

This bill would reorganize the Department of Defense including the Office of the Secretary of Defense, defense agencies and field activities, the Joint Chiefs of Staff, combatant commands, and military departments. It would mandate reductions of 17,694 in civilian and military personnel assigned to defense agencies and headquarters positions. Also, Department of Defense reporting requirements to the Congress would be reduced.

Although staff sizes and reporting requirements are reduced by this bill, CBO does not know if Defense Department costs would, in fact, decline. For example, there is no indication that personnel ceilings, established in annual authorization bills, would be reduced accordingly. It is assumed, therefore, that overall costs for the Department of Defense would be unchanged, and that there would be no costs to state and local governments.

Sincerely,

RUDOLPH G. PENNER.

COMMITTEE COST ESTIMATE

The Committee concurs in the Congressional Budget Office cost estimate.

REGULATORY IMPACT

Paragraph 11(b) of rule XXVI of the Standing Rules of the Senate requires that a report on the regulatory impact of a bill be included in the report accompanying such bill. The Committee finds that in the case of S. 2295, the Department of Defense Reorganization Act of 1986, there is no regulatory impact.

SUMMARY OF CHANGES MADE BY THE BILL TO EXISTING LAW

I. TITLE I

A. The following sections of title 10, United States Code, would be redesignated by title I of the bill:

Present section	New section	Notes
124 (a)	162 (a)	Repeal and reenactment, with revisions.
124 (b) (1st sentence)	162 (b) (1) and (2)	Repeal and reenactment, with revisions.
124 (b) (2d sentence)	164 (d)	Repeal and reenactment.
124 (b) (3d sentence)	162 (b) (3)	Repeal and reenactment.
124 (c) (1)	162 (c)	Repeal and reenactment.
124 (c) (2)	163 (d) (2)	Repeal and reenactment, with revisions.
124 (d)	165 (a) and (b)	Repeal and reenactment, with revisions.
125 (d)	191 (a)	Repeal and reenactment, with revisions.
133a	142	Redesignation.
133b	2780	Redesignation.
134	135	Redesignation.
135	136	Redesignation, with revisions.
136 (except (d))	137	Redesignation, with revisions.
136 (d)	134 (d)	Repeal and reenactment, with revisions.
136a	139	Redesignation.
137	140	Redesignation.
138	287 ¹	Redesignation.
139	287 ²	Redesignation.
139a	287 ³	Redesignation.
139b	287 ⁴	Redesignation.
139c	287 ⁵	Redesignation.