

Subject: Future Combat System (FCS)		DoD Serial Number: FY 05-25 PA
Appropriation Title: Research, Development, Test, and Evaluation, Army, 05/06		Includes Transfer? No

Component Serial Number: FY 05-13 PA	<i>(Amounts in Thousands of Dollars)</i>							
	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	c	d	e	f	g	h	i

This reprogramming action is submitted for prior approval because it involves a congressional special interest item. This action realigns \$252.755 million within the Research, Development, Test, and Evaluation, Army, 05/06, appropriation for proper execution of the Future Combat System (FCS) program. It meets all administrative and legal requirements and none of the items have previously been denied by the Congress.

Research, Development, Test, and Evaluation, Army, 05/06		-
<u>Budget Activity 5: System Development and Demonstration</u>		
0604645A Armored Systems Modernization (ASM) – Eng Dev		+252,755
Project F55 Sustainment	53,600 97,560	+21,324 118,884
Project F61 SoS Engineering & Program Management	1,570,610 1,461,493	+231,431 1,692,924
<u>Budget Activity 5: System Development and Demonstration</u>		
0604645A Armored Systems Modernization (ASM) – Eng Dev		-252,755
Project F52 Recon Platforms & Sensors	154,200 154,082	-66,516 87,566
Project F53 Unmanned Ground Vehicles (UGV)	137,100 136,995	-75,790 61,205
Project F54 Unattended Sensors	29,500 29,477	-13,211 16,266
Project F57 Manned Ground Vehicle	429,000 428,672	-97,238 331,434

Explanation: This action revises the funding structure of the Future Combat System (FCS) program elements to reflect the change in the FCS program. During preparation of the FY 2006 budget request, the Army restructured the Program Manager Unit of Action (PM UA) Acquisition Program. This restructured program strengthens the FCS Program and simultaneously improves the current force through early delivery of selected FCS capabilities. The adjustments to the program maintain the Army’s focus on FCS-equipped UA development and substantially reduce program risks. The current contract with the Lead System Integrator (LSI) was modified on August 6, 2004, to cover the new Scope of Work in the restructured program, which included the insertion of the five previously deferred FCS core systems, more robust experimentation and evaluation to prove the revolutionary concepts, mature the architecture and components, and assist in spiral development. These spiral developments will be inserted into the current force modular Brigade Combat Teams.

Approved (Signature and Date)

Tina W. Jonas

MAY 11 2005

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The project manager and Lead System Integrator are currently definitizing this modification into the Earned Value Management System structure previously recommended for approval by the Professional Staff Members of the four Defense Committees and a Federal Acquisition Regulation (FAR)-compliant contract is being negotiated with the Lead System Integrator to replace the current Other Transaction Authority (OTA) contract. This action aligns the funding with the LSI current Earned Value Management System program baseline and with the new contract structure.