

FORMER SOVIET UNION THREAT REDUCTION

(\$ in Millions)									
FY 2002	Price	Program	FY 2003	Price	Program	FY 2004	Price	Program	FY 2005
<u>Actual</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>	<u>Growth</u>	<u>Growth</u>	<u>Estimate</u>
400.2	+4.4	+9.8	414.4	+6.2	+30.2	450.8	+7.2	-47.8	410.2

The FY 2004 budget contains \$450.8 million to dismantle delivery systems and prevent the proliferation of weapons of mass destruction in Former Soviet Union (FSU) Countries. The budget request increased by \$36.4 million from the FY 2003 funding level. This includes \$6.2 million for price growth and a net program increase of \$30.2 million. The overall increase is attributed to chemical weapons destruction (\$65.4 million), and weapons storage and transportation security (\$10.9 million). The program reflects a reduction in requirements for strategic arms elimination and infrastructure elimination (\$34.0 million); and defense and military contacts (\$8.0 million). Other programs with decreased funding are BW Proliferation Prevention (\$1.3 million); WMD Proliferation Prevention (\$1.0 million), and Other Programs (\$1.8 million).

(Dollars in Millions)										
	FY 2002	Price	Program	FY 2003	Price	Program	FY 2004	Price	Program	FY 2005
	<u>Actual</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>	<u>Change</u>	<u>Estimate</u>
Strategic Offensive Arms Elimination - Russia	133.4	+1.9	-65.2	70.1	+1.3	-13.8	57.6	+0.9	+14.3	72.8
Nuclear Weapons Storage Security – Russia	55.0	+0.6	-15.8	39.8	+0.6	+7.6	48.0	+0.8	+35.8	84.6
Weapons Transportation Security – Russia	9.5	+0.1	+10.0	19.6	+0.3	+3.3	23.2	+0.4	+2.6	26.2
Elimination of Weapon Grade Plutonium – Russia*	41.7	-	-41.7	-	-	-	-	-	-	-
Strategic Nuclear Arms Elimination – Ukraine	50.0	+0.5	-44.1	6.4	+0.1	-2.6	3.9	+0.1	-0.2	3.8
WMD Infrastructure Elimination – Ukraine	6.0	+0.1	+2.6	8.7	-	-8.7	-	-	+6.9	6.9
WMD Infrastructure Elimination – Kazakhstan	6.0	+0.1	+2.8	8.9	-	-8.9	-	-	-	-
BW Proliferation Prevention – Former Soviet Union	17.0	+0.2	+37.5	54.7	+0.8	-1.3	54.2	+0.8	-14.7	40.3
Chemical Weapons Destruction – Russia	50.0	+0.5	+82.4	132.9	+2.0	+65.4	200.3	+3.2	-81.7	121.8
WMD Proliferation Prevention – Former Soviet Union	0	-	+39.8	39.8	+0.6	-1.0	39.4	+0.6	-20.3	19.7
Defense and Military Contacts	18.4	+0.2	+0.2	18.8	+0.3	-8.0	11.1	+0.2	+7.4	18.7
Other Assessments/Administrative Support	<u>13.2</u>	<u>+0.2</u>	<u>+1.3</u>	<u>14.7</u>	<u>+0.2</u>	<u>-1.8</u>	<u>13.1</u>	<u>+0.2</u>	<u>+2.1</u>	<u>15.4</u>
Total	400.2	+4.4	+9.8	414.4	+6.2	+30.2	450.8	+7.2	-47.8	410.2

* Transfer to the Department of Energy according to Section 3151, Bob Stump National Defense Authorization Act, 2003.

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The activities for the Former Soviet Union (FSU) Threat Reduction program for FY 2004 are as follows:

Strategic Offensive/Nuclear Arms Elimination: - Russia, Ukraine:

- Dismantle ICBMs, their silos, road and rail mobile launchers, SLBMs, SLBM launchers and associated strategic submarines, strategic bombers, nuclear capable air to surface missiles and Weapons of Mass Destruction infrastructure;
- Continue construction of solid propellant disposition facility.

Nuclear Weapons Storage Security and Weapons Transportation Security - Russia:

- Enhance the security, safety, control and accounting of nuclear weapons while in storage;
- Support movement and consolidation of nuclear weapons from the Russian Ministry of Defense operational sites to MINATOM weapons dismantlement or secure storage facilities;
- Improves Russia's Ministry of Defense ability to respond to accidents or attempted theft of nuclear weapons.

Biological Weapons (BW) Proliferation Prevention – Former Soviet Union:

- Consolidate and secure or eliminate dangerous pathogen collections;
- Dismantle former Soviet BW research and production facilities;
- Target collaborative research to encourage higher standards of openness, ethics, and conduct at the scientist level, and preempt potential “brain drain” of scientists to rogue states.

Chemical Weapons Destruction Facility (CDWF) - Russia:

- Continue funding the CDWF;
- Dismantle former CW production facilities and support construction of nerve agent CW destruction facility at Shchuch'ye.

Weapons of Mass Destruction Proliferation Prevention – Former Soviet Union (FSU):

- Continue funding to enhance the capability of non-Russian FSU military, internal security forces, border guards and customs to deter, detect, interdict illicit trafficking in WMD and related materials across borders and respond to WMD incidents at the borders and in country;
- FY 2004 funds will provide equipment, training, infrastructure and logistical support for these forces.

Defense and Military Contacts – Former Soviet Union (FSU):

- Support interaction between U.S. and FSU military forces to promote military reform and WMD nonproliferation.

Other Assessments/Administrative Program Support – Former Soviet Union:

- Continue funding a support program to ensure Cooperative Threat Reduction assistance is properly accounted for, and used for the intended purpose effectively and efficiently;
- Provides non-government technical assistance to DoD.