

DEFENSE LOGISTICS AGENCY  
Defense-Wide Working Capital Fund  
Defense Reutilization & Marketing Service Activity Group  
FY 2002 Amended Budget Submission  
Activity Group Capital Investment Summary  
(\$ in Millions)

Line Number	Item Description	FY 2000		FY 2001		FY 2002	
		Quantity	Total Cost	Quantity	Total Cost	Quantity	Total Cost
	EQUIPMENT (Non ADP/T) \$0.1 to \$0.499	9	1.2	8	1.2	8	3.2
REP 000	Replacement	9	1.2	8	1.2	8	3.2
PRD 000	Productivity						
NEW 000	New Mission						
	EQUIPMENT (Non ADP/T) \$0.5 to \$0.999						
REP 100	Replacement						
PRD 100	Productivity						
NEW 100	New Mission						
	EQUIPMENT (Non ADP/T) \$1.0 and Over						
REP 200	Replacement						
PRD 200	Productivity						
NEW 200	New Mission						
	<b>TOTAL EQUIPMENT (Non ADP/T)</b>	<b>9</b>	<b>1.2</b>	<b>8</b>	<b>1.2</b>	<b>8</b>	<b>3.2</b>
	ADP/T EQUIPMENT \$0.1 To \$0.499	7	1.1				
ADP 000	ADP/T EQUIPMENT \$0.1 To \$0.499						
ADP 100	ADP/T EQUIPMENT \$0.5 To \$0.999						
ADP 200	ADP/T EQUIPMENT \$1.0 and Over						
	<b>TOTAL EQUIPMENT (ADP/T)</b>	<b>7</b>	<b>1.1</b>				
	SOFTWARE DEVELOPMENT \$0.1 To \$0.499						
SWD 000	SOFTWARE DEVELOPMENT \$0.1 To \$0.499						
SWD 100	SOFTWARE DEVELOPMENT \$0.5 To \$0.999						
SWD 200	SOFTWARE DEVELOPMENT \$1.0 and Over		2.0				3.6
	<b>TOTAL SOFTWARE DEVELOPMENT</b>		<b>2.0</b>				<b>3.6</b>
RPM 000	<b>MINOR CONSTRUCTION</b>		<b>4.2</b>		<b>6.0</b>		<b>6.0</b>
	<b>TOTAL AGENCY CAPITAL INVESTMENTS</b>	<b>16</b>	<b>8.5</b>	<b>8</b>	<b>7.2</b>	<b>8</b>	<b>12.8</b>

**Activity Group Capital Investment Justification**  
(\$ in Thousands)

A. Budget Submission  
**FY 2002 Amended  
Budget Submission**

B. Component/Activity Group/Date Defense Logistics Agency  
Reutilization & Marketing Service Activity Group June 2001

C. Line Number & Item Description  
REP 000 Replacement Equipment \$0.1 to \$0.499

D. Activity Identification

Element of Cost	FY 2000			FY 2001			FY 2002					
	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost
Total REP 000	9	136	1,220	8	144.3	1,155	8	396.2	3,170			

**Narrative Justification:**

These investments, tool carriers and a scrap handler, replace existing items that have reached or exceeded the useful life established for these categories. Based on guidance contained in various Department of Defense (DoD) governing polices, the Defense Logistics Agency (DLA) has established replacement and life expectancy standards for all categories of investment equipment. The standards are based on life expectancy with consideration given to condition, usage hours, and/or repair costs. DLA establishes age, utilization and repair standards based on industry information and experience in the absence of DoD acquisition and replacement criteria relative to unusual categories of equipment.

FY 2002 projects include: six tool carriers (\$115, each) at Warner Robins, Bragg, Ft. Meade, Pusan, Sparta, and Lejeune; two scrap handlers (\$350, each) at Crane and Lejeune.

The Return on Investment on these projects ranges from 1.98 to 2.81 and the payback period ranges from 3.13 to 4.55 years.

**Activity Group Capital Investment Justification**  
(\$ in Thousands)

A. Budget Submission  
**FY 2002 Amended  
Budget Submission**

B. Component/Activity Group/Date Defense Logistics Agency  
Reutilization & Marketing Service Activity Group June 2001

C. Line Number & Item Description  
RPM 000 Minor Construction

D. Activity Identification

Element of Cost	FY 2000			FY 2001			FY 2002					
	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost
Minor Construction			4,192			6,000			6,000			

**Narrative Justification:**

The minor construction investment for projects between \$100,000 and \$500,000 each, will construct new or modify existing facilities for mission and operational improvements. These projects consist of:

- (1) Renovation of administrative facilities.
- (2) Mission operational facilities such as scrap bins, truck scales, paving open storage and new warehouses.
- (3) Fencing, drainage and road improvements.

Additional minor construction requirements are for incidental improvements associated with facilities repair projects. These investments will result in cost effective facilities to support the mission.

**Activity Group Capital Investment Justification**  
(\$ in Thousands)

A. Budget Submission  
**FY 2002 Amended  
Budget Submission**

B. Component/Activity Group/Date Defense Logistics Agency  
Reutilization & Marketing Service Activity Group June 2001

C. Line Number & Item Description  
RPM 000 Software Development

D. Activity Identification

Element of Cost	FY 2000			FY 2001			FY 2002					
	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost	Quantity	Unit Cost	Total Cost
Software Development			2,000			0			3,612			

**Narrative Justification:**

FY 02 is the final year of funding the Defense Reutilization and Marketing Automated Information System (DAISY). FY02 will cover the final stage of functionality for DAISY Mod. The most critical piece of functionality will be the replacement of our existing sales functionality necessitated by changing our sales business practices with Commercial Venture and Scrap Venture initiatives.

**DEFENSE LOGISTICS AGENCY**  
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**Defense Reutilization and Marketing Service Activity Group**  
**FY 2002 Amended Budget Submission**  
**Capital Budget Execution**  
**FY 2000**  
**(Dollars in Millions)**

**PROJECTS ON THE FY 2001 PRESIDENT'S BUDGET**

<b>FY</b>	<b>Approved Project</b>	<b>Reprogs</b>	<b>Approved Proj Cost</b>	<b>Current Proj Cost</b>	<b>Asset/ (Deficiency)</b>	<b>Explanation</b>
2000	Equipment except ADPE & TELCOM:	0.2	1.4	1.2	0.2	
	Replacement <\$500K	(0.3)	0.9	1.2	(0.3)	Emergent requirements
	Productivity <\$500K	0.5	0.5	0.0	0.5	Cancelled
2000	Equipment - ADPE & TELCOM:	0.1	1.2	1.1	0.1	
	Base Level Support	0.1	1.2	1.1	0.1	Project rescope
2000	Software Development:	(2.0)	0.0	2.0	(2.0)	
		(2.0)	0.0	2.0	(2.0)	Reauthorized from FY99
2000	Minor Construction:	1.6	5.8	4.2	1.6	
	<b>Total FY 2000</b>	<b>(0.1)</b>	<b>8.4</b>	<b>8.5</b>	<b>(0.1)</b>	

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**FY 2002 Amended Budget Submission**  
**Capital Budget Execution**  
**FY 2001**  
**(Dollars in Millions)**

**PROJECTS ON THE FY 2001 PRESIDENT'S BUDGET**

<b>FY</b>	<b>Approved Project</b>	<b>Reprogs</b>	<b>Approved Proj Cost</b>	<b>Current Proj Cost</b>	<b>Asset/ (Deficiency)</b>	<b>Explanation</b>
2001	<u>Equipment except ADPE &amp; TELCOM:</u>	0.0	1.2	1.2	0.0	
	Replacement <\$500K	0.0	1.2	1.2	0.0	
	Productivity <\$500K	0.0	0.0	0.0	0.0	
2001	<u>Equipment - ADPE &amp; TELCOM:</u>	0.0	0.0	0.0	0.0	
		0.0	0.0	0.0	0.0	
2001	<u>Software Development:</u>	0.0	0.0	0.0	0.0	
		0.0	0.0	0.0	0.0	
2001	<u>Minor Construction:</u>	0.0	6.0	6.0	0.0	
	<b>Total FY 2001</b>	<b>0.0</b>	<b>7.2</b>	<b>7.2</b>	<b>0.0</b>	