

<b>Subject:</b> Patriot Missile		<b>DoD Serial Number:</b> FY 01-14 PA
<b>Appropriation Title:</b> Procurement, Defense-Wide, 00/02; Missile Procurement, Army, 00/02		
		<b>Includes Transfer?</b> Yes

<b>Component Serial Number:</b> FY 01-07 PA	<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>Quantity</b>	<b>Amount</b>	<b>Quantity</b>	<b>Amount</b>	<b>Quantity</b>	<b>Amount</b>	<b>Quantity</b>	<b>Amount</b>	
<b>Line Item</b>	<b>a</b>	<b>b</b>	<b>c</b>	<b>d</b>	<b>e</b>	<b>f</b>	<b>g</b>	<b>h</b>	<b>i</b>

This reprogramming action is submitted for prior approval because it uses general transfer authority, pursuant to section 8005 of Public Law 106-79, the DoD Appropriations Act, 2000; and section 1001 of Public Law 106-65, the National Defense Authorization Act for FY 2000. This action also involves an item of special congressional interest. It reprograms funding in support of a higher priority item, based on unforeseen military requirements, than that for which the funds were originally appropriated. It meets all administrative and legal requirements of the Congress and has not previously been denied by the Congress.

**FY 2000 REPROGRAMMING INCREASE: +19,525**

**Procurement, Defense-Wide, 00/02 +19,525**

Budget Activity 1: Major Equipment

PATRIOT PAC-3	375,331	375,331	<b>+19,525</b>	394,856
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Explanation: Funds are required for the Patriot Remote Launch Communications Enhancement Upgrade (\$4.8 million) and Patriot Radar modifications (\$14.725 million) due to contractual cost increases in the areas of rate and hardware costs. These funds are critical to keep procurement and fielding of the PAC-3 Ground Support Equipment on track so as not to jeopardize the operational worldwide capability of the system and the forces it protects.

**FY 2000 REPROGRAMMING DECREASE: -19,525**

**Missile Procurement, Army, 00/02 -19,525**

Budget Activity 3: Modification of Missiles

PATRIOT MODS	50,609	50,609	<b>-19,525</b>	31,084
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Explanation: This is a congressional special interest item. In FY 2000, the Congress provided \$20.0 million only for a service life extension program for the Patriot missile and directed that none of the funds be obligated until the Secretary of Defense provided “an assessment of various Patriot missile modification programs,” to include the Patriot Anti-Cruise Missile (PACM). On March 15, 2000, the Secretary issued the assessment of the Army’s Patriot Missile strategy, which does not include PACM. These funds therefore are available for reprogramming to support the PAC-3 program. The amount transferred reflects a \$475,000 rescission pursuant to Public Law 106-554, the Consolidated Appropriations Act for FY 2001.

Approved (Signature and Date)

MAY 8 2001