

Subject: FY 2005 Army Reserve Personnel Shortfall		DoD Serial Number: FY 06-27 PA
Appropriation Title: <b>Reserve Personnel, Army, 05/05; Other Procurement, Army 05/07; Research, Development, Test, and Evaluation, Defense-Wide, 05/06</b>		Includes Transfer? Yes

Component Serial Number: FY 06-17 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 uses general transfer authority, pursuant to section 8005 of Public Law 108-287, the Department of Defense (DoD) Appropriations Act, 2005; and section 1001 of Public Law 108-375, the Ronald W. Reagan National Defense Authorization Act for Fiscal Year 2005. This action reprograms funding in support of higher priority items, based on unforeseen military requirements, than those for which originally appropriated and is determined to be necessary in the national interest. It meets all administrative and legal requirements and none of the items has previously been denied by the Congress.

This is the second reprogramming action to address the shortfalls in the Reserve Personnel, Army, 05/05, appropriation. Congressional approval to transfer \$14.6 million was received in April 2006. These reprogramming actions support the payment of higher than expected incentives and bonuses for the United States Army Reserve (USAR) properly chargeable to FY 2005 appropriations. In addition, funds are required to cover the obligation arising from the final FY 2005 accrual payment to the Medicare-Eligible Retiree Health Care Fund (MERHCF) for the USAR.

**FY 2005 REPROGRAMMING INCREASE:** **+51,200**

**Reserve Personnel, Army, 05/05** **+51,200**

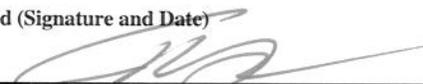
**Budget Activity 1: Unit and Individual Training** **+44,000**

Explanation: Additional funds are required to cover an obligation arising from the final FY 2005 accrual payment (\$32.9 million) for the MERHCF. In addition, funding is required to cover shortfalls in Inactive Duty Training (\$4.9 million), Initial Active Duty Training (\$0.5 million), Active Duty Training (\$4.4 million), and Basic Allowance for Housing (BAH) for Active Duty Training (\$1.3 million).

**Budget Activity 2: Other Training and Support** **+7,200**

Explanation: Additional funds are required to cover obligations arising from FY 2005 incentive and bonus payments (\$4.6 million) and Full Time Active Guard and Reserve (AGR) Permanent Change of Station (PCS) payments (\$2.6 million).

Approved (Signature and Date) AUG 28 2006



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**FY 2005 REPROGRAMMING DECREASES:** **-51,200**

**Other Procurement, Army, 05/07** **-16,000**

Budget Activity 3: Other Support Equipment

Physical Security Systems	81,507	119,161	-7,999	111,162
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Rapid Equipping Soldier Support	13,448	184,701	-7,000	177,701
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AVCATT	54,549	54,549	-1,001	53,548
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Explanation: These funds are excess to requirements or are unexecutable because of program issues and are therefore available for reprogramming to a higher Army priority.

**Research, Development, Test, and Evaluation, Defense-Wide, 05/06** **-35,200**

**Defense Advanced Research Projects Agency (DARPA)**

Budget Activity 2: Applied Research **-4,800**

PE 0602702E Tactical Technology	342,825	337,367	-800	336,567
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Explanation: Funds are available due to the rephasing of several laser programs.

PE 0602715E Materials and Biological Technology	261,286	258,733	-4,000	254,733
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Explanation: Funds are available due to delays in Undersea Sensor programs.

Budget Activity 3: Advanced Technology Development **-30,400**

PE 0603286E Advanced Aerospace Systems	101,847	76,357	-2,400	73,957
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Explanation: Funds are available following cancellation of the Unmanned Combat Armed Rotorcraft (UCAR) Program.

