

Subject: F-5 Aircraft	DoD Serial Number: FY 03-01 PA
Appropriation Title: Aircraft Procurement, Navy, 02/04	
Includes Transfer? No	

Component Serial Number: FY 02-4 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 of a new start program within the Aircraft Procurement, Navy, 02/04, appropriation. This action is for higher priority items, based on unforeseen requirements, than that for which the funds were originally appropriated, meets all administrative and legal requirements of the Congress, and has not been denied by Congress.

Aircraft Procurement, Navy, 02/04

Budget Activity 4: Other Aircraft

F-5 Swiss Aircraft	-	-	-	-	+1	+500	1	500
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Budget Activity 5: Modification of Aircraft

Adversary	34,769	34,769	-500	34,269
F-5 Swiss Structural Repair Program	-	-	(+2,620)	(2,620)
F-5 Structural Repair Program (9,603)	(9,603)	(9,603)	(-3,120)	(6,483)

Explanation: This reprogramming action establishes an F-5 Swiss Aircraft Procurement Program and Adversary Series F-5 Structural Repair Program to procure up to 32 low flight time (1,800-2,400 hours) F-5E aircraft from the Government of Switzerland to replace 32 Navy high flight-time (7,000+ hours) F-5E Adversary aircraft. The determination to pursue the procurement of Swiss F-5E aircraft was based on a business case analysis, which concluded that Fatigue Life Expended (FLE) had increased on existing aircraft over original estimates by 39% to an average of 79%.

The acquisition strategy to acquire low FLE aircraft is a one-for-one replacement of Navy high time aircraft beginning in FY 2002. Use of the low-time Swiss F-5E aircraft eliminates a portion of the budgeted kit requirements on the current high-time Navy fleet. This funding can be applied to the aircraft procurement cost.

The Adversary Series F-5 Structural Repair Program was included in the FY 2002 Aircraft Procurement, Navy President's Budget, Budget Activity 5. However, the budget request did not include the proposed F-5 Swiss conversion program. This reprogramming therefore realigns the necessary funding to begin these programs. The total cost to procure 32 aircraft is \$16.0 million and \$15.0 million for modifications. The Navy will establish an F-5 Swiss Aircraft in Budget Activity 4 in FY 2003 and reprogram funds to continue the procurement. The FY 2004 President's Budget will contain funding to complete the procurement.

Approved (Signature and Date) OCT 3 2002