

|  |  |                           |
|--|--|---------------------------|
| Subject: Ship Cost Adjustments   |  | DoD Serial Number:        |
| Action Title: Shipbuilding and Conversion, Navy, 96/08; Shipbuilding and Conversion, Navy, 97/08; Shipbuilding and Conversion, Navy, 04/08 |  | FY 08-32 IR               |
|  |  | Includes Transfer?<br>Yes |

|                          |  |        |  |        |                      |        |                 |        |
|--------------------------|--|--------|--|--------|----------------------|--------|-----------------|--------|
| Component Serial Number: | <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 internal reprogramming action transfers \$2.9 million from the Shipbuilding and Conversion, Navy, 96/08, appropriation and \$5.094 from the Shipbuilding and Conversion, Navy, 97/08, appropriation to the Shipbuilding and Conversion, Navy, 04/08, appropriation. This action uses special transfer authority pursuant to section 8096 of Public Law 109-289, the Department of Defense Appropriations Act, 2007. This action meets all administrative and legal requirements and none of the items have previously been denied by the Congress.

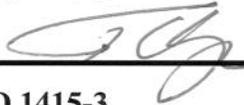
|  |                        |
|--|------------------------|
| <b><u>FY 2008 REPROGRAMMING INCREASE:</u></b>          | <b><u>+7,994</u></b>   |
| <b><u>Shipbuilding and Conversion, Navy, 04/08</u></b> | <b><u>+7,994</u></b>   |
| Budget Activity 2: Other Warships                      |                        |
| Submarine Refueling Overhauls                          |                        |
| 2    446,465    2    445,786                           | +7,994    2    453,780 |

Explanation: Funds are required to liquidate necessary ship cost changes resulting from rate increases.

|  |                          |
|--|--------------------------|
| <b><u>FY 2008 REPROGRAMMING DECREASES:</u></b>         | <b><u>-7,994</u></b>     |
| <b><u>Shipbuilding and Conversion, Navy, 96/08</u></b> | <b><u>-2,900</u></b>     |
| Budget Activity 2: Other Warships                      |                          |
| DDG 51   |                          |
| 2    2,143,684    2    2,083,926                       | -2,900    2    2,081,026 |
| <b><u>Shipbuilding and Conversion, Navy, 97/08</u></b> | <b><u>-5,094</u></b>     |
| Budget Activity 2: Other Warships                      |                          |
| DDG 51   |                          |
| 4    3,340,982    4    3,267,844                       | -5,094    4    3,262,750 |

Explanation: The funding sources identified are excess to the above programs and none are Congressional interest items.

Approved (Signature and Date)



JUN 13 2008