

Subject: CH-53K Appropriation Title: Various Appropriations	DoD Serial Number: FY 19-02 PA
	Includes Transfer Yes

Component Serial Number:  Line Item	<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
a	b	c	d	e	f	g	h	i

This prior approval reprogramming action is submitted for approval because these actions use general transfer authority. This reprogramming action provides funding in support of higher priority items, based on unforeseen military requirements, than those for which originally appropriated; and are determined to be necessary in the national interest. They meet all administrative and legal requirements, and the Congress has previously denied none of the items.

**PART I** of this reprogramming action transfers \$58.0 million from the Aircraft Procurement, Navy, 19/21, appropriation to the Research, Development, Test, and Evaluation, Navy, 19/20 appropriation. This reprogramming action uses \$58.0 million of general transfer authority pursuant to section 8005 of division A of Public Law 115-245, the Department of Defense (DoD) Appropriations Act, 2019; and section 1001 of Public Law 115-232, the John S. McCain National Defense Authorization Act for Fiscal Year (FY) 2019.

**PART II** of this reprogramming action transfers \$100.0 million from the Aircraft Procurement, Navy, 18/20, appropriation to the Research, Development, Test, and Evaluation, Navy, 18/19, appropriation. This reprogramming action uses \$100. 0 million of general transfer authority pursuant to section 8005 of division C of Public Law 115-141, the DoD Appropriations Act, 2018; and section 1001 of Public Law 115-91, the National Defense Authorization Act for FY 2018.

**PART I – FY 2019 GENERAL TRANSFER AUTHORITY (Section 8005)**

<b><u>FY 2019 REPROGRAMMING INCREASE:</u></b>	<b><u>+58,000</u></b>
<b><u>Research, Development, Test, and Evaluation, Navy, 19/20</u></b>	<b><u>+58,000</u></b>
<b><u>Budget Activity 05: System Development and Demonstration</u></b>	
PE 0605212M CH-53K RDTE      336,945                      336,945	<b>+58,000                      394,945</b>

**Explanation:** Funds are required for the CH-53K program to continue the flight test events under the System Development and Demonstration (SDD) and System Demonstration Test Article (SDTA) program as a result of technical discovery during testing, which lengthens the schedule and requires resolution of deficiencies as well as obsolescence issues. Funding will facilitate continued progress toward successful completion of flight-testing necessary to support completion of Initial Operational Test & Evaluation (IOT&E) and aircraft fielding. Remaining efforts include development of the three remaining software updates, correction of known deficiencies, and completion of critical flight test events (i.e., Aerial Refueling, Extreme Ambient Testing Fire Extinguishing Certification, and Blade Fold Testing). Without additional resources, the program will incur significant delays and/or an SDD/SDTA stop work and will not be able to meet the United States Marine Corps fleet operational requirements. This is a base budget requirement.

Approved (Signature and Date)

 13 Dec 18

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<b><u>FY 2019 REPROGRAMMING DECREASE:</u></b>							<b><u>-58,000</u></b>	
<b><u>Aircraft Procurement, Navy, 19/21</u></b>							<b><u>-58,000</u></b>	
<b><u>Budget Activity 01: Combat Forces</u></b>								
<b><u>H-1 Upgrades (UH-1Y/AH-1Z)</u></b>								
	25	798,355	25	798,355		-58,000	25	740,355

Explanation: Funds are available due to effective negotiations of contractor rates for the H-1 Upgrades program, which resulted in Fixed-Price Incentive contract savings upon award of the FY 2018 production lot and will be applied to the FY 2019 production lot. The program is at the end of the production run. This reduction will not affect the planned quantity of H-1 aircraft, as the Navy will acquire all quantities stated in the Program of Record. This is base budget funding.

**PART II – FY 2018 GENERAL TRANSFER AUTHORITY (Section 8005)**

<b><u>FY 2018 REPROGRAMMING INCREASE:</u></b>							<b><u>+100,000</u></b>	
<b><u>Research, Development, Test, and Evaluation, Navy, 18/19</u></b>							<b><u>+100,000</u></b>	
<b><u>Budget Activity 05: System Development and Demonstration</u></b>								
PE 0605212N CH-53K RDTE		329,376		329,376		+100,000		429,376

Explanation: Funds are required for the CH-53K program to continue the flight test events under the SDD and SDTA program as a result of technical discovery during testing, which lengthens the schedule and requires resolution of deficiencies as well as obsolescence issues. Funding will facilitate continued progress toward successful completion of flight-testing necessary to support completion of IOT&E and aircraft fielding. Remaining efforts include development of the three remaining software updates, correction of known deficiencies, and completion of critical flight test events (i.e., Aerial Refueling, Extreme Ambient Testing Fire Extinguishing Certification, and Blade Fold Testing). Without additional resources, the program will incur significant delays and/or an SDD/SDTA stop work and will not be able to meet the United States Marine Corps fleet operational requirements. This is a base budget requirement.

<b><u>FY 2018 REPROGRAMMING DECREASE:</u></b>							<b><u>-100,000</u></b>	
<b><u>Aircraft Procurement, Navy, 18/20</u></b>							<b><u>-100,000</u></b>	
<b><u>Budget Activity 01: Combat Forces</u></b>								
<b><u>H-1 Upgrades (UH-1Y/AH-1Z)</u></b>								
	29	931,849	29	931,849		-100,000	29	831,849

Explanation: Funds are available due to effective negotiations of contractor rates for the H-1 Upgrades program, which resulted in Fixed-Price Incentive contract savings upon award of the FY 2018 production lot.

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The program is at the end of the production run. This reduction will not affect the planned quantity of H-1 aircraft, as the Navy will acquire all quantities stated in the Program of Record. This is base budget funding.