

Subject: Hurricane Realignment							DoD Serial Number: FY 08-54 IR	
Appropriation Title: Shipbuilding and Conversion, Navy, 06/10; and Other Procurement, Navy, 06/08							Includes Transfer? Yes	

Component Serial Number:	<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

Part I of this reprogramming transfers \$45.627 million from the Other Procurement, Navy, 06/08 appropriation to the Shipbuilding and Conversion, Navy 06/10 appropriation. This action uses special transfer authority pursuant Section 2201 of Public Law 109-234, the Emergency Supplemental Appropriations Act for Defense, the Global War on Terror, and Hurricane Recovery, 2006.

Part II of this reprogramming transfers \$24.200 million within the Shipbuilding and Conversion, Navy 06/10, appropriation for proper execution pursuant to the Emergency Supplemental Appropriations Act to Address Hurricanes in the Gulf of Mexico, and Pandemic Influenza Act, 2006, Public Law 109-148.

These actions are determined to be necessary in the national interest. These actions do not change the purpose for which the funds were originally appropriated. It meets all administrative and legal requirements and none of the items have previously been denied by the Congress.

PART I

<u>FY 2006 REPROGRAMMING INCREASE:</u>	<u>+45,627</u>
<u>Shipbuilding and Conversion, Navy, 06/10</u>	<u>+45,627</u>
<u>Budget Activity 5: Auxiliaries, Craft and Prior Year Program Costs</u>	
Completion of Prior Year Shipbuilding Programs	
775,236	292,986
	+45,627
	333,613
<u>FY 2006 REPROGRAMMING DECREASE:</u>	<u>+45,627</u>
<u>Other Procurement, Navy, 06/08</u>	<u>-45,627</u>
<u>Budget Activity 7: Personnel and Command Support Equipment</u>	
Command Support Equipment	
84,440	84,440
	-45,627
	38,813

Approved (Signature and Date)

Robert M. Gates

SEP 30 2008

Subject: Hurricane Realignment							DoD Serial Number: FY 08-54 IR	
Appropriation Title: Shipbuilding and Conversion, Navy, 06/10; and Other Procurement, Navy, 06/08							Includes Transfer? Yes	

Component Serial Number:	<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

Explanation: These funds are available to address labor rate increases and labor inefficiencies due to critical trade shortages, greater than normal employee turnover, and labor disruptions for the LPD 17 (Hull 22) program for \$27.0 million. Funds are also available to pay for profit and general/ administrative cost increases for the DDG 51 (Hulls 103, 105, 107, and 110) program for \$18.6 million.

PART II

Shipbuilding and Conversion, Navy, 06/10

<u>Budget Activity 3: Amphibious Ships</u>					-	
LPD 17	1	1,326,425	1	1,479,425	+24,200	1,503,625
<u>Budget Activity 5: Auxiliaries, Craft and Prior Year Program Costs</u>						
Outfitting		36,000		36,000	-5,999	30,001
<u>Budget Activity 5: Auxiliaries, Craft and Prior Year Program Costs</u>						
<u>Completion of Prior Year Shipbuilding Programs</u>						
		1,688,764		1,688,764	-18,201	1,670,563

Explanation: This action realigns funds no longer required for the LCAC, Outfitting, and DDG 51 programs to the LPD 17(Hull 24) program to provide for labor rate increases and labor inefficiencies due to critical trade shortages, greater than normal employee turnover, and labor disruptions.