Honorable Alan F. Estevez | Assistant Secretary of Defense Logistics & Materiel Readiness





NDIA NATIONAL LOGISTICS FORUM JUNE 13, 2013

Sequestration and the FY14 Budget

Sequestration

- \$37B in cuts across the board
- Furloughs of 11 days

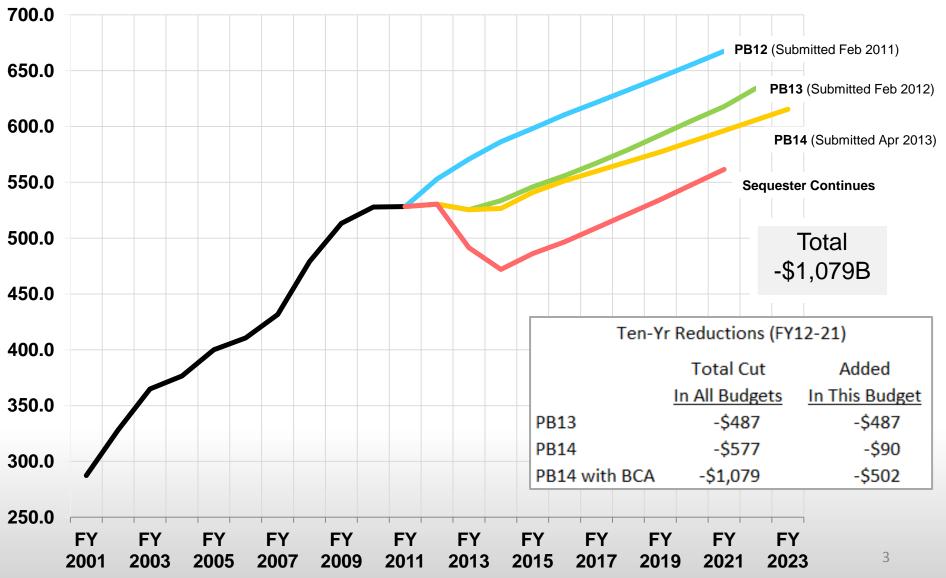
President's FY14 Budget Rollout

- Asked for \$526.6B
 - ~7% higher than what we're executing in FY13 at sequestration level
 - House and Senate Budget resolutions are similar
- Budget exceeds the Budget Control Act mandated budget cap by \$50B, so could target another sequestration
- Overseas Contingency Operations Budget request is currently \$79.4B

Strategic Choices and Management Review

Defense Budgets Past and Future (Base Budget)

Then Year Dollars, Billions Discretionary Budget Authority



Logistics After a Decade of War

CHANGING ENVIRONMENTS

RESPONSIVE ACQUISITION LOGISTICS

Afghanistan Drawdown and Transition













Operational Contract Support (OCS)

Institutionalizing OCS for the future:

- Oversight to prevent and detect fraud
- Training for military overseeing contractors
- Updated policy and doctrine



Better Buying Power 2.0

Achieve Affordable Programs

Industry

Improve the Professionalism of the Total Acquisition Workforce

Control Costs throughout the Product Lifecycle

Improve Tradecraft in Acquisition of Services Government



Incentivize Productivity and Innovation in Industry and Government

Promote Effective Competition

Eliminate Unproductive Processes and Bureaucracy

7

Industrial Base

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Industrial Base Concerns:

- Loss of Capability
- Data
 Vulnerability
- Counterfeit

QUESTIONS

