

(b) *ELEMENTS OF THE DEPARTMENT.*—Section 111 (as transferred and redesignated by subsection (a)(2)) is amended—

(1) by inserting “(a)” before “The Department of Defense”; and

(2) by adding at the end the following:

“(b) The Department is composed of the following:

“(1) The Office of the Secretary of Defense.

“(2) The Joint Chiefs of Staff.

“(3) The Joint Staff.

“(4) The Defense Agencies.

“(5) Department of Defense Field Activities.

“(6) The Department of the Army.

“(7) The Department of the Navy.

“(8) The Department of the Air Force.

“(9) The unified and specified combatant commands.

“(10) Such other offices, agencies, activities, and commands as may be established or designated by law or by the President.

“(11) All offices, agencies, activities, and commands under the control or supervision of any element named in paragraphs (1) through (10).

“(c) If the President establishes or designates an office, agency, activity, or command in the Department of Defense of a kind other than those described in paragraphs (1) through (9) of subsection (b), the President shall notify Congress not later than 60 days thereafter.”.

SEC. 102. POWERS AND DUTIES OF THE SECRETARY OF DEFENSE

Section 113 (as transferred and redesignated by section 101(a)(2)) is amended by adding at the end the following new subsections:

“(f) When a vacancy occurs in an office within the Department of Defense and the office is to be filled by a person appointed from civilian life by the President, by and with the advice and consent of the Senate, the Secretary of Defense shall inform the President of the qualifications needed by a person serving in that office to carry out effectively the duties and responsibilities of that office.

“(g)(1) The Secretary of Defense, with the advice and assistance of the Chairman of the Joint Chiefs of Staff, shall provide annually to the heads of Department of Defense components written policy guidance for the preparation and review of the program recommendations and budget proposals of their respective components. Such guidance shall include guidance on—

“(A) national security objectives and policies;

“(B) the priorities of military missions; and

“(C) the resource levels projected to be available for the period of time for which such recommendations and proposals are to be effective.

“(2) The Secretary of Defense, with the approval of the President and after consultation with the Chairman of the Joint Chiefs of Staff, shall provide annually to the Chairman written policy guidance for the preparation and review of contingency plans. Such guidance shall include guidance on the specific force levels and specific supporting resource levels projected to be available for the period of time for which such plans are to be effective.