

Subject: Armed Reconnaissance Helicopter (ARH) Appropriation Title: Research, Development, Test, and Evaluation, Army, 05/06 Aircraft Procurement, Army, 05/07	DoD Serial Number: FY 05-10 PA
	Includes Transfer? Yes

Component Serial Number: Line Item a	<i>(Amounts in Thousands of Dollars)</i>							
	Program Base Reflecting Congressional Action		Program Previously Approved by Sec Def		Reprogramming Action		Revised Program	
	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
	b	c	d	e	f	g	h	i

This reprogramming action is submitted for prior approval because it uses general transfer authority pursuant to section 8005 of Public Law 108-287, the DoD Appropriations Act, 2005; and section 1001 of Public Law 108-375, the Ronald Reagan National Defense Authorization Act for Fiscal Year 2005, and is determined to be necessary in the national interest. This action transfers \$28.954 million from the Aircraft Procurement, Army, 05/07, appropriation to Research, Development, Test, and Evaluation, Army, 05/06, appropriation. This action reprograms funding in support of a higher priority item, based on unforeseen military requirements, than those for which originally appropriated. It meets all administrative and legal requirements and the items have not previously been denied by the Congress.

<u>FY 2005 REPROGRAMMING INCREASE:</u>	<u>+28,954</u>
<u>Research, Development, Test, and Evaluation, Army, 05/06</u>	<u>+28,954</u>
<u>Budget Activity 5: System Development and Demonstration</u>	
0654220A Armed Reconnaissance Helicopter (ARH)	
15,000	15,000
	+28,954
	43,954

Explanation: The Armed Reconnaissance Helicopter (ARH) is the Army's replacement for the OH-58D Kiowa Warrior. These funds are required to support System Development and Demonstration (SDD) subsystem integration and test of required capabilities onto a modified Commercial-Off-The-Shelf (COTS) aircraft. Failure to provide required funds will delay the SDD program, and subsequently, the First Unit Equipped. This approval supports the need for a timely solution to resolve current armed reconnaissance shortcomings in performance, lethality, interoperability, survivability, and deployability.

<u>FY 2005 REPROGRAMMING DECREASE:</u>	<u>-28,954</u>
<u>Aircraft Procurement, Army, 05/07</u>	<u>-28,954</u>
<u>Budget Activity 1: Aircraft</u>	
Helicopter, Observation Kiowa Warrior Replacement	
11,954	11,954
	-11,954
	-
<u>Budget Activity 2: Modification of Aircraft</u>	
CH-47 Helicopter Mods	845,671
Longbow (Apache)	651,932
	-12,000
	-5,000
	833,671
	646,932

Approved (Signature and Date) **Tina W. Jonas**
 MAR 14 2005

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Explanation: Funds are available within the Kiowa Warrior Replacement procurement line to support these unforeseen requirements of the program. When these funds were originally appropriated, material production of training devices for Kiowa Warrior Replacement was intended to lead the aircraft production. Since that time the acquisition strategy has changed and training devices will not be procured in FY 2005. Funds for the CH-47 and Longbow Apache are available due to program savings and therefore will not require restoration at a later date. The CH-47 non-recurring engineering investment savings reduced the unit cost sufficiently to allow transfer without payback and Apache funds are available based on an Army decision not to upgrade the Longbow Crew Trainer host hardware/software to the current configuration.