

Subject: 3 rd Armored Cavalry Regiment Modernization		DoD Serial Number: FY 04-07 PA
Appropriation Title: Procurement of Weapons and Tracked Combat Vehicles, Army, 03/05		
		Includes Transfer? No

Component Serial Number: FY 04-05 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 exceeds thresholds. This action realigns \$91.259 million within the Procurement of Weapons and Tracked Combat Vehicles, Army, 03/05, appropriation for the procurement of 27 M1A2SEP Retrofit Main Battle Tanks in support of the 3rd Armored Cavalry Regiment (3ACR). This action reprograms funds in support of higher priority items, 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 the Congress has not previously denied any of the items.

Procurement of Weapons and Tracked Combat Vehicles, Army, 03/05 _____ -

Budget Activity 1: Tracked Combat Vehicles

System Enhancement Program: SEP M1A2

91,841	85,633	27	+91,259	176,892
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Explanation: Currently, the only units in the Counter Attack Force (CATK) to be equipped with the M1A2SEP tanks are the 4th Infantry Division (4ID) and 1st Cavalry Division (1CD). The 3ACR and 3ID were not funded for modernization. These reprogrammed FY 2003 funds provide for the procurement of 27 M1A2SEP Retrofit Main Battle Tanks in support of the 3ACR modernization. This modernization effort not only provides 3ACR with an imbedded digital capability commensurate to the 1CD and 4ID, but also increases readiness, lethality and survivability. The FY 2004 Appropriations Conference Report provided \$155.0 million to procure one squadron of M1A2SEP Retrofit tanks. The funding associated with this reprogramming action allows the Army to continue the M1A2SEP Retrofit production line and enables the Army to complete the remaining M1A2SEP Retrofit tanks for 3ACR in FY 2005.

Budget Activity 1: Tracked Combat Vehicles

M1 Abrams Tank (MOD)	177,963	176,198	-91,259	84,939
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Explanation: Funds are available for reprogramming as a result of the Army's decision to discontinue the LV100 engine effort due to technical issues, corresponding performance shortfalls and schedule delays. The FY 2004 Appropriations Conference Report eliminated all LV100 Engine program procurement funding and moved the funds to 3ACR modernization. This FY 2003 proposed congressional reprogramming action mirrors the FY 2004 Appropriations Conference Report. The Army has programmed procurement funding in support of the Abrams tank engine program beginning FY 2005 through the Future Years Defense Program (FYDP).

Approved (Signature and Date)

Dov S. Zakheim



DEC 19 2003