligated for Lebanon. This provision transfers \$5,350,000 to UNICEF, \$12,500,000 to the Child Survival Fund, and \$5,000,000 to International Narcotics Control. Following this transfer, approximate \$20,000,000 remains in this fund. The Conferees have included language which tightly restricts the use of these remaining funds solely for Lebanon as proposed by the Senate.

**SYRIA**

The Conferees agree to deobligate and rescind \$11,200,000 from the Syria Termination Account instead of the \$26,200,000 proposed by the House. The Conferees agree that the \$15,000,000 remaining in the account be used only to pay costs associated with the termination of the Syrian economic assistance program in accordance with the original Senate proposal.

**TITLE III—MILITARY ASSISTANCE**

The following table shows the conference agreement for Title III, Military Assistance:

	FY 1986 Estimates	House	Senate	Conference
TITLE III—MILITARY ASSISTANCE				
Funds appropriated to the President				
Military Assistance.....	976,350,000	764,648,000	805,100,000	782,000,000
International Military Education and Training.....	65,650,000	54,489,500	56,221,000	54,489,500
Foreign Military Credit Sales.....				
Direct credits and forgiven loans.....	5,655,000,000	5,058,983,333	5,371,000,000	5,190,000,000
Special Defense Acquisition Fund (limitation on obligations).....	(345,000,000)	(325,000,000)	(345,000,000)	(325,000,000)
Guarantee Reserve Fund.....				
Total Military Assistance Programs.....	6,697,000,000	5,878,120,833	6,282,321,000	6,026,489,500

**GREECE AND TURKEY**

The Conferees direct that military assistance for Greece and Turkey be provided only in accordance with a seven to ten ratio. The Conferees have earmarked military assistance to Greece and Turkey at a level which reflects both the seven to ten ratio and a ten percent reduction from the levels provided in the Senate bill as follows: \$450,000,000; Turkey \$427,852,000; Military Assistance programs—\$215,000,000.

	FMS	MAP	Total
Greece.....	\$450,000,000	0	\$450,000,000
Turkey.....	427,852,000	215,000,000	642,852,000

**TITLE IV—EXPORT-IMPORT BANK OF THE UNITED STATES**

The following table shows the conference agreement for Title IV, Export-Import Bank:

TITLE IV—EXPORT BANK OF THE UNITED STATES

Limitation of Program Activity:			
(Limitation on direct loans).....	(783,879,167)	(1,800,000,000)	(1,110,000,000)
(Limitation on guaranteed loans).....	(12,000,000,000)	(12,000,000,000)	(12,000,000,000)
Limitation on administrative expenses.....	(18,357,000)	(18,000,000)	(18,357,000)
Total Export-Import Bank of the United States (limitations on use of corporate funds).....	(12,018,357,000)	(13,818,000,000)	(13,128,357,000)

## TITLE V—GENERAL PROVISIONS

### DRUG CONTROL

The Conferees agree to include a modified version of a House provision relating to drug control. The House provision was modified by deleting Colombia from the General Provision, section 537, which required that 50 percent of the funds (excluding International Narcotics Control funds) for Colombia, Jamaica and Peru be withheld from obligation unless the President determines and reports to Congress, that these Governments are "sufficiently responsive to the United States Government concerns on drug control and that the added expenditures of the funds for that country are in the national interest of the United States".

The Conferees removed Colombia from the restriction because of the progress that country has made during the past year in its drug control program. The Conferees believe that these efforts should be accelerated in order to avoid U.S. foreign assistance restrictions in the future.

The Conferees agree to retain the second section of this provision which placed additional requirements on the release of funds to Bolivia.

### DEOBLIGATION-REOBLIGATION AUTHORITY

The Conferees agree to provide deob-reob authority to the Agency for International Development. Funds which are deobligated remain available for reobligation for one calendar year from the date of deobligation.

### CESSATION OF ASSISTANCE FOLLOWING MILITARY COUPS

The Conferees agree to Senate language which provides that funds made available under this Act may not be obligated or expended for assistance to any country whose duly elected head of government is deposed by military coup or decree. This provision is in lieu of two separate House provisions which applied this restriction to El Salvador and Guatemala. The provision agreed to covers El Salvador, Guatemala, and any other country whose duly elected head of government is deposed by military coup or decree.

Amendment No. 15: Restores subsection letter proposed by the House.

### TRADE ACT—ADMINISTRATIVE COSTS

Amendment No. 16: Deletes appropriation of \$4,588,000 proposed by the Senate for State administrative costs related to the Trade Act. The House resolution contained no funds for this purpose.

The conferees are concerned that some States will not have sufficient unexpended carryover funds from prior allotments under the Dislocated Workers Assistance Program to maintain ongoing levels of job retraining and support services in program year 1986. Therefore, the conferees direct that in reviewing applications submitted by States for discretionary funds the Secretary of Labor shall give first priority to those applications submitted by States with insufficient unexpended carryover funds from prior year obligations to

maintain ongoing expenditure levels throughout program year 1986. This should provide the desired assistance to those States which have utilized funds provided in prior years while also maintaining the Secretary's responsibility under the Job Training Partnership Act to consider throughout the year proposals submitted by States for special projects that could otherwise not be financed. The Secretary shall report to the House and Senate Appropriations Committees on the amount of carryover funds which are available to each State under section 301(b) of the Act and if additional appropriations are necessary to maintain current program levels in all States.

**FOSTER CARE—RATE OF OPERATIONS**

Amendment No. 17: Inserts language proposed by the Senate which has the effect of providing the current rate of spending for certain expired sections of Title IV-E of the Social Security Act relating to foster care and adoption assistance. The House resolution contained no similar provision.

**PUBLIC BROADCASTING**

Amendment No. 18: Deletes reference to Corporation for Public Broadcasting proposed by the House. An appropriation of \$214,000,000 for the Corporation is included in the regular appropriation Act.

Amendment No. 19: Deletes House language as proposed by the Senate. The House language reads as follows:

Sec. 105. In view of the financial crisis facing many farmers, resulting from embargoes and suspension of exports in 1973, 1974, 1975, and 1980, and failure to use the Commodity Credit Corporation for a loan program which led to a fair price from the user, the Secretary of Agriculture shall use his authority under existing law to provide for nonrecourse loans on basic agricultural commodities at such levels as will reflect a fair return to the farm producer above the cost of production, and to issue such regulations as will carry out this provision and as will provide for payment by the purchaser, rather than by appropriation, for basic commodities sold for domestic use and the Secretary of Agriculture shall issue such regulations as will enable producers of any basic agricultural commodity to produce the amount needed for domestic consumption, to maintain the pipeline, and to regain and retain by competitive sales our normal share of the world market.

The House provisions directed the Secretary to carry our existing law. The House receded to Senate position since the authority to the Secretary continues to exist.

Amendment No. 20: Deletes House language as proposed by the Senate. The House language reads as follows:

Sec. 106. Public Law 99-88 funded a study by the Department of Agriculture to determine the losses suffered by United States farm producers of agricultural products during the last decade as a result of embargoes on the sale of United States agricultural products and the failure to offer for sale in world markets commodities surplus to domestic needs at competitive prices, for use in determining what part of existing indebtedness of farmers should be

canceled as a result of such foreign policy. Pending the completion of the study, the Secretary shall determine, on a case-by-case basis, which borrowers are unable to continue making payments of principal and interest due to embargoes or the failure to sell competitively in world trade and, thereby, qualify for an adjustment of principal and interest due to prevent bankruptcy of foreclosure, all as authorized by existing law.

Upon presentation of substantial evidence to the Secretary that a borrower qualifies, payment of principal and interest shall be suspended and the Secretary shall forego foreclosure of loans owed to the Federal Government, as authorized by law, for 12 months or until an adjustment is agreed upon. Other creditors shall be requested by the Secretary to postpone payments due on the same basis.

The House provision directed the Secretary to take action authorized by existing law. The House receded to the Senate position, since authority to do as the language directs continues to exist.

#### RUIDOSO AIRPORT

Amendment No. 21: Makes a technical correction to the authority included in Public Law 99-98 for the relocation of the Fort Stanton Experiment Station in order to make room for a new Ruidoso airport as proposed by the Senate.

#### SOIL CONSERVATION SERVICE

##### WATERSHED AND FLOOD PREVENTION OPERATIONS

##### EMERGENCY WATERSHED PROTECTION MEASURES

Amendment No. 22: Appropriates \$40,000,000 for emergency assistance to repair watersheds that were damaged by Hurricane Juan and torrential rains this fall, as proposed by the Senate. The conference agreement also amends a U.S. Code citation to clarify that rehabilitation measures are funded.

The conferees agree that there is an urgent need for supplemental funds and that these funds should be used to (a) continue to remove debris from drains, streams, and structure openings to prevent further devastating floods and the resulting hazards to life and property; (b) restore the \$5,000,000 emergency contingency fund; and (c) restore the \$10,000,000 operating funds that have been redirected to provide immediate emergency assistance.

#### FARM CREDIT ADMINISTRATION

Amendment No. 23: Provides an increase in the limitation on administrative expenses of \$9,549,000 (from assessments collected from farm credit system banks) for fiscal year 1986 as proposed by the Senate. The conference agreement also provides that the Comptroller General or his duly authorized representatives shall have access to and the right to examine all books, documents, papers, records, or other recorded information within the possession or control of the Federal land banks and Federal land bank associations, Federal intermediate credit banks and production credit associations and banks for cooperatives.

**EDA BALANCES NOT DISBURSED**

Amendment No. 24: Inserts language proposed by the Senate concerning the use of obligated and undisbursed funds in New York, New York, amended to include the following: similar provisions for funds for New Jersey, California, Alabama and Illinois; clarifying language concerning Red Rock Dam and Lake, Iowa; two grants totalling \$8,500,000 for the Economic Development Administration; and \$2,500,000 for the United States Information Agency to reimburse organizations for expenses related to international games for the handicapped. The House bill contained none of these provisions.

The conference agreement provides that obligated but undisbursed balances from the appropriations pursuant to the Local Public Works Capital Development and Investment Act of 1976 be made available to the locations and for the purposes designated in the Joint Resolution in the following amounts: (1) New York, New York, \$14,100,000; (2) New Jersey, \$1,069,861; (3) California, \$431,012; in addition, the conferees intend that his contribution toward the South Gate project is in addition to, and not in any way in lieu of, other fiscal year 1986 EDA funds to be applied to this important project; (4) Alabama, \$470,224; (5) Illinois, \$819,650; the conferees intend that \$400,000 will be for a grant to the Will County Local Development Company and the balance of these funds will be allocated to the Illinois and Michigan Canal Commission for the purpose of achieving the objectives set forth in establishing the Corridor, for improving economic conditions in the area, engendering long-term, sustainable economic development for the creation of permanent jobs, and to meet additional administrative demands created through the provision of these funds.

The conference agreement also includes language to facilitate activities related to an existing flood control project at Red Rock Dam and Lake, Iowa. When the Red Rock Project was established, some owners were forced to sell flowage easements and not given the opportunity to sell the land instead. This was not the policy on projects since that time. Flooding has been more frequent than anticipated and caused great loss to some owners. Selling land subject to such an easement is very difficult and it would be in the interest of both the government and the owners to purchase the remaining interest where owners desire to sell it. The appraisal of the interests in the real estate involved shall be in accordance with usual appraisal principles, recognizing the percentage of the total fair market value paid for the flowage easement rights presently owned by the United States.

The conference agreement also provides two grants for economic development assistance purposes: (1) Lexington County, South Carolina, and (2) Fort Worth Stockyards. In addition, the conferees direct that, within available funds, the Secretary of Commerce make payment as expeditiously as possible to the City of East Grand Forks, Minnesota, in connection with the City's application for assistance under title I of the Public Works and Economic Development Act as approved by the Economic Development Administration in September, 1983. This is a unique case in that the project



qualifies under recently revised regulations concerning the relocation of grantees.

The conference agreement provides \$2,500,000 to the United States Information Agency for reimbursement of expenses associated with the exchange of athletes, coaches and officials for international games for the handicapped held in the United States as authorized by Public Law 99-93. The agreement also provides that reimbursement for each organization conducting such games shall not exceed the total amount of necessary and reasonable expenses incurred by the organization in excess of donations and government services furnished. The organizations which are expected to apply for reimbursement and the anticipated amounts of their claims are: The XV International Games for the Deaf (not to exceed \$1,977,600); the Fifth National Amputee Championships (not to exceed \$250,000); the 1985 National Cerebral Palsy/Les Autres Games (not to exceed \$330,000); the Ninth Annual National Championship for Blind Athletes (not to exceed \$50,000); the National Wheelchair Athletic Association (not to exceed \$40,000); National Handicapped Sports and Recreation Association (not to exceed \$75,000); and the International Summer Special Olympic Games (not to exceed \$25,000).

The conferees are agreed that the United States Information Agency shall carefully review each claim submitted under this program and provide reimbursement directly to claimants in accordance with the provisions of Public Law 99-93 and this conference agreement. Disbursements to the qualified claimants shall be made within 30 days after claims are submitted to the United States Information Agency. The conferees are further agreed that the United States Information Agency will submit a report to the House and Senate Appropriations Committees by April 1, 1986 concerning reimbursements made under this program and quarterly thereafter to the extent that any unobligated funds remain.

#### INTEGRATED FLOOD OBSERVING AND WARNING SYSTEM

Amendment No. 25: Appropriates \$3,000,000 for the Integrated Flood Observing and Warning System (IFLOWS) as proposed by the Senate.

#### DEPARTMENT OF JUSTICE—"INSIDER TRADING"

Amendment No. 26: Inserts language which prohibits the Department of Justice, for a period of six months, from implementing or adopting as a permanent rule, New Offense Example 363, providing for "insider trading" offenses with the proviso that this language shall not apply to any case pending before the U.S. Parole Commission as of the effective date of this joint resolution. This language is the same as the Senate proposal except for the addition of the proviso. The House bill did not contain any provision on this matter.

The conference agreement is not intended to change the result in any case pending before the United States Parole Commission in which an initial hearing has been held.

**COMPREHENSIVE CRIME COUNTER ACT**

Amendment No. 27: Deletes Sec. 111 proposed by the Senate which would have amended the Comprehensive Crime Control Act of 1984 to permit the deputizing of local law enforcement officers for Federal investigations. This provision, along with the provision in Amendment No. 28, are part of a technical corrections legislative package to the Comprehensive Crime Control Act that the authorizing committees are expected to consider in the second session of the 99th Congress.

Amendment No. 28: Deletes Sec. 112 proposed by the Senate which would have amended the Comprehensive Crime Control Act of 1984 to impose a minimum mandatory five-year prison sentence for a conviction for carrying a firearm during the commission of a serious drug offense.

**COMMISSION ON THE BICENTENNIAL OF THE CONSTITUTION**

Amendment No. 29: Appropriates \$12,000,000 for the Commission on the Bicentennial of the Constitution, removes the limitations in current law on the number of staff and details to the Commission, and provides that the salary of the director of the Commission shall not exceed 95 percent of level I of the Executive Schedule. The Senate had proposed an appropriation of \$20,000,000 and language to remove the limitations on the number of staff and details to the Commission. The House bill did not contain any provision on this matter.

**LEGAL SERVICES CORPORATION**

Amendment No. 30: Inserts language which prohibits unobligated balances for the Legal Services Corporation which are carried over into fiscal year 1986 either by the Corporation or by any of its recipients from being expended unless such funds are expended pursuant to the restrictions and provisions of P.L. 99-180, except that such funds may be expended for continued representation of aliens commenced prior to January 1, 1983, or as approved by the Corporation. The Senate had proposed language which would have prohibited funds appropriated to the Legal Services Corporation and made available to grantees from being expended until such grantees had expended all funds carried over from previous fiscal years unless the failure to expend such funds had been approved by the Legal Services Corporation. The House bill contained no provision on this matter.

The conferees are agreed that attorneys in local legal services programs should not be put in the position of violating a judicial decree or the Code of Professional Responsibility because of the restrictions in the conference agreement. Therefore, the conferees have included a provision in the agreement which would permit the Corporation to waive these restrictions in order to preclude either of these situations.

**SMALL BUSINESS ADMINISTRATION**

Amendment No. 31: Inserts language as proposed by the Senate, with a section number change, which transfers \$10,000,000 from

the Disaster Loan Fund to the Salaries and Expenses account of the Small Business Administration for disaster loan making activities, including loan servicing.

NUCLEAR TRANSFERS TO CHINA

Amendment No. 32: Deletes language proposed by the Senate which would have prohibited the availability of funds for the issuance of any license for export to, or for any approval for the transfer or retransfer to, the People's Republic of China of any nuclear equipment, materials, or technology subject to the Agreement for Cooperation Between the Government of the United States of America and the Government of the People's Republic of China Concerning Peaceful Uses of Nuclear Energy, until the President certifies that standard methods of accounting and inspection have been established for verification.

DEPARTMENT OF DEFENSE—MISCELLANEOUS PROVISIONS

Amendment No. 33: Deletes Senate language requiring the Secretary of Defense, beginning on May 1, 1986, to reduce the rate of obligations from the individual military personnel accounts to insure that none will exceed the appropriation ceiling for fiscal year 1986. This provision is included in the Department of Defense Appropriation Act, 1986 set forth in amendment number 4.

Amendment No. 34: Deletes Senate language limiting Department of Defense obligations and expenditures for consultants and related services for fiscal year 1986 to \$1,277,793,000. The conferees agreed to remove this provision and it is not included in amendment number 4.

Amendment No. 35: Deletes Senate language raising the limitation for emergencies and extraordinary expenses by \$708,000. This issue was agreed to and is addressed in amendment number 4.

Amendment No. 36: Deletes Senate language preventing the Department of Defense from using any paint containing the chemical compound tributyltin to paint naval vessels until the Environmental Protection Agency makes a certification to the Department. This provision was agreed to and is addressed in amendment number 4.

Amendment No. 37: Deletes Senate language appropriating an additional \$400,000 to the Operation and Maintenance, Army National Guard account for the environmental projects program. This addition was agreed to and is addressed in amendment number 4.

Amendment No. 38: Deletes Senate language appropriating an additional \$42,400,000 to the Other Procurement, Army account for the procurement of the M-9 Armored Combat Earthmover. This issue is addressed in amendment number 4 under the Other Procurement, Army account.

Amendment No. 39: Deletes Senate language appropriating an additional \$126,894,000 to the Missile Procurement, Air Force account for Titan 3407 missile procurement. This issue is addressed in amendment number 4 under the Missile Procurement, Air Force account.

Amendment No. 40: Deletes Senate language prohibiting the earmarking of Strategic Defense Initiative funds for contracts with

non-U.S. contractors prior to source selection in order to meet a specific allocation of funds to any allied nation. This provision was agreed to and is addressed in amendment number 4.

Amendment No. 41: Deletes Senate language earmarking \$5,000,000 for a research program to develop new and improved verification techniques to monitor compliance with a possible anti-satellite weapons agreement from the RDT&E, Air Force account. This issue was agreed to and is addressed in amendment number 4.

Amendment No. 42: Deletes Senate language earmarking \$10,000,000 for the Department of Defense/Department of Energy Conventional Munitions Technology Development Program for the RDT&E, Defense Agencies account. The earmarking was adjusted and is addressed in amendment number 4.

Amendment No. 43: Deletes Senate language earmarking \$10,000,000 out of the Research, Development, Test and Evaluation, Defense Agencies account for research, development and acquisition of an advanced super computer. This addition was agreed to and is addressed in amendment number 4.

Amendment No. 44: Deletes Senate language requiring that funds appropriated to or for the use of the Defense Department may not be obligated or expended until they have been authorized by law but exempting the Coastal Defense Augmentation appropriation from this requirement. This provision was agreed to and is addressed in amendment number 4.

Amendment No. 45: Deletes Senate language appropriating \$15,000,000 for acquisition of point air defense in Italy. This addition was agreed to and is addressed in amendment number 4.

Amendment No. 46: Deletes Senate sense of the Congress provision regarding competition for ship maintenance and repair contracts. This issue is addressed in amendment number 4 under the Operation and Maintenance, Navy account.

Amendment No. 47: Amends the section inserted by the Senate to change the language making it a sense of the Congress provision instead of a sense of the Senate provision. The provision addresses fraudulent defense contractor billing and other practices and encourages increased United States Government efforts to expose such practices and to punish offenders.

Amendment No. 48: Deletes Senate language adding the words "authorizing such expenditures and". This language concerns the need to enact authorizing legislation to establish a Mariner Fund and is addressed in amendment number 4.

#### ENERGY AND WATER DEVELOPMENT PROVISIONS

Amendment No. 49: Inserts language proposed by the Senate which amends Section 1302 of Public Law 98-181 to substitute in the first sentence "period of two years" with "period ending January 1, 1989" and conforms section number.

Amendment No. 50: Inserts language proposed by the Senate which directs the Secretary of the Army to accomplish emergency bank stabilization work at Bethel, Dillingham, and Galena, Alaska, and conforms section number.

Amendment No. 51: Inserts language proposed by the Senate which provides that the Secretary of the Army shall include as

part of the non-Federal contribution for the Fairfield Vicinity Streams, California, project the cost of any work carried out by non-Federal interests on the project after December 31, 1973, and conforms section number.

**FOREIGN ASSISTANCE AND RELATED PROGRAMS APPROPRIATIONS  
MISCELLANEOUS PROVISIONS**

Amendment No. 52: Deletes a Senate provision concerning refugee situations. The Conferees agree to include the Senate language in its entirety as part of the conference agreement inserted in Amendment No. 14.

Amendment No. 53: Deletes Senate provision concerning Jordan Arms Sales notification. The Conferees agree to include the Senate language in its entirety as part of the conference agreement inserted in Amendment No. 14.

Amendment No. 54: Deletes a Senate provision concerning child immunization. The Conferees agree to include the Senate language in its entirety as part of the conference agreement inserted in Amendment No. 14.

Amendment No. 55: Deletes a Senate provision concerning Foreign Military Sales concessional loans. The Conferees agree to include the Senate language in its entirety as part of the conference agreement inserted in Amendment No. 14.

Amendment No. 56: Adds Senate language, with a new section number, concerning the denial of most-favored-nation treatment to the products of Afghanistan.

**ENVIRONMENTAL PROTECTION AGENCY**

Amendment No. 57: Inserts language proposed by the Senate appropriating \$2,400,000,000 for construction grants, and amends the section number accordingly. To prevent serious disruption and delays to construction projects, \$600,000,000 is made available immediately. These funds are to be made available and expended only under the formula and other statutory provisions in effect during fiscal year 1985, without earmarkings or setasides for specific projects. In addition, these funds are to be made available for all eligible projects and categories and shall not be limited to existing phased or segmented projects through the apportionment process or other means. The conferees expect to make the remaining \$1,800,000,000 available in a subsequent appropriations Act at the earliest opportunity *after* enactment of the Clean Water Act amendments.

**VETERANS ADMINISTRATION**

Amendment No. 58: Inserts language proposed by the Senate transferring up to \$8,000,000 to the general operating expenses appropriation from the medical care account, amended to change the section number and to delegate the authority to administer certain major construction projects to hospital directors. In providing that up to \$8,000,000 of the 1986 medical care appropriation may be transferred to and merged with the 1986 general operating expenses appropriation, the conferees have received assurance from

the Administrator of Veterans Affairs that the VA would reprogram to personnel compensation and benefits from other object classifications, such as equipment or maintenance and repair projects, such funds as may be necessary to support 193,941 full-time equivalent employees (FTEEs). This FTEE level does not include an estimated 589 in common services employment which must also be funded from the medical care account. Further, the VA has agreed that any funds reprogrammed would not reduce the number of patients treated, either in-house or by contract.

#### DELEGATION OF CERTAIN MAJOR CONSTRUCTION PROJECTS

In the conference report accompanying the 1982 HUD-Independent Agencies Appropriation Act (House Report 97-222), the Committee of Conference agreed that the nursing home care construction projects at Ann Arbor, Fresno, and Tampa would be administered by the hospital directors. The hospital directors were delegated authority to select the architect/engineer to design and/or supervise the construction of the projects. It was hoped that the experiment involving the three nursing home care units would result in more effectively and efficiently managed construction projects.

Pursuant to the conference report, the authority to administer nursing home care construction projects was delegated to the hospital directors. The projects were completed on or ahead of schedule and under budget. Further, there were very positive comments made by the hospital directors involved concerning the benefits derived from delegation during the construction process.

In fiscal year 1985, the Congress further expanded the delegation process to 21 construction projects. It was also understood that the VA had begun a modified delegation process with most other 1985 and 1986 projects. Recently, however, the conferees learned that the VA central office acted to withdraw the delegation program. The conferees do not agree with this decision. Therefore, the Committee of Conference has included language in the joint resolution to continue the delegation of selected projects.

It is the intent of the conferees that the Administrator of Veterans Affairs, in consultation with the Committees on Appropriations, choose 15 fiscal year 1985 and 10 fiscal year 1986 major construction projects to be delegated to the respective hospital directors. The terms and conditions of the delegation are to be those granted to the hospital directors for the nursing home care construction projects at Ann Arbor, Fresno, and Tampa. Those conditions are delineated as follows:

1. The hospital directors are authorized to delegate the authority further as appropriate.
2. The authority delegated includes, but is not limited to, full responsibility for supervising the site selection, design, and construction of the respective projects, and the making of monthly and final payments to contractors. The Office of Construction and the Department of Medicine and Surgery will provide advice to hospital directors regarding these projects when so requested by the hospital directors or their staffs.
3. The administration of these projects will be in compliance with all applicable statutes and regulations, including the National Fire

Protection Code (which includes the National Electric Code), State codes where appropriate, and VA construction criteria. The projects should make an effort to comply with seismic standards.

4. The design will conform to the standards set out in VA handbook H 08-3, VA Construction Standards. The hospital directors may authorize deviations from such construction standards, but must advise the Administrator in writing prior to authorizing such actions.

Further, the VA is urged to delegate planning and design of all future major construction projects to the hospital directors. Delegation of the construction phase is to be determined by the Administrator. This process will insure that hospital construction projects will benefit from the views of the employees who must utilize the projects when completed. Above all, this process will be beneficial to veteran patients and provide for a more effective and efficient construction program.

Amendment No. 59: Deletes language proposed by the Senate appropriating \$55,000,000 for a veterans job training program.

#### DEPARTMENT OF THE INTERIOR AND RELATED AGENCIES

##### MISCELLANEOUS PROVISIONS

Amendment No. 60: Provides that no funds shall be expended by the Secretary of the Interior to implement any Westlands settlement agreement prior to April 15, 1986 and until Congress has had 30 calendar days to review the proposed settlement agreement instead of no action until enactment of authorizing legislation as proposed by the House and a 120 day period for Congressional review as proposed by the Senate.

Amendment No. 61: Strikes House proposed Section 108, as proposed by the Senate. Section 108 would have provided \$2,500,000 for renovation of the Freer Gallery of Art.

Amendment No. 62: Provides that persons appointed to committees of the Holocaust Memorial Council shall serve without cost to the Federal Government. This matter is addressed in Amendment No. 7.

Amendment No. 63: Reduces land acquisition in the Forest Service by \$600,000 and increases land acquisition in the U.S. Fish and Wildlife Service by \$600,000. This matter is addressed in Amendment No. 7.

Amendment No. 64: Provides that funds for the United States Fish and Wildlife Service shall be available for environmental work necessary to translocate a portion of the existing Southern sea otter population, as proposed by the Senate. The amendment also provides for emergency flood control work near Lake Michigan.

Amendment No. 65: Provides \$1,700,000 for construction of a fish hatchery on the Nisqually River in Washington. This matter is addressed in Amendment No. 7.

##### REMOVAL OF THE "A. REGINA"

Amendment No. 66: Deletes language proposed by the Senate providing for the removal of the wreck of the "A. Regina."

DEPARTMENT OF THE INTERIOR AND RELATED AGENCIES

MISCELLANEOUS PROVISIONS

Amendment No. 67: Provides \$80,000 for a study of the Florida panther. This matter is addressed in Amendment No. 7.

Amendment No. 68: Deletes provision in H.R. 3011 relating to costs of the National Fish and Wildlife Foundation. This matter is addressed in Amendment No. 7.

Amendment No. 69: Provides \$80,700,000 for the Burr Trail National Rural Scenic Road. This matter is addressed in Amendment No. 7.

Amendment No. 70: Designates the educational center at Lowell National Historical Park the "Paul E. Tsongas Industrial History Center". This matter is addressed in Amendment No. 7.

Amendment No. 71: Increases the loan ceiling for Wolf Trap Farm Park for the Performing Arts in National Park Service, Administrative Provisions, and provides \$150,000 for the restoration and renovation of the Lonoke Depot in Lonoke, Arkansas. These matters are addressed in Amendment No. 7.

Amendment No. 72: Provides that \$2,000,000 be available to protect Mammoth Cave National Park. This matter is addressed in Amendment No. 7.

Amendment No. 73: Prohibits use of funds for establishing grizzly bear populations in the National Park System and the National Forest System where none currently exist. This matter is addressed in Amendment No. 7.

Amendment No. 74: Prohibits the Secretary of the Interior from promulgating final regulations concerning paleontological research on Federal lands pending a National Academy of Science report. This matter is addressed in Amendment No. 7.

Amendment No. 75: Provides \$850,000 for restoration of the William H. Taft home. This matter is addressed in Amendment No. 7.

Amendment No. 76: Establishes a special fund in the Treasury for deposit of telecommunications fees received by the U.S. Geological Survey. This matter is addressed in Amendment No. 7.

Amendment No. 77: Deletes language in H.R. 3011 relating to the Abandoned Mine Reclamation Fund. This matter is addressed in Amendment No. 7.

Amendment No. 78: Revises language in H.R. 3011 to limit application of Johnson-O'Malley funds. This matter is addressed in Amendment No. 7.

Amendment No. 79: Provides for the no-cost transfer of supplies and equipment to the Saint Labre Indian School, Montana. This matter is addressed in Amendment No. 7.

Amendment No. 80: Requires the Secretary of the Interior to begin a program in BIA schools. This matter is addressed in Amendment No. 7.

Amendment No. 81: Strikes language in H.R. 3011 relating to terms of a loan for an airport in the Virgin Islands. This matter is addressed in Amendment No. 7.

Amendment No. 82: Provides \$6,000,000 in emergency hay relief. This matter is addressed in Amendment No. 7.



Amendment No. 83: Provides for payment of up to \$300,000 from the Office of the Secretary of the Interior, to certain water users for development of water supplies in Willow Creek, Idaho. This matter is addressed in Amendment No. 7.

Amendment No. 84: Allows the Secretary of the Interior to expend funds for emergency activities related to floods. This matter is addressed in Amendment No. 7.

Amendment No. 85: Provides language merging the Reforestation Trust Fund with the National Forest System account. This matter is addressed in Amendment No. 7.

Amendment No. 86: Provides \$24,000,000 from the Timber Salvage Sale Fund instead of the National Forest System account. This matter is addressed in Amendment No. 7.

Amendment No. 87: Earmarks funds for emergency flood repairs in the Monongahela National Forest and Parsons, WV, Forest Research Laboratory. This matter is addressed in Amendment No. 7.

Amendment No. 88: Increases to \$186,433,000 the amount for Forest Service reforestation, timber stand improvement, cooperative law enforcement and maintenance of forest development roads and trails. This matter is addressed in Amendment No. 7.

Amendment No. 89: Permits resale of timber in the Medford, Oregon district of the Bureau of Land Management under certain conditions. This matter is addressed in Amendment No. 7.

Amendment No. 90: Provides that road construction and related facilities of the Mt. St. Helens National Volcanic Monument, Washington, be derived from the Federal Highway Trust Fund. This matter is addressed in Amendment No. 7.

Amendment No. 91: Provides for certain exceptions related to mineral leasing on the Flathead and Gallatin National Forests. This matter is addressed in Amendment No. 7.

Amendment No. 92: Rescinds \$3,000,000,000 of Synthetic Fuels Corporation funds and terminates the Corporation by 1992. This matter is addressed in Amendment No. 7.

Amendment No. 93: Provides a loan of up to \$3,000,000 from an existing reserve to be used for odor abatement at an operating ethanol plant. This matter is addressed in Amendment No. 7.

Amendment No. 94: Rescinds \$160,000,000 of Strategic Petroleum Reserve oil acquisition funds and provides for the exchange of agricultural products for crude oil. This matter is addressed in Amendment No. 7.

Amendment No. 95: Provides \$180,000 from unobligated balances available to Indian Health Service to satisfy an outstanding judgment against the Seattle Indian Health Board. This matter is addressed in Amendment No. 7.

Amendment No. 96: Provides for funds under the Smithsonian Institution for American overseas research centers. This matter is addressed in Amendment No. 7.

Amendment No. 97: Provides that certain provisions of the Mineral Leasing Act shall not take effect until December 31, 1986. This matter is addressed in Amendment No. 7.

Amendment No. 98: Deletes language proposed by the Senate extending the termination date for conditional loan guarantees under the Biomass Energy and Alcohol Fuels Act of 1980. A similar provision is contained in Amendment No. 1.

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Amendment No. 99: Requires the Navajo and Hopi Indian Relocation Commission to submit a report to Congress no later than January 15, 1986, on how relocation housing funds are to be used. This matter is addressed in Amendment No. 7.

Amendment No. 100: Prohibits geothermal leasing in the area of Yellowstone National Park. This matter is addressed in Amendment No. 7.

#### DISADVANTAGED ASSISTANCE

Amendment No. 101: Deletes language proposed by the Senate which would have appropriated \$500,000 for activities under section 787 of the Public Health Service Act. The House resolution contained no similar provision.

#### HEALTH PLANNING

Amendment No. 102: The conference agreement changes section number and includes language proposed by the Senate to prohibit penalties under sections 1512, 1515, or 1521 of the Public Health Service Act and to allow awards to State agencies authorized to receive grants under section 935(b) of the Omnibus Budget Reconciliation Act of 1981. Similar language has been included in prior continuing resolutions for fiscal years 1983, 1984 and 1985. The conference agreement modifies language inserted by the Senate which prohibits actions in anticipation of the closure of health planning agencies due to a failure to reauthorize the program. The conference agreement prohibits such actions prior to August 15, 1986 instead of July 1, 1986 as proposed by the Senate. The House resolution included no similar provisions.

#### HEALTH EDUCATION ASSISTANCE LOANS (HEAL)

Amendment No. 103: Changes section number and inserts language proposed by the Senate making loan guarantees under the Health Education Assistance Loan program (HEAL) available without regard to any apportionments or other administrative limitations not specifically authorized under title VII. The House resolution included no similar provision of the Public Health Service Act.

#### MEDICARE DEMONSTRATIONS

Amendment No. 104: The conference agreement changes section number and modifies language proposed by the Senate to direct the Secretary of the Department of Health and Human Services to extend *for one year only* four municipal health service demonstration projects under Medicare. The Senate language directed that these grants be extended for three years. The House resolution included no similar provision. This agreement provides additional time for the authorizing committees to complete action on legislation currently in conference regarding the future of these projects.

#### CHILD CARE AND CHILD ABUSE PREVENTION

Amendment No. 105: Changes section number, deletes appropriations of \$25,000,000 and modifies language proposed by the Senate relating to allocations to States for child care and child abuse pre-

vention training. The House resolution contained no similar provision. The conferees view such training as a high priority and expect the States to use a portion of their 1986 allocation under Title XX of the Social Security Act for the training and retraining (including training in the prevention of child abuse in child care settings) of: providers of licensed or registered child care services; operators and staffs (including those receiving in-service training) of facilities where licensed or registered child care services are provided; State licensing and enforcement officials; and, parents.

#### MEDICARE HOSPITAL DEDUCTIBLE

Amendment No. 106: Deletes language proposed by the Senate. This language expressed the sense of the Senate regarding Medicare hospital deductible charges. The House resolution contained no similar provision.

#### SCIENCE AND MATHEMATICS EDUCATION

Amendment No. 107: Changes section number and inserts language proposed by the Senate making the 1986 appropriation for the Secretary of Education's discretionary fund under Title II of the Education for Economic Security Act immediately available upon enactment of the 1986 education appropriation bill, rather than July 1, 1986 as now provided in that bill. The House resolution contained no similar provision.

#### ELIGIBILITY FOR PELL GRANTS

Amendment No. 108: Changes section number and modifies language proposed by the Senate designed to assure that college students residing in areas designated as natural disaster areas may qualify for a Pell Grant for academic year 1985-86 without regard to the current 10 week limitation on the loss of income in determining expected family income. The conferees have modified the Senate language simply for the purpose of clarification.

The House resolution contained no similar provision.

Amendment No. 109: Changes section number.

#### LEGISLATIVE BRANCH MISCELLANEOUS PROVISIONS

Amendment No. 110: Conforms the section number and provides that the Federal Law Enforcement Training Center in the Treasury Department continue to provide basic training within available funds for the Capitol Police, as proposed by the Senate.

Amendment No. 111: Conforms the section number and appropriates \$150,000 for the establishment and operation of the Biomedical Ethics Board and the Biomedical Ethics Advisory Committee, instead of \$1,000,000 as proposed by the Senate. In providing these funds the conferees expect that the only activities that can be accomplished over the next several months will be the development of a work program together with budget estimates in sufficient detail to be examined by the Committees on Appropriations during the next appropriations hearings. Further, during those hearings the Committees on Appropriations will also explore the availability

of options in carrying out the import objectives set out for the Board and Committee in the Public Health Services Act.

Amendment No. 112: Conforms the section number and amends the Legislative Reorganization Act to provide that the budget estimates of the Congressional Research Service will be submitted to the Librarian of Congress, as proposed by the Senate.

Amendment No. 113: Conforms section number and amends the authorization for the Commission on Security and Cooperation in Europe to allow printing and binding costs of the Commission to be charged to the Congressional printing and binding appropriation, as proposed by the Senate.

Amendment No. 114: Conforms the section number and amends the Federal Salary Act in accordance with the findings of the Department of Justice and the recommendations of the Quadrennial Commission, as proposed by the Senate.

**BACK TAX LIABILITY—NAVY**

Amendment No. 115: Inserts language as proposed by the Senate with an amendment which authorizes the Navy to enter into direct settlement with the State of Washington on back tax liabilities arising out of Federal construction and procurement projects in Washington State. Amendment also changes the Section number to 135.

**BRIGADE ACTIVITY CENTER—NAVAL ACADEMY**

Amendment No. 116: Deletes language added by the Senate which appropriates \$16,600,000 for a Brigade Activity Center at the United States Naval Academy, Annapolis, Maryland. The Conferees agreed to deny funding of the Brigade Activity Center at the U.S. Naval Academy because of budget constraints. However, the Department is urged to submit a reprogramming request for this project using available savings.

Amendment No. 117: Provides that honorarium income shall be limited to 40 percent of salary, instead of adjusting rules regarding compensation for professional services and affiliations with business entities as proposed by the Senate. The increase from 30 percent to 40 percent only affects Members of the Senate since rule XLVII of the Rules of the House of Representatives, which imposes a 30 percent cap, will continue to be in effect for Members of the House.

**DADE COUNTY, FLORIDA METRORAIL**

Amendment No. 118: Deletes language proposed by the House and stricken by the Senate requiring the Secretary of Transportation to issue in the Federal Register a notice of intent to prepare an environmental impact statement for the construction of the north and south legs of the downtown component of metrorail in Dade County, Florida. The conferees have deleted the House language because it is addressed in connection with the amendment numbered 8.

**EXPRESSWAY GAP CLOSING PROJECT**

Amendment No. 119: Deletes language proposed by the House and stricken by the Senate appropriating \$23,500,000 for a highway construction project to close an expressway gap on California Route 113. The conferees have deleted the House language because it is addressed in connection with the amendment numbered 8.

**DETROIT TRANSIT SYSTEM**

Amendment No. 120: Deletes language proposed by the House and stricken by the Senate prohibiting the use of certain mass transportation section 9 grant funds to cover cost overruns of the Detroit Central Automated Transit (peplemover) system. The conferees have deleted the House language because it is addressed in connection with the amendment numbered 8.

**EMERGENCY RELIEF HIGHWAY FUNDS**

Amendment No. 121: Deletes language proposed by the Senate increasing the state limitation for receipt of Federal-aid highway emergency relief funds from \$30,000,000 to \$55,000,000 for grants associated with disasters that occurred in calendar year 1985. The conferees have deleted the Senate language because it is addressed in connection with the amendment numbered 8.

**MINIMUM DRINKING AGE**

Amendment No. 122: Deletes language proposed by the Senate making permanent the withholding provisions contained in Public Law 98-363. The House resolution contained no similar provision.

Amendment No. 123: Inserts Sec. 138 instead of Sec. 114 as proposed by the House and Sec. 203 as proposed by the Senate.

Amendment No. 124: Inserts Sec. 139 instead of Sec. 115 as proposed by the House and Sec. 204 as proposed by the Senate.

Amendment No. 125: Inserts Sec. 140 instead of Sec. 116 as proposed by the House and Sec. 205 as proposed by the Senate.

**TREASURY POSTAL SERVICE MISCELLANEOUS PROVISIONS**

Amendment No. 126: Changes section number and inserts a provision proposed by the Senate which would permit the Secretary of the Treasury to continue to have two Under Secretaries, but it would not require that one of those Under Secretaries be for Monetary Affairs. This provision permits the Secretary to have more flexibility in the assignment of duties to Under Secretaries in Treasury.

Amendment No. 127: Changes section number and inserts a provision proposed by the Senate which increases from 4 to 20 the number of airports at which reimbursable Customs Services may be provided. Small airports throughout the country are being provided with Customs Service on a reimbursable basis and this provides for an expansion of that program.

Amendment No. 128: Changes section number and inserts a provision proposed by the Senate which would permit the U.S. Secret Service to expend up to \$75,000 for installation of security devices

and construction related to the providing of security on certain residences of protectees. The current limitation is \$10,000.

Amendment No. 129: Changes section number and inserts a provision proposed by the Senate which permits the Board of Governors of the U.S. Postal Service to meet for 42 days per year instead of 30 days as is provided for in current law.

Amendment No. 130: Changes section number and inserts a provision proposed by the Senate which prohibits the Office of Management and Budget from amending the administrative or regulatory methodology employed by the Bureau of Alcohol, Tobacco and Firearms to assure compliance with the Federal Alcohol Administration Act. This prohibits OMB from eliminating the form by which labels are approved for use on alcoholic beverages.

Amendment No. 131: Changes section number and inserts a provision proposed by the Senate amended to authorize the relocation of the International Trade Administration in Boston, MA. The Conferees direct that the General Services Administration take into account all the cost and other factors involved in this proposed relocation and take whatever action is most advantageous to the government and report back to the Committees on Appropriations by February 1, 1986.

Amendment No. 132: Changes section number and inserts a provision proposed by the Senate which temporarily extends the Current law regarding the retirement contributions which new federal employees are required to make the Civil Service retirement fund. The federal retirement program for new federal employees has not yet been enacted into law. Pending the enactment of that law, temporary adjustments have been made in employee contributions. That temporary legislation expires January 1, 1986. This provision extends that temporary legislation.

Amendment No. 133: Changes section number and inserts a provision proposed by the Senate which modifies the Ethics in Government Act of 1978. It inserts a new provision of permanent law which authorizes the President to require certain federal employees to file a confidential financial disclosure report.

Amendment No. 134: Deletes language proposed by the Senate which would have increased the limit on certain distilled spirit plants exempt from bond requirements when producing alcohol fuels.

Amendment No. 135: Inserts Sec. 149 instead of Sec. 117 as proposed by the House and Sec. 215 as proposed by the Senate.

For the entire resolution and Senate amendments:

JAMIE L. WHITTEN

(except for amendment No. 4 only in regard to chemical weapons, strategic defense initiative, and unobligated balances setaside; and amendment No. 5),

EDWARD P. BOLAND

(except for amendment No. 4 only in regard to chemical weapons),

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WILLIAM H. NATCHER  
(except for amendment No. 4  
only in regard to chemical  
weapons)

NEAL SMITH,  
JOSEPH P. ADDABBO,  
SIDNEY R. YATES  
(except for amendment No.  
4),

DAVID R. OBEY  
(except for amendment No. 4  
and amendment No. 117),

EDWARD R. ROYBAL  
(except for amendment No.  
4),

TOM BEVILL,  
BILL CHAPPELL, Jr.,  
WILLIAM LEHMAN,  
JULIAN C. DIXON,  
VIC FAZIO,  
W. G. HEFNER,  
SILVIO O. CONTE  
(except amendment No. 4  
and amendment No. 117),

JOSEPH M. MCDADE,  
LAWRENCE COUGHLIN,  
RALPH REGULA,  
VIRGINIA SMITH,  
JOE SKEEN,

*Managers on the Part of the House*

MARK O. HATFIELD  
(except for amendment No.  
4),

TED STEVENS,  
LOWELL WEICKER, Jr.,  
JAMES A. MCCLURE,  
THAD COCHRAN,  
MARK ANDREWS,  
JOHN C. STENNIS,  
ROBERT C. BYRD,

J. BENNETT JOHNSON,  
QUENTIN N. BURDICK,  
FRANK R. LAUTENBERG,  
*Managers on the Part of the Senate*

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