



<b>Subject:</b> C-40 Lease		<b>DoD Serial Number:</b> FY 02-11 PA
<b>Appropriation Title:</b> Research, Development, Test, and Evaluation, Air Force, 02/03 Aircraft Procurement, Air Force, 02/04 Operation and Maintenance, Air Force, FY 2002		<b>Includes Transfer?</b> Yes

<b>Component Serial Number:</b> FY 02-25 IR	<i>(Amounts in Thousands of Dollars)</i>							
	<b>Program Base Reflecting Congressional Action</b>		<b>Program Previously Approved by Sec Def</b>		<b>Reprogramming Action</b>		<b>Revised Program</b>	
<b>Line Item</b>	<b>Quantity</b>	<b>Amount</b>	<b>Quantity</b>	<b>Amount</b>	<b>Quantity</b>	<b>Amount</b>	<b>Quantity</b>	<b>Amount</b>
a	b	c	d	e	f	g	h	i

<b>FY 2002 REPROGRAMMING DECREASE:</b>					<b><u>-37,200</u></b>			
<b><u>Research, Development, Test, and Evaluation, Air Force, 02/03</u></b>					<b><u>-37,200</u></b>			
<b><u>Budget Activity 5: Engineering and Manufacturing Development</u></b>								
PE 0401318F CV-22		190,008		190,008		-37,200		152,808

Explanation. This is a congressional special interest item. Funds were added in FY 2002 to manufacture two Engineering and Manufacturing Development test articles. The period of performance for this effort is from FY 2002 through FY 2005. As a result, \$37.2 million is not required in FY 2002 to cover costs incurred during the FY 2002-FY 2003 period of performance, but it is required in FY 2004 instead. Therefore, funds are available to fund higher prior requirements and will be budgeted in FY 2004 to complete the manufacture of the test articles consistent with congressional intent.

Approved (Signature and Date)