

TITLE III
PROCUREMENT

The fiscal year 2008 Department of Defense procurement budget request totals \$99,623,010,000. The accompanying bill recommends \$99,608,169,000. The total amount recommended is a decrease of \$14,841,000 below the fiscal year 2008 budget estimate and is \$18,697,413,000 above the total provided for fiscal year 2007. The table below summarizes the budget estimates and the Committee's recommendations.

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST	COMMITTEE RECOMMENDED	CHANGE FROM REQUEST

SUMMARY			
ARMY			
AIRCRAFT.....	4,179,848	3,891,539	-288,309
MISSILES.....	1,645,485	2,103,102	+457,617
WEAPONS, TRACKED COMBAT VEHICLES.....	3,089,998	4,077,189	+987,191
AMMUNITION.....	2,190,576	2,215,976	+25,400
OTHER.....	12,647,099	11,217,945	-1,429,154
TOTAL, ARMY.....	23,753,006	23,505,751	-247,255

NAVY			
AIRCRAFT.....	12,747,767	12,470,280	-277,487
WEAPONS.....	3,084,387	2,928,126	-156,261
AMMUNITION.....	760,484	1,067,484	+307,000
SHIPS.....	13,656,120	15,303,820	+1,647,700
OTHER.....	5,470,412	5,298,238	-172,174
MARINE CORPS.....	2,999,057	2,500,882	-498,175
TOTAL, NAVY.....	38,718,227	39,568,830	+850,603

AIR FORCE			
AIRCRAFT.....	12,393,270	11,690,220	-703,050
MISSILES.....	5,131,002	4,920,959	-210,043
AMMUNITION.....	868,917	342,494	-526,423
OTHER.....	15,421,162	15,255,186	-165,976
TOTAL, AIR FORCE.....	33,814,351	32,208,859	-1,605,492

DEFENSE-WIDE			
DEFENSE-WIDE.....	3,318,834	3,335,637	+16,803
NATIONAL GUARD AND RESERVE EQUIPMENT.....	---	925,000	+925,000
DEFENSE PRODUCTION ACT PURCHASES.....	18,592	64,092	+45,500
	=====	=====	=====
TOTAL PROCUREMENT.....	99,623,010	99,608,169	-14,841

GROW-THE-ARMY AND MARINE CORPS

The President's budget request for fiscal year 2008 includes funding for additional personnel and equipment in recognition of threats to U.S. security beyond the war on terror in Iraq and Afghanistan. The budget request includes funds to increase force structure in both the Army and Marine Corps. Army Active Duty permanent end-strength will grow by 7,000 annually starting in fiscal year 2008, until reaching a total increase of 65,000 by fiscal year 2012. The number of Active Army Brigade Combat Teams will increase from 42 to 48 by fiscal year 2012. Marine Corps end-strength will grow annually by 5,000 starting in fiscal year 2008 until reaching a total increase of 27,000 by fiscal year 2011. The budget request for the Army procurement accounts includes a total of \$4,083,799,000 to support equipment requirements to grow the new Army structure. The funding was placed in five large undistributed lines with specific detailed requirements for the spreading of those funds to other lines provided to the Committee in various briefing materials. The Marine Corps funding for incremental equipment requirements totaled \$2,211,625,000, also listed in several large lines in the initial budget justification documents, with a detailed line item spread provided later. The Committee transfers funds to the detailed lines per the Army and Marine Corps briefing materials provided at the beginning of the budget review process. Additional changes have been made in various line items as the budget review process proceeded and additional information became available to the Committee. Detailed changes are displayed in the tables for each appropriation account. In a number of lines, funding appears to have been requested for the entire Grow-the-Force requirement despite the fact that new units will be formed over the time frame 2008 to 2012. The Committee cautions against funding ahead of need and encourages the Department of Defense to carefully align funding and procurement of additional equipment with the schedule for forming and outfitting new units.

JOINT STRIKE FIGHTER PRODUCTION

In the fiscal year 2008 budget request, the Air Force proposes funding for the procurement of six conventional take-off and landing (CTOL) aircraft and the Navy requested funding for procurement of six short take-off and vertical landing (STOVL) aircraft. The Committee believes that the development and production of the Joint Strike Fighter is at a critical period in the program's history. Aircraft AA-1 has completed the first phase of flight test, production of development aircraft is ramping up, and all nine of the international partners have signed production memoranda of understanding. In addition, the first flight of BF-1, the first of the flight test short take-off and vertical landing (STOVL) variants, is scheduled for next year. However, as the program matures, assembly of the development aircraft continues to slip from last year's schedule which raises questions about the ability of the contractor to meet delivery schedules for the subsequent production lots. The Committee also notes that the first flight of BF-1 is a major milestone decision tied to the contract award for the fiscal year 2008 funds. A slip in the first flight of just a few months could push the

contract award into fiscal year 2009, making the funds requested early-to-need.

While the Committee continues to be concerned about mounting delays in the production of the development aircraft and the potential for BF-1 first flight to be delayed, the Air Force and the contractor have made commitments that they will be able to produce and deliver aircraft on the current schedule. The Committee expects they will keep these commitments. At this time, any reductions in procurement quantities would cause serious perturbations in the program, with impacts extending into future years. The Committee believes this is a critical time for the program and in an effort to provide support and stability, the Committee fully funds the request for production of these aircraft.

ACQUISITION AND MANAGEMENT OF UNMANNED AERIAL SYSTEMS

The Committee notes that for some time a debate has been ongoing within the Department of Defense on the acquisition and management of unmanned aerial systems. The numbers and types of unmanned aerial systems has risen steadily since the beginning of the wars in Iraq and Afghanistan with missions expanding from reconnaissance to logistics, to communications relay, and to direct attack. Systems have become more capable and have been better integrated into overall military operations. Part of the growth in utility and combat effectiveness can be attributed to the diverse creative talents of the various military services and defense agencies. Conversely, opportunities for improved efficiency and interoperability can be lost in service centric approaches to acquiring and employing unmanned air systems. The Committee is aware that the Chief of Staff of the Air Force is seeking designation of the Department of the Air Force as executive agent for medium- and high-altitude unmanned aerial systems. The Committee is equally aware of the unanimous opposition of the other services to the Air Force proposal. A careful analysis of unmanned aerial systems acquisition and management by the Office of the Joint Chiefs of Staff and the Office of the Secretary of Defense is warranted. The Committee strongly cautions against any changes in current acquisition and operating arrangements pertaining to unmanned aerial systems until such time as the analysis is complete and the congressional defense committees have been briefed on any proposed changes.

MILITARY TIRES

The Committee understands that the Base Realignment and Closure Act of 2005 required Commodity Management Privatization of tires. The initiative would eliminate redundant supply operations, improve supply system responsiveness, and seek cost benefits through economies of scale in tire purchases. The Committee also understands that a single company was awarded the contract for aircraft tires and that company is on the winning team for ground vehicle tires. The Committee applauds well managed efforts by the Department of Defense to reduce costs and simultaneously improve support to military units in all branches of the military. The Committee is concerned, however, that the current contracting arrangement requires a very carefully crafted set of firewalls to ensure

that the contractor selected to be responsible for day-to-day management of the military tires programs under the Commodity Management Privatization initiative will not receive an unfair advantage in competing for contracts to provide tires to the centrally managed program. The Committee strongly encourages the Department of Defense, through its implementing agencies, in future competitions, to enhance oversight and avoid both unfair advantages and the appearance of unfair advantages by seeking a program management contractor who would not be a competitor to provide tires under the tire privatization initiative.

RESET AND MODERNIZATION

The Committee is concerned with improving accountability and oversight of funding provided to the military departments for equipment modernization, reset and recapitalization. Accordingly, the Committee directs that within 60 days of enactment of this Act, the Secretary of Defense shall provide to the congressional defense committees a report outlining the assumptions underlying the estimates of reset requirements to repair and replace equipment that is worn out or lost in combat. The report shall explain how recapitalization and upgrade requirements are related to war needs rather than ongoing modernization.

SPECIAL INTEREST ITEMS

Items for which additional funds have been provided as shown in the project level tables or in paragraphs using the phrase “only for” or “only to” in this report are congressional interest items for the purpose of the Base for Reprogramming (DD 1414). Each of these items must be carried on the DD Form 1414 at the stated amount, specifically addressed in the conference report. These items remain special interest items whether or not they are repeated in a subsequent conference report.

REPROGRAMMING GUIDANCE FOR ACQUISITION ACCOUNTS

The Committee directs the Department of Defense to continue to follow the reprogramming guidance specified in the report accompanying the House version of the fiscal year 2006 Department of Defense Appropriations Bill (H.R. 109–119). Specifically, the dollar threshold for reprogramming funds will remain at \$20,000,000 for procurement, and \$10,000,000 for research, development, test and evaluation. The Department shall continue to follow the limitation that prior approval reprogrammings are set at either the specified dollar threshold or 20 percent of the procurement or research, development, test and evaluation line, whichever is less. These thresholds are cumulative. Therefore, if the combined value of transfers into or out of a procurement (P–1) or research, development, test and evaluation (R–1) line exceeds the identified threshold, the Department of Defense must submit a prior approval reprogramming to the congressional defense committees. In addition, guidelines on the application of prior approval reprogramming procedures for congressional special interest items are established elsewhere in this report.

REPROGRAMMING REPORTING REQUIREMENTS

The Committee directs the Under Secretary of the Department of Defense, Comptroller, to continue to provide the congressional defense committees quarterly, spreadsheet-based DD 1416 reports for service and defense-wide accounts in titles III and IV of this Act as required in the statement of the managers accompanying the Conference report on the Department of Defense Appropriations Act, 2006.

FUNDING INCREASES

The Committee directs that the funding increases outlined in these tables shall be provided only for the specific purposes indicated in the tables.

CLASSIFIED ANNEX

Adjustments to the classified programs are addressed in a classified annex accompanying this report.

AIRCRAFT PROCUREMENT, ARMY

Fiscal year 2007 appropriation	\$3,502,483,000
Fiscal year 2008 budget request	4,179,848,000
Committee recommendation	3,891,539,000
Change from budget request	-288,309,000

This appropriation finances acquisition of tactical and utility airplanes and helicopters, including associated electronics, electronic warfare equipment for in-service aircraft, ground support equipment, components and parts such as spare engines, transmission gear boxes, and sensor equipment. It also funds related training devices such as combat flight simulators and production base support.

The Committee recommends an appropriation of \$3,891,539,000 for Aircraft Procurement, Army, which is \$389,056,000 more than the amount provided in fiscal year 2007 and \$288,309,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

AIRCRAFT PROCUREMENT, ARMY						
AIRCRAFT						
FIXED WING						
UTILITY F/W CARGO AIRCRAFT.....	---	157,043	---	119,443	---	-37,600
UTILITY F/W (MR) AIRCRAFT.....	---	---	---	---	---	---
ROTARY						
ARMED RECONNAISSANCE HELICOPTER.....	---	468,259	---	---	---	-468,259
HELICOPTER, LIGHT UTILITY.....	---	230,491	---	230,491	---	---
UH-60 BLACKHAWK (HYP).....	42	588,701	52	770,751	+10	+182,050
UH-60 BLACKHAWK (HYP) (AP-CY).....	---	116,745	---	116,745	---	---
CH-47 HELICOPTER.....	6	157,908	6	157,908	---	---
CH-47 HELICOPTER (AP-CY).....	---	32,982	---	32,982	---	---
TOTAL, AIRCRAFT.....		1,752,129		1,428,320		-323,809

MODIFICATION OF AIRCRAFT						
GUARDRAIL MODS (TIARA).....	---	149,062	---	149,062	---	---
ARL MODS (TIARA).....	---	52,298	---	42,298	---	-10,000
AH-64 MODS.....	---	670,704	---	672,204	---	+1,500
AH-64 MODS (AP-CY).....	---	40,957	---	40,957	---	---
CH-47 CARGO HELICOPTER MODS.....	---	540,658	---	540,658	---	---
CH-47 CARGO HELICOPTER MODS (AP-CY).....	---	39,182	---	39,182	---	---
UTILITY/CARGO AIRPLANE MODS.....	---	17,175	---	17,175	---	---
AIRCRAFT LONG RANGE MODS.....	---	340	---	340	---	---
UH-60 MODS.....	---	13,035	---	24,035	---	+11,000
KIOWA WARRIOR.....	---	20,807	---	51,807	---	+31,000
AIRBORNE AVIONICS.....	---	179,565	---	179,565	---	---
GATM ROLLUP.....	---	53,071	---	53,071	---	---
SPARE PARTS (AIR).....	---	9,304	---	9,304	---	---
TOTAL, MODIFICATION OF AIRCRAFT.....		1,786,158		1,819,658		+33,500

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
SUPPORT EQUIPMENT AND FACILITIES						
GROUND SUPPORT AVIONICS						
AIRCRAFT SURVIVABILITY EQUIPMENT.....	---	48,120	---	48,120	---	---
ASE INFRARED CM.....	---	365,472	---	365,472	---	---
OTHER SUPPORT						
AVIONICS SUPPORT EQUIPMENT.....	---	5,065	---	5,065	---	---
COMMON GROUND EQUIPMENT.....	---	80,221	---	80,221	---	---
AIRCREW INTEGRATED SYSTEMS.....	---	42,727	---	44,727	---	+2,000
AIR TRAFFIC CONTROL.....	---	95,203	---	95,203	---	---
INDUSTRIAL FACILITIES.....	---	2,377	---	2,377	---	---
LAUNCHER, 2.75 ROCKET.....	---	2,376	---	2,376	---	---
TOTAL, SUPPORT EQUIPMENT AND FACILITIES.....		641,561		643,561		+2,000
TOTAL, AIRCRAFT PROCUREMENT, ARMY.....		4,179,648		3,891,539		-288,309

The adjustments to the budget activities for Aircraft Procurement, Army, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

P-1		Budget Request	Committee Recommended	Change from Request
1	UTILITY FIXED WING CARGO AIRCRAFT Program Delay	157,043	119,443 -37,600	-37,600
3	ARMED RECONNAISSANCE HELICOPTER Program Delay Transfer to Research, Development, Test and Evaluation, Army Line 77 Transfer to Aircraft Procurement, Army Line 19	468,259	0 -390,259 -47,000 -31,000	-468,259
5	UH-60 BLACKHAWK (MYP) Grow the Army	588,701	770,751 182,050	182,050
	AIRBORNE RECONNAISSANCE LOW			
10	MODS (TIARA) Authorization Adjustment	52,298	42,298 -10,000	-10,000
11	AH-64 MODS Vibration Management Enhancement Program (VMEP)	670,704	672,204 1,500	1,500
18	UH-60 MODS UH-60A Re-Wiring Program FLIR Radar System for UH-60 Helicopter for New York ARNG UH-60A to UH-60L Upgrade Internal Extended Range Fuel System (Internal 200) UH-60 MEDEVAC and Search and Rescue Thermal Imaging Upgrades	13,035	24,035 2,500 1,000 2,000 4,500 1,000	11,000
19	KIOWA WARRIOR Transfer from Aircraft Procurement, Army, Line 3	20,807	51,807 31,000	31,000
28	AIRCREW INTEGRATED SYSTEMS Cockpit Air Bag System (CABS)	42,727	44,727 2,000	2,000

ARMED RECONNAISSANCE HELICOPTER

The fiscal year 2008 budget request included \$468,259,000 for procurement of 37 Armed Reconnaissance Helicopters (ARH). On March 21, 2007, the ARH program office released a stop-work order as a result of an estimated over target baseline greater than 50 percent development cost growth and low-rate initial production pricing disagreements. The contractor was given 30 days to submit a plan which describes the strategy to maximize the contract performance at minimal cost to the Government and convince the Army it could complete the contract as intended. Following an Army Systems Acquisition Review Council on May 18, 2007, the Army decided to continue with the current contractor and the contractor's revised plan. The Army plan included a program delay of approximately one year with first unit equipped date slipping from the 4th quarter of fiscal year 2009 to the 4th quarter of fiscal year 2010. The Committee remains supportive of the Army's effort to field a replacement to the current armed scout helicopter. However, the Committee cautions the Army against overly optimistic product-development and integration assumptions and encourages greater attention to risk management. The Committee recommendation provides no additional procurement funds to the Armed Reconnaissance Helicopter program; transfers \$47,000,000 to Research, Development, Test and Evaluation, Army for the Armed Reconnaissance Helicopter program; and transfers \$31,000,000 to the OH-58D program for procurement of equipment necessary to sustain the continued service of the Kiowa Warrior fleet.

JOINT CARGO AIRCRAFT

The Committee recommends \$119,443,000 for Joint Cargo Aircraft instead of \$157,043,000 as proposed in the budget request. The Committee remains fully supportive of the Joint Cargo Aircraft program but understands that a source selection award protest has been filed which will delay the program between six months and one year. The recommended fiscal year 2008 funding will support three aircraft and an orderly ramp-up in production.

LIGHT UTILITY HELICOPTER

The Committee is concerned that the Army Program Objective Memorandum (POM) 2008 acquisition schedule does not provide a stable production profile for the Light Utility Helicopter, and does not capitalize on the successful performance of this program. A more rapid and stable procurement plan will fill the Army's urgent requirement sooner by retiring aging and expensive H-1s and H-58s sooner and thus making available H-60 Blackhawks for the global war on terror and other contingency operations sooner. In addition, the Army will realize operational cost savings. The Committee strongly encourages the Department of Defense to address the programmatic acquisition dips in the POM 2008 funding and place the Light Utility Helicopter program on a more rapid and stable production profile.

MISSILE PROCUREMENT, ARMY

Fiscal year 2007 appropriation	\$1,278,967,000
Fiscal year 2008 budget request	1,645,485,000
Committee recommendation	2,103,102,000
Change from budget request	+457,617,000

This appropriation finances the acquisition of surface-to-air, surface-to-surface, air-to-surface, and anti-tank/assault missile systems. Also included are major components, modifications, targets, test equipment and production base support.

The Committee recommends an appropriation of \$2,103,102,000 for Missile Procurement, Army, which is \$824,135,000 more than the amount provided in fiscal year 2007 and \$457,617,000 more than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

MISSILE PROCUREMENT, ARMY						
OTHER MISSILES						
SURFACE-TO-AIR MISSILE SYSTEM						
GROW THE ARMY.....	---	243,251	---	---	---	-243,251
PATRIOT SYSTEM SUMMARY.....	108	472,907	108	472,907	---	---
AIR-TO-SURFACE MISSILE SYSTEM						
HELLFIRE SYS SUMMARY.....	---	46,000	---	46,000	---	---
ANTI-TANK/ASSAULT MISSILE SYSTEM						
JAVELIN (AAWS-R) SYSTEM SUMMARY.....	385	103,799	385	180,713	---	+76,914
TOW 2 SYSTEM SUMMARY.....	2,255	87,893	2,255	87,893	---	---
GUIDED MLRS ROCKET (GMLRS).....	1,482	225,282	1,482	225,282	---	---
MLRS REDUCED RANGE PRACTICE ROCKETS (RRPR).....	3,492	22,585	3,492	22,585	---	---
HIMARS LAUNCHER.....	57	235,865	57	235,865	---	---
		-----		-----		-----
TOTAL, OTHER MISSILES.....		1,437,582		1,271,245		-166,337
MODIFICATION OF MISSILES						
MODIFICATIONS						
PATRIOT MODS.....	---	67,479	---	569,993	---	+502,514
JAVELIN MISSILE MODS.....	---	---	---	---	---	---
ITAS/TOW MODS.....	---	92,330	---	213,770	---	+121,440
MLRS MODS.....	---	5,578	---	5,578	---	---
HIMARS MODIFICATIONS: (NON AAO).....	---	10,541	---	10,541	---	---
		-----		-----		-----
TOTAL, MODIFICATION OF MISSILES.....		175,928		799,882		+623,954
SPARES AND REPAIR PARTS.....	---	23,643	---	23,643	---	---
SUPPORT EQUIPMENT AND FACILITIES						
AIR DEFENSE TARGETS.....	---	4,268	---	4,268	---	---
ITEMS LESS THAN \$5.0M (MISSILES).....	---	10	---	10	---	---
PRODUCTION BASE SUPPORT.....	---	4,054	---	4,054	---	---
		-----		-----		-----
TOTAL, SUPPORT EQUIPMENT AND FACILITIES.....		8,332		8,332		---
		-----		-----		-----
TOTAL, MISSILE PROCUREMENT, ARMY.....		1,645,485		2,103,102		+457,617

The adjustments to the budget activities for Missile Procurement, Army, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
1 GROW THE ARMY	243,251	0	-243,251
Distribute Grow the Army		-243,251	
JAVELIN (ADVANCED ANTITANK WEAPON SYSTEM - MEDIUM) SYSTEM SUMMARY	103,799	180,713	76,914
Grow the Army		76,914	
13 PATRIOT MODS	67,479	569,993	502,514
Grow the Army		502,514	
IMPROVED TARGET ACQUISITION SYSTEM/TOW MODS	92,330	213,770	121,440
Grow the Army		121,440	

PROCUREMENT OF WEAPONS AND TRACKED COMBAT
VEHICLES, ARMY

Fiscal year 2007 appropriation	\$1,906,368,000
Fiscal year 2008 budget request	3,089,998,000
Committee recommendation	4,077,189,000
Change from budget request	+987,191,000

This appropriation finances the acquisition of tanks; personnel and cargo carriers; fighting vehicles; tracked recovery vehicles; self-propelled and towed howitzers; machine guns; mortars; modification of in-service equipment, initial spares; and production base support.

The Committee recommends an appropriation of \$4,077,189,000 for Procurement of Weapons and Tracked Combat Vehicles, Army, which is \$2,170,821 more than the amount provided in fiscal year 2007 and \$987,191,000 more than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
WEAPONS AND OTHER COMBAT VEHICLES						
HOWITZER, LIGHT, TOWED, 105MM, M119	53	48,902	111	101,702	+58	+52,800
GROW THE ARMY	---	331,729	---	---	---	-331,729
M240 MEDIUM MACHINE GUN (7.62MM)	2,308	37,096	2,900	45,085	+592	+7,989
MACHINE GUN, CAL .50 M2 ROLL	---	19,000	---	32,317	---	+13,317
M249 SAW MACHINE GUN (5.56MM)	8,382	35,335	10,839	44,576	+2,457	+9,241
MK-19 GRENADE MACHINE GUN (40MM)	970	21,000	1,683	36,448	+713	+15,448
MORTAR SYSTEMS	313	4,320	313	9,024	---	+4,704
M107, CAL. 50, SNIPER RIFLE	---	417	---	417	---	---
XM320 GRENADE LAUNCHER MODULE (GLM)	---	21,620	---	27,125	---	+5,505
XM110 SEMI-AUTOMATIC SNIPER SYSTEM (SASS)	694	10,000	732	10,460	+38	+460
M4 CARBINE	69,678	97,550	74,678	105,824	+5,000	+8,274
SHOTGUN, MODULAR ACCESSORY SYSTEM (MASS)	5,328	7,000	6,054	7,906	+726	+906
COMMON REMOTELY OPERATED WEAPONS STATION	---	---	100	29,895	+100	+29,895
FUTURE HANDGUN SYSTEM (FHS)	---	3,500	---	3,500	---	---
HOWITZER LT WT 155MM (T)	126	270,251	210	470,569	+84	+200,318
MOD OF WEAPONS AND OTHER COMBAT VEH						
MK-19 GRENADE MACHINE GUN MODS	---	6,264	---	6,264	---	---
M4 CARBINE MODS	---	13,696	---	17,714	---	+4,018
M2 50 CAL MACHINE GUN MODS	---	17,173	---	17,173	---	---
M249 SAW MACHINE GUN MODS	---	12,361	---	12,361	---	---
M240 MEDIUM MACHINE GUN MODS	---	10,177	---	11,700	---	+1,523
M119 MODIFICATIONS	---	1,794	---	1,794	---	---
M16 RIFLE MODS	---	3,900	---	4,088	---	+188
MODIFICATIONS LESS THAN \$5.0M (WOCV-WTCV)	---	2,791	---	2,791	---	---
SUPPORT EQUIPMENT AND FACILITIES						
ITEMS LESS THAN \$5.0M (WOCV-WTCV)	---	---	---	4,762	---	+4,762
PRODUCTION BASE SUPPORT (WOCV-WTCV)	---	6,466	---	6,466	---	---
INDUSTRIAL PREPAREDNESS	---	3,189	---	8,189	---	+5,000
SMALL ARMS (SOLDIER ENH PROG)	---	5,424	---	5,424	---	---
TOTAL, WEAPONS AND OTHER COMBAT VEHICLES		990,955		1,023,574		+32,619
TOTAL, PROCUREMENT OF W&TCV, ARMY		3,089,998		4,077,189		+987,191

The adjustments to the budget activities for Procurement of Weapons and Tracked Combat Vehicles, Army, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1		Budget Request	Committee Recommended	Change from Request
5	STRYKER VEHICLE Mobile Gun System testing and fielding delay Eighth Stryker Brigade	1,038,984	1,912,884 -228,100 1,102,000	873,900
6	FUTURE COMBAT SYSTEMS (FCS) Combat Vehicle and Automotive Advanced Technology for the Antibalistic Windshield Armor Project	79,483	81,983 2,500	2,500
9	FIRE SUPPORT VEHICLE (MOD) Grow the Army	0	35,400 35,400	35,400
13	IMPROVED RECOVERY VEHICLE (MOD) (M88) Grow the Army	36,826	132,526 95,700	95,700
19	SYSTEM ENHANCEMENT PGM: SEP M1A2 Funding no longer required	52,928	0 -52,928	-52,928
22	HOWITZER, LIGHT, TOWED, 105MM, M119 Grow the Army	48,902	101,702 52,800	52,800
23	GROW THE ARMY Distribute Grow the Army	331,729	0 -331,729	-331,729
24	M240 MEDIUM MACHINE GUN (7.62MM) Grow the Army	37,096	45,085 7,989	7,989
25	MACHINE GUN, CAL .50 M2 ROLL Grow the Army	19,000	32,317 13,317	13,317
26	M249 SAW MACHINE GUN (5.56MM) Grow the Army	35,335	44,576 9,241	9,241
27	MK-19 GRENADE MACHINE GUN (40MM) Grow the Army	21,000	36,448 15,448	15,448
28	MORTAR SYSTEMS Grow the Army	4,320	9,024 4,704	4,704
31	XM320 GRENADE LAUNCHER MODULE (GLM) Grow the Army	21,620	27,125 5,505	5,505
32	XM110 SEMI-AUTOMATIC SNIPER SYSTEM (SASS) Grow the Army	10,000	10,460 460	460

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
33 M4 CARBINE Grow the Army	97,550	105,824 8,274	8,274
34 SHOTGUN, MODULAR ACCESSORY SYSTEM (MASS) Grow the Army	7,000	7,906 906	906
35 COMMON REMOTELY OPERATED WEAPONS STATION Grow the Army	0	29,895 29,895	29,895
37 HOWITZER LT WT 155MM (T) Grow the Army Additional Howitzers	270,251	470,569 192,318 8,000	200,318
39 M4 CARBINE MODS Grow the Army	13,696	17,714 4,018	4,018
42 M240 MEDIUM MACHINE GUN MODS Grow the Army	10,177	11,700 1,523	1,523
45 M16 RIFLE MODS Grow the Army	3,900	4,088 188	188
47 ITEMS LESS THAN \$5.0M (WOCV-WTCV) Grow the Army Base Security System USASOC M9 9mm Pistol	0	4,762 1,262 2,000 1,500	4,762
49 INDUSTRIAL PREPAREDNESS Arsenal Support Program Initiative (ASPI) for Rock Island Arsenal	3,189	8,189 5,000	5,000

STRYKER

The Committee commends the Army for the overall success of the Stryker program. Strykers have performed well in combat, demonstrating reliability and survivability. The Committee understands that the schedule for the Initial Operational Test and Evaluation for the Stryker Mobile Gun System (MGS) was delayed from the second quarter of fiscal year 2007 to the first quarter of fiscal year 2008 due to a change in designated test units. Full rate production is to begin in the second quarter of fiscal year 2008. As such, the Committee recommends \$810,884,000 in base line funding for Stryker, a reduction of \$228,100,000 based on the delay in Mobile Gun System testing and production.

Additionally, the Committee has been informed that additional Stryker units would greatly benefit the Army's overall combat power, deployability, flexibility and sustainability. The Committee notes that one of the Army's unfunded requirements for fiscal year 2008 is for additional Strykers for various purposes including for maintenance floats and for certain missions in non-Stryker units. However, the Committee believes that the greatest increase in overall Army readiness can be gained by adding a Stryker brigade to the Army force structure. Accordingly, the Committee recommends an additional \$1,102,000,000 to procure an Eighth Army Stryker brigade, less the Mobile Gun Systems. The Committee directs the Secretary of the Army to provide a report to the congressional defense committees, not later than December 1, 2007, on the future force structure of the Army, including the Grow-the-Army combat and support units, and the allocation of the Eighth Stryker brigade in the total Army force structure.

PROCUREMENT OF AMMUNITION, ARMY

Fiscal year 2007 appropriation	\$1,719,879,000
Fiscal year 2008 budget request	2,190,576,000
Committee recommendation	2,215,976,000
Change from budget request	+25,400,000

This appropriation finances the acquisition of ammunition, modification of in-service stock, and related production base support including the maintenance, expansion, and modernization of industrial facilities and equipment.

The Committee recommends an appropriation of \$2,215,976,000 for Procurement of Ammunition, Army, which is \$496,097,000 more than the amount provided in fiscal year 2007 and \$25,400,000 more than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

PROCUREMENT OF AMMUNITION, ARMY						
AMMUNITION						
SMALL/MEDIUM CAL AMMUNITION						
CTG. 5.56MM, ALL TYPES.....	---	189,179	---	192,179	---	+3,000
CTG. 7.62MM, ALL TYPES.....	---	68,045	---	70,045	---	+2,000
CTG. 9MM, ALL TYPES.....	---	4,527	---	4,527	---	---
CTG. .50 CAL, ALL TYPES.....	---	179,466	---	179,466	---	---
CTG. 25MM, ALL TYPES.....	---	29,243	---	29,243	---	---
CTG. 30MM, ALL TYPES.....	---	21,759	---	21,759	---	---
CTG. 40MM, ALL TYPES.....	---	208,504	---	208,504	---	---
MORTAR AMMUNITION						
60MM MORTAR, ALL TYPES.....	---	6,495	---	8,495	---	+2,000
81MM MORTAR, ALL TYPES.....	---	53,798	---	53,798	---	---
CTG. MORTAR, 120MM, ALL TYPES.....	---	111,594	---	111,594	---	---
TANK AMMUNITION						
CTG TANK 105MM: ALL TYPES.....	---	14,338	---	14,338	---	---
120MM TANK TRAINING, ALL TYPES.....	---	180,400	---	180,400	---	---
ARTILLERY AMMUNITION						
CTG ARTY 75MM, ALL TYPES.....	---	2,699	---	2,699	---	---
CTG ARTY 105MM, ALL TYPES.....	---	41,965	---	41,965	---	---
CTG. ARTY, 155MM, ALL TYPES.....	---	88,049	---	88,049	---	---
PROJ. 155MM EXTENDED RANGE XM982.....	---	28,781	---	28,781	---	---
MODULAR ARTILLERY CHARGE SYSTEM (MACS).....	---	60,076	---	60,076	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
ARTILLERY FUZES						
ARTILLERY FUZES, ALL TYPES.....	---	4,251	---	4,251	---	---
MINES						
MINE, TRAINING, ALL TYPES.....	---	4,791	---	4,791	---	---
MINE, CLEARING CHARGE, ALL TYPES.....	---	2,522	---	2,522	---	---
ANTIPERSONNEL LANDMINE ALTERNATIVES.....	---	51,876	---	51,876	---	---
ROCKETS						
SHOULDER FIRED ROCKETS, ALL TYPES.....	---	29,453	---	32,453	---	+3,000
ROCKET, HYDRA 70, ALL TYPES.....	---	137,861	---	137,861	---	---
OTHER AMMUNITION						
DEMOLITION MUNITIONS, ALL TYPES.....	---	30,945	---	30,945	---	---
GRENADES, ALL TYPES.....	---	72,392	---	74,392	---	+2,000
SIGNALS, ALL TYPES.....	---	181,787	---	181,787	---	---
SIMULATORS, ALL TYPES.....	---	21,608	---	21,608	---	---
MISCELLANEOUS						
AMMO COMPONENTS, ALL TYPES.....	---	15,000	---	15,000	---	---
NON-LETHAL AMMUNITION, ALL TYPES.....	---	25,241	---	25,241	---	---
CAD/PAD ALL TYPES.....	---	2,748	---	2,748	---	---
ITEMS LESS THAN \$5 MILLION.....	---	6,564	---	6,564	---	---
AMMUNITION PECULIAR EQUIPMENT.....	---	11,757	---	14,757	---	+3,000
FIRST DESTINATION TRANSPORTATION (AMMO).....	---	12,100	---	12,100	---	---
TOTAL, AMMUNITION.....		1,899,814		1,914,814		+15,000
AMMUNITION PRODUCTION BASE SUPPORT						
PRODUCTION BASE SUPPORT						
PROVISION OF INDUSTRIAL FACILITIES.....	---	143,708	---	154,108	---	+10,400
LAYAWAY OF INDUSTRIAL FACILITIES.....	---	3,436	---	3,436	---	---
MAINTENANCE OF INACTIVE FACILITIES.....	---	5,418	---	5,418	---	---
CONVENTIONAL MUNITIONS DEMILITARIZATION, ALL.....	---	135,256	---	135,256	---	---
ARMS INITIATIVE.....	---	2,944	---	2,944	---	---
TOTAL, AMMUNITION PRODUCTION BASE SUPPORT.....		290,762		301,162		+10,400
TOTAL, PROCUREMENT OF AMMUNITION, ARMY.....		2,190,576		2,215,976		+25,400

The adjustments to the budget activities for Procurement of Ammunition, Army, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
1 CTG, 5.56MM, ALL TYPES	189,179	192,179	3,000
Lake City Army Ammunition Infrastructure Requirements		3,000	
2 CTG, 7.62MM, ALL TYPES	68,045	70,045	2,000
Polymer Small Arms Production		2,000	
9 60MM MORTAR, ALL TYPES	6,495	8,495	2,000
Procurement of the CTG, Mortar, 60mm, Practice, M769		2,000	
23 SHOULDER FIRED ROCKETS, ALL TYPES	29,453	32,453	3,000
Bunker Defeat Munition		3,000	
26 GRENADES, ALL TYPES	72,392	74,392	2,000
M18 Yellow Smoke Grenade		2,000	
33 AMMUNITION PECULIAR EQUIPMENT	11,757	14,757	3,000
Blue Grass Army Depot Supercritical Water Oxidation (SCWO)		3,000	
36 PROVISION OF INDUSTRIAL FACILITIES	143,708	154,108	10,400
McAlester Army Ammunition Plant Bomb Line Modernization		2,000	
Holston Army Ammunition Plant Thermobaric Extruder Facility		2,400	
Holston Army Ammunition Plant, Critical Reliability Upgrade		2,000	
Ammunition Production Base Support - Scranton Army Ammunition Plant - FY2008		4,000	

OTHER PROCUREMENT, ARMY

Fiscal year 2007 appropriation	\$7,004,914,000
Fiscal year 2008 budget request	12,647,099,000
Committee recommendation	11,217,945,000
Change from budget request	-1,429,154,000

This appropriation finances the acquisition of (a) tactical and commercial vehicles, including trucks, semi-trailers, and trailers of all types to provide mobility and utility support to field forces and the worldwide logistical system; (b) communications and electronic equipment of all types to provide fixed, semi-fixed, and mobile strategic and tactical communications; and (c) other support equipment, generators and power units, material handling equipment, medical support equipment, special equipment for user testing, and non-system training devices. In each of these activities, funds are also included for the modification of in-service equipment, investment spares and repair parts, and production base support.

The Committee recommends an appropriation of \$11,217,945,000 for Other Procurement, Army, which is \$4,213,031,000 more than the amount provided in fiscal year 2007 and \$1,429,154,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

OTHER PROCUREMENT, ARMY						
TACTICAL AND SUPPORT VEHICLES						
TACTICAL VEHICLES						
TACTICAL TRAILERS/DOLLY SETS.....	---	57,053	---	66,684	---	+9,631
SEMITRAILERS, FLATBED.....	---	6,100	---	7,271	---	+1,171
SEMITRAILERS, TANKERS.....	---	2,185	---	2,185	---	---
HI MOB MULTI-PURP WHLD VEH (HMMWV).....	---	596,627	---	987,409	---	+390,782
FAMILY OF MEDIUM TACTICAL VEH (FMTV).....	---	828,403	---	1,852,752	---	+1,024,349
FIRETRUCKS & ASSOCIATED FIREFIGHTING EQUIPMENT.....	---	36,011	---	36,011	---	---
FAMILY OF HEAVY TACTICAL VEHICLES (FHTV).....	---	483,023	---	563,664	---	+80,641
ARMORED SECURITY VEHICLES (ASV).....	---	155,124	---	283,912	---	+128,788
MINE PROTECTION VEHICLE FAMILY.....	---	199,100	---	199,100	---	---
TRUCK, TRACTOR, LINE HAUL, M915/M916.....	---	83,897	---	83,897	---	---
HVY EXPANDED MOBILE TACTICAL TRUCK EXT SERV.....	---	197,499	---	107,499	---	-90,000
GROW THE ARMY.....	---	1,925,867	---	---	---	-1,925,867
HMMWV RECAPITALIZATION PROGRAM.....	---	---	---	5,000	---	+5,000
MODIFICATION OF IN SVC EQUIP.....	---	32,725	---	32,725	---	---
TOWING DEVICE-FIFTH WHEEL.....	---	898	---	1,932	---	+1,034
NON-TACTICAL VEHICLES						
HEAVY ARMORED SEDAN.....	---	600	---	600	---	---
PASSENGER CARRYING VEHICLES.....	---	310	---	310	---	---
NONTACTICAL VEHICLES, OTHER.....	---	3,437	---	3,437	---	---

TOTAL, TACTICAL AND SUPPORT VEHICLES.....		4,608,859		4,234,388		-374,471

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
COMMUNICATIONS AND ELECTRONICS EQUIPMENT						
COMM - JOINT COMMUNICATIONS						
COMBAT IDENTIFICATION PROGRAM.....	---	4,228	---	4,228	---	---
JCSE EQUIPMENT (USREDCOM).....	---	2,071	---	2,071	---	---
COMM - SATELLITE COMMUNICATIONS						
DEFENSE ENTERPRISE WIDEBAND SATCOM SYSTEMS.....	---	87,772	---	125,372	---	+37,600
SHF TERM.....	---	8,790	---	13,964	---	+5,174
SAT TERM, EMUT (SPACE).....	---	812	---	812	---	---
NAVSTAR GLOBAL POSITIONING SYSTEM (SPACE).....	---	86,877	---	104,290	---	+17,413
SMART-T (SPACE).....	---	50,412	---	50,412	---	---
SCAMP (SPACE).....	---	1,300	---	1,300	---	---
GLOBAL BRDCST SVC - GBS.....	---	33,447	---	35,697	---	+2,250
MOD OF IN-SVC EQUIP (TAC SAT).....	---	6,042	---	6,042	---	---
COMM - C3 SYSTEM						
ARMY GLOBAL CMD & CONTROL SYS (AGCCS).....	---	25,512	---	25,912	---	+400
COMM - COMBAT COMMUNICATIONS						
ARMY DATA DISTRIBUTION SYSTEM (DATA RADIO).....	---	7,893	---	9,491	---	+1,598
RADIO TERMINAL SET, MIDS LVT(2).....	---	3,021	---	32,016	---	+28,995
SINGGARS FAMILY.....	---	137,080	---	150,143	---	+13,063
AMC CRITICAL ITEMS - OPA2.....	---	8,000	---	8,000	---	---
MULTI-PURPOSE INFORMATION OPERATIONS SYSTEMS.....	---	8,653	---	8,653	---	---
GROW THE ARMY.....	---	1,248,884	---	---	---	-1,248,884
BRIDGE TO FUTURE NETWORKS.....	---	433,526	---	368,088	---	-65,438
COMMS-ELEC EQUIP FIELDING.....	---	7,902	---	7,902	---	---
SPIDER APLA REMOTE CONTROL UNIT.....	---	18,801	---	19,688	---	+887
SOLDIER ENHANCEMENT PROGRAM COMM/ELECTRONICS.....	---	10,192	---	10,192	---	---
COMBAT SURVIVOR EVADER LOCATOR (CSEL).....	---	12,072	---	12,072	---	---
RADIO, IMPROVED HF FAMILY.....	---	65,530	---	60,974	---	-4,556
MEDICAL COMM FOR CBT CASUALTY CARE (MC4).....	---	19,525	---	21,954	---	+2,429
COMM - INTELLIGENCE COMM						
CI AUTOMATION ARCHITECTURE.....	---	1,461	---	1,461	---	---
INFORMATION SECURITY						
TSEC - ARMY KEY MGT SYS (AKMS).....	---	23,225	---	27,793	---	+4,568
INFORMATION SYSTEM SECURITY PROGRAM-ISSP.....	---	60,301	---	61,832	---	+1,531

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
COMM - LONG HAUL COMMUNICATIONS						
TERRESTRIAL TRANSMISSION.....	---	9,619	---	9,619	---	---
BASE SUPPORT COMMUNICATIONS.....	---	34,520	---	34,520	---	---
ELECTROMAG COMP PROG (EMCP).....	---	511	---	511	---	---
WW TECH CON IMP PROG (WMTICIP).....	---	27,880	---	27,880	---	---
COMM - BASE COMMUNICATIONS						
INFORMATION SYSTEMS.....	---	156,170	---	237,531	---	+81,361
DEFENSE MESSAGE SYSTEM (DMS).....	---	6,662	---	6,662	---	---
INSTALLATION INFO INFRASTRUCTURE MOD PROGRAM.....	---	217,298	---	217,298	---	---
PENTAGON INFORMATION MGT AND TELECOM.....	---	32,076	---	32,076	---	---
ELECT EQUIP - NAT INT PROG (NIP)						
ELECT EQUIP - NAT INTEL PROG (NIP)						
ALL SOURCE ANALYSIS SYS (ASAS) (MIP).....	---	36,132	---	52,485	---	+16,353
JTT/CIBS-M (MIP).....	---	3,560	---	7,566	---	+4,006
PROPHET GROUND (MIP).....	---	119,482	---	119,482	---	---
TACTICAL UNMANNED AERIAL SYS (TUAS)MIP.....	---	196,419	---	232,079	---	+35,660
SMALL UNMANNED AERIAL SYSTEM (SUAS).....	---	20,682	---	33,480	---	+12,798
DIGITAL TOPOGRAPHIC SPT SYS (DTSS) (MIP).....	---	34,604	---	38,854	---	+4,250
DCGS-A (MIP).....	---	114,842	---	147,630	---	+32,788
TROJAN (MIP).....	---	13,418	---	13,418	---	---
MOD OF IN-SVC EQUIP (INTEL SPT) (MIP).....	---	2,351	---	2,351	---	---
CI HUMINT INFO MANAGEMENT SYSTEM (CHIMS) (MIP).....	---	26,310	---	26,586	---	+276
ITEMS LESS THAN \$5.0M (MIP).....	---	17,903	---	23,422	---	+5,519
ELECT EQUIP - ELECTRONIC WARFARE (EW)						
LIGHTWEIGHT COUNTER MORTAR RADAR.....	---	43,893	---	49,197	---	+5,304
COUNTERINTELLIGENCE/SECURITY COUNTERMEASURES.....	---	11,900	---	11,900	---	---
CI MODERNIZATION (MIP).....	---	1,278	---	1,278	---	---
ELECT EQUIP - TACTICAL SURV. (TAC SURV)						
SENTINEL MODS.....	---	20,885	---	20,885	---	---
NIGHT VISION DEVICES.....	---	278,641	---	317,743	---	+39,102
LONG RANGE ADVANCED SCOUT SURVEILLANCE SYSTEM.....	---	129,951	---	159,489	---	+29,538
NIGHT VISION, THERMAL WPN SIGHT.....	---	230,607	---	308,024	---	+77,417
RADIATION MONITORING SYSTEMS.....	---	3,518	---	3,518	---	---
ARTILLERY ACCURACY EQUIP.....	---	---	---	300	---	+300
ENHANCED PORTABLE INDUCTIVE ARTILLERY FUZE.....	---	7,572	---	7,572	---	---
PROFILER.....	---	8,000	---	10,800	---	+2,800

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
MOD OF IN-SVC EQUIP (FIREFINDER RADARS).....	---	41,480	---	41,480	---	---
FORCE XXI BATTLE CMD BRIGADE & BELOW (FBCB2).....	---	175,975	---	250,135	---	+74,160
LIGHTWEIGHT LASER DESIGNATOR/RANGEFINDER (LLD).....	---	93,986	---	137,386	---	+43,400
COMPUTER BALLISTICS: LHMC XM32.....	---	---	---	1,001	---	+1,001
MORTAR FIRE CONTROL SYSTEM.....	---	14,000	---	14,000	---	---
ELECT EQUIP - TACTICAL C2 SYSTEMS TACTICAL OPERATIONS CENTERS.....	---	393,883	---	197,883	---	-196,000
FIRE SUPPORT C2 FAMILY.....	---	40,626	---	47,302	---	+6,676
BATTLE COMMAND SUSTAINMENT SUPPORT SYSTEM.....	---	32,935	---	33,763	---	+828
FAAD C2.....	---	9,000	---	9,000	---	---
AIR & MSL DEFENSE PLANNING & CONTROL SYS (AMD).....	---	19,611	---	40,362	---	+20,751
KNIGHT FAMILY.....	---	68,280	---	94,280	---	+26,000
LIFE CYCLE SOFTWARE SUPPORT (LCSS).....	---	2,070	---	2,070	---	---
AUTOMATIC IDENTIFICATION TECHNOLOGY.....	---	71,034	---	71,034	---	---
TC AIMS II.....	---	29,037	---	29,399	---	+362
JOINT NETWORK MANAGEMENT SYSTEM (JNMS).....	---	10,745	---	10,745	---	---
TACTICAL INTERNET MANAGER.....	---	9,215	---	10,268	---	+1,053
DATA PRODUCTS.....	---	36,142	---	36,142	---	---
MANEUVER CONTROL SYSTEM (MCS).....	---	120,767	---	122,489	---	+1,722
SINGLE ARMY LOGISTICS ENTERPRISE (SALE).....	---	53,563	---	151,105	---	+97,542
MOUNTED BATTLE COMMAND ON THE MOVE (HBCOTM).....	---	42,000	---	42,000	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
ELECT EQUIP - AUTOMATION						
GENERAL FUND ENTERPRISE BUSINESS SYSTEM.....	---	39,353	---	10,134	---	-29,219
ARMY TRAINING MODERNIZATION.....	---	11,389	---	11,389	---	---
AUTOMATED DATA PROCESSING EQUIP.....	---	120,732	---	120,732	---	---
CSS COMMUNICATIONS.....	---	32,955	---	35,635	---	+2,680
RESERVE COMPONENT AUTOMATION SYS (RCAS).....	---	30,427	---	30,427	---	---
ELECT EQUIP - AUDIO VISUAL SYS (A/V)						
AFRTS.....	---	964	---	964	---	---
ITEMS LESS THAN \$5.0M (A/V).....	---	6,306	---	6,306	---	---
ITEMS LESS THAN \$5M (SURVEYING EQUIPMENT).....	---	3,358	---	7,118	---	+3,760
WEAPONIZATION OF UNMANNED AERIAL SYSTEM (UAS).....	---	15,207	---	15,207	---	---
ELECT EQUIP - SUPPORT						
ITEMS UNDER \$5M (SSE).....	---	14,430	---	14,430	---	---
PRODUCTION BASE SUPPORT (C-E).....	---	508	---	508	---	---
TOTAL, COMMUNICATIONS AND ELECTRONICS EQUIPMENT....		5,719,991		4,919,209		-800,782
OTHER SUPPORT EQUIPMENT						
CHEMICAL DEFENSIVE EQUIPMENT						
RADIAC SET AN/PDR 77().....	---	1,500	---	1,539	---	+39
RECONNAISSANCE SYSTEM NUCLEAR - BIOLOGICAL CH.....	---	316	---	316	---	---
CBRN SOLDIER PROTECTION.....	---	46,294	---	59,826	---	+13,532
SMOKE & OBSCURANT FAMILY: SOF (NON AAO ITEM).....	---	7,700	---	9,079	---	+1,379
BRIDGING EQUIPMENT						
TACTICAL BRIDGING.....	---	50,443	---	50,443	---	---
TACTICAL BRIDGE, FLOAT-RIBBON.....	---	74,785	---	74,785	---	---
ENGINEER (NON-CONSTRUCTION) EQUIPMENT						
HANDHELD STANDOFF MINEFIELD DETECTION SYS-HST.....	---	45,218	---	49,163	---	+3,945
GROW THE ARMY.....	---	334,068	---	---	---	-334,068
GRND STANDOFF MINE DETECTION SYSTEM (GSTAMIDS).....	---	63,016	---	63,016	---	---
EXPLOSIVE ORDNANCE DISPOSAL EQPMT (EOD EQPMT).....	---	33,283	---	33,283	---	---
ITEMS LESS THAN \$5M, COUNTERMINE EQUIPMENT.....	---	3,562	---	3,562	---	---
AERIAL DETECTION.....	---	11,708	---	11,708	---	---
COMBAT SERVICE SUPPORT EQUIPMENT						
HEATERS AND ECU'S.....	---	18,463	---	19,860	---	+1,397
LAUNDRIES, SHOWERS AND LATRINES.....	---	---	---	7,050	---	+7,050
SOLDIER ENHANCEMENT.....	---	13,540	---	19,803	---	+6,263
LIGHTWEIGHT MAINTENANCE ENCLOSURE (LME).....	---	---	---	2,000	---	+2,000
FIELD FEEDING EQUIPMENT.....	---	26,123	---	56,145	---	+30,022

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST
	QTY	AMOUNT	QTY	AMOUNT	
CARGO AERIAL DELIVERY PROGRAM	---	43,842	---	43,842	---
MOBILE INTEGRATED REMAINS COLLECTION SYSTEM.....	---	9,941	---	9,941	---
ITEMS LESS THAN \$5.0M (ENG SPT EQ).....	---	20,099	---	24,084	+3,985
PETROLEUM EQUIPMENT					
QUALITY SURVEILLANCE EQUIPMENT.....	---	1,293	---	1,293	---
DISTRIBUTION SYSTEMS, PETROLEUM & WATER.....	---	34,056	---	34,406	+350
WATER EQUIPMENT					
WATER PURIFICATION SYSTEMS.....	---	41,981	---	42,417	+436
MEDICAL EQUIPMENT					
COMBAT SUPPORT MEDICAL.....	---	85,490	---	76,611	-8,879
MAINTENANCE EQUIPMENT					
MOBILE MAINTENANCE EQUIPMENT SYSTEMS.....	---	29,475	---	40,173	+10,698
ITEMS LESS THAN \$5.0M (MAINT EQ).....	---	23,396	---	23,396	---
CONSTRUCTION EQUIPMENT					
GRADER, ROAD MTZD, HVY, 6X4 (CCE).....	---	11,700	---	15,010	+3,310
SKID LOADER (SSL) FAMILY OF SYSTEM.....	---	16,900	---	16,900	---
SCRAPERS, EARTHMOVING.....	---	19,440	---	26,019	+6,579
DISTR. WATER, SP MIN 2500G SEC/NON-SEC.....	---	6,440	---	6,440	---
MISSION MODULES - ENGINEERING.....	---	4,219	---	4,219	---
LOADERS.....	---	18,842	---	19,886	+1,044
HYDRAULIC EXCAVATOR.....	---	3,371	---	3,931	+560
TRACTOR, FULL TRACKED.....	---	6,000	---	8,189	+2,189
HIGH MOBILITY ENGINEER EXCAVATOR (HMEE).....	---	37,800	---	40,087	+2,287
CONST EQUIP ESP.....	---	42,984	---	42,984	---
ITEMS LESS THAN \$5.0M (CONST EQUIP).....	---	11,484	---	11,822	+338
RAIL FLOAT CONTAINERIZATION EQUIPMENT					
JOINT HIGH SPEED VEHICLE (JHSV).....	---	210,000	---	76,000	-134,000
HARBORMASTER COMMAND & CONTROL CENTER (HCCC).....	---	18,237	---	18,237	---
ITEMS LESS THAN \$5.0M (FLOAT/RAIL).....	---	4,300	---	4,300	---
GENERATORS					
GENERATORS AND ASSOCIATED EQUIP.....	---	92,863	---	111,475	+18,612
ROUGH TERRAIN CONTAINER HANDLER (RTCH).....	---	20,587	---	42,895	+22,308
MATERIAL HANDLING EQUIPMENT					
ALL TERRAIN LIFTING ARMY SYSTEM.....	---	24,757	---	39,742	+14,985
TRAINING EQUIPMENT					
COMBAT TRAINING CENTERS (CTC) SUPPORT.....	---	16,337	---	19,837	+3,500
TRAINING DEVICES, NONSYSTEM.....	---	201,843	---	262,943	+61,100
CLOSE COMBAT TACTICAL TRAINER.....	---	67,123	---	67,123	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
AVIATION COMBINED ARMS TACTICAL TRAINER (AVCA).....	---	67,386	---	67,386	---	---
TEST MEASURE AND DIG EQUIPMENT (TMD) CALIBRATION SETS EQUIPMENT.....	---	10,644	---	10,644	---	---
INTEGRATED FAMILY OF TEST EQUIPMENT (IFTE).....	---	36,516	---	36,516	---	---
TEST EQUIPMENT MODERNIZATION (TEMOD).....	---	19,302	---	22,802	---	+3,500
OTHER SUPPORT EQUIPMENT						
RAPID EQUIPPING SOLDIER SUPPORT EQUIPMENT.....	---	48,704	---	48,704	---	---
PHYSICAL SECURITY SYSTEMS (OPA3).....	---	103,018	---	104,656	---	+1,638
BASE LEVEL COM'L EQUIPMENT.....	---	29,976	---	29,976	---	---
MODIFICATION OF IN-SVC EQUIPMENT (OPA-3).....	---	58,223	---	58,223	---	---
PRODUCTION BASE SUPPORT (OTH).....	---	3,061	---	3,061	---	---
SPECIAL EQUIPMENT FOR USER TESTING.....	---	23,968	---	23,968	---	---
AMC CRITICAL ITEMS OPA3.....	---	7,000	---	7,000	---	---
MA8975.....	---	2,499	---	2,499	---	---
TOTAL, OTHER SUPPORT EQUIPMENT.....		2,265,116		2,011,215		-253,901
SPARE AND REPAIR PARTS						
INITIAL SPARES - C&E.....	---	44,497	---	44,497	---	---
TOTAL, SPARE AND REPAIR PARTS.....		44,497		44,497		---
CLASSIFIED PROGRAMS.....	---	8,636	---	8,636	---	---
TOTAL, OTHER PROCUREMENT, ARMY.....		12,647,099		11,217,945		-1,429,154

The adjustments to the budget activities for Other Procurement, Army, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1		Budget Request	Committee Recommended	Change from Request
1	TACTICAL TRAILERS/DOLLY SETS Grow the Army	57,053	66,684 9,631	9,631
2	SEMITRAILERS, FLATBED Grow the Army M871 Series Trailer Refurbishment Program	6,100	7,271 171 1,000	1,171
4	HIGH MOBILITY MULTI-PURPOSE WHEELED VEHICLE (HMMWV) Grow the Army Vehicle Emergency Escape Window	596,627	987,409 389,782 1,000	390,782
5	FAMILY OF MEDIUM TACTICAL VEHICLES (FMTV) Grow the Army	828,403	1,852,752 1,024,349	1,024,349
7	FAMILY OF HEAVY TACTICAL VEHICLES (FHTV) Grow the Army	483,023	563,664 80,641	80,641
8	ARMORED SECURITY VEHICLES (ASV) Grow the Army Armored Security Vehicle, M-1117 Guardian ASV Turret Upgrades	155,124	283,912 126,288 2,500	128,788
11	HEAVY EXPANDED MOBILE TACTICAL TRUCK EXTENDED SERVICE Defer consideration to GWOT Supplemental	197,499	107,499 -90,000	-90,000
12	GROW THE ARMY Distribute Grow the Army	1,925,867	0 -1,925,867	-1,925,867
13	HMMWV RECAPITALIZATION PROGRAM HMMWV Restraint system	0	5,000 5,000	5,000
16	TOWING DEVICE-FIFTH WHEEL Grow the Army Microclimate Cooling Unit (MCU) for Military Tactical Vehicles	898	1,932 34 1,000	1,034
23	DEFENSE ENTERPRISE WIDEBAND SATCOM SYSTEMS Grow the Army	87,772	125,372 37,600	37,600
24	SUPER HIGH FREQUENCY TERMINAL Grow the Army	8,790	13,964 5,174	5,174

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1		Budget Request	Committee Recommended	Change from Request
	NAVSTAR GLOBAL POSITIONING SYSTEM			
26	(SPACE)	86,877	104,290	17,413
	Grow the Army		10,413	
	Defense Advanced GPS Receiver (DAGR)		3,000	
	Magneto Inductive Remote Activation Munition Systems MI-RAMS		4,000	
29	GLOBAL BROADCAST SERVICE - GBS	33,447	35,697	2,250
	Grow the Army		2,250	
	ARMY GLOBAL COMMAND & CONTROL SYSTEM			
31	(AGCCS)	25,512	25,912	400
	Grow the Army		400	
	ARMY DATA DISTRIBUTION SYSTEM			
32	(DATA RADIO)	7,893	9,491	1,598
	Grow the Army		1,598	
	RADIO TERMINAL SET, MULTIFUNCTIONAL INFORMATION DISTRIBUTION SYSTEM LOW VOLUME			
33	TERMINAL (2)	3,021	32,016	28,995
	Grow the Army		28,995	
34	SINGGARS FAMILY	137,080	150,143	13,063
	Grow the Army		10,563	
	Radio Personality Modules for SINGGARS Test Sets		2,500	
37	GROW THE ARMY	1,248,884	0	-1,248,884
	Distribute Grow the Army		-1,248,884	
38	BRIDGE TO FUTURE NETWORKS	433,526	368,088	-65,438
	Grow the Army		65,562	
	Transfer to Research, Development, Test and Evaluation, Army, Line 67		-134,000	
	Satellite Multi-Modal Collaborative Crisis and Training Network		3,000	
	SPIDER ANTIPERSONNEL LANDMINES			
40	ALTERNATIVES REMOTE CONTROL UNIT	18,801	19,688	887
	Grow the Army		887	
	RADIO, IMPROVED HIGH FREQUENCY			
43	FAMILY	65,530	60,974	-4,556
	Grow the Army		15,844	
	Authorization Adjustment		-20,400	
	MEDICAL COMMUNICATIONS FOR COMBAT			
44	CASUALTY CARE (MC4)	19,525	21,954	2,429
	Grow the Army		2,429	

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
	TRANSMISSIONS SECURITY - ARMY KEY		
46	MANAGEMENT SYSTEM (AKMS)	27,793	4,568
	Grow the Army	4,568	
	INFORMATION SYSTEM SECURITY		
47	PROGRAM-ISSP	61,832	1,531
	Grow the Army	31	
	Critical Army Systems – Cyber Attack Technology (CASCAT)	1,500	
52	INFORMATION SYSTEMS	237,531	81,361
	Grow the Army	81,361	
	ALL SOURCE ANALYSIS SYSTEM		
58	(ASAS) (MIP)	52,485	16,353
	Grow the Army	16,353	
	JOINT TACTICAL TERMINAL/COMMON INTEGRATED BROADCAST SERVICE		
59	MODULES (MIP)	7,566	4,006
	Grow the Army	4,006	
	TACTICAL UNMANNED AERIAL SYSTEM		
61	(TUAS) (MIP)	232,079	35,660
	Grow the Army	30,660	
	Warrior Block 0 All-Weather, Hi-Fidelity Sensor Upgrades	5,000	
	SMALL UNMANNED AERIAL SYSTEM		
62	(SUAS)	33,480	12,798
	Grow the Army	12,798	
	DIGITAL TOPOGRAPHIC SUPPORT SYSTEM (DTSS)		
64	(MIP)	38,854	4,250
	Grow the Army	4,250	
	DISTRIBUTED COMMON GROUND SYSTEM - ARMY		
67	(MIP)	147,630	32,788
	Grow the Army	32,788	
	COUNTER INTELLIGENCE/HUMAN INTELLIGENCE		
71	INFORMATION MANAGEMENT SYSTEM (CHIMS) (MIP)	26,586	276
	Grow the Army	276	
72	ITEMS LESS THAN \$5.0M (MIP)	23,422	5,519
	Grow the Army	5,519	
	LIGHTWEIGHT COUNTER MORTAR		
73	RADAR	49,197	5,304
	Grow the Army	5,304	

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
77 NIGHT VISION DEVICES	278,641	317,743	39,102
Grow the Army		147,102	
Defer consideration to GWOT Supplemental Modular Tactical LED Weapon Light with IR Illuminator		-110,000 2,000	
78 LONG RANGE ADVANCED SCOUT SURVEILLANCE SYSTEM	129,951	159,489	29,538
Grow the Army		29,538	
79 NIGHT VISION, THERMAL WEAPONS SIGHT	230,607	308,024	77,417
Grow the Army		102,417	
Defer consideration to GWOT Supplemental		-25,000	
81 ARTILLERY ACCURACY EQUIPMENT	0	300	300
Grow the Army		300	
84 PROFILER	8,000	10,800	2,800
Grow the Army		2,800	
86 FORCE XXI BATTLE COMMAND BRIGADE AND BELOW (FBCB2)	175,975	250,135	74,160
Grow the Army		74,160	
87 LIGHTWEIGHT LASER DESIGNATOR/RANGE FINDER (LLD)	93,986	137,386	43,400
Grow the Army		43,400	
88 COMPUTER BALLISTICS: LIGHTWEIGHT HANDHELD MORTAR BALLISTIC COMPUTER XM32	0	1,001	1,001
Grow the Army		1,001	
92 TACTICAL OPERATIONS CENTERS	393,883	197,883	-196,000
Authorization Adjustment		-196,000	
93 FIRE SUPPORT C2 FAMILY	40,626	47,302	6,676
Grow the Army		6,676	
94 BATTLE COMMAND SUSTAINMENT SUPPORT SYSTEM	32,935	33,763	828
Grow the Army		828	
96 AIR AND MISSILE DEFENSE PLANNING AND CONTROL SYSTEMS	19,611	40,362	20,751
Grow the Army		20,751	
97 KNIGHT FAMILY	68,280	94,280	26,000
Grow the Army		26,000	

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
TRANSPORTATION COORDINATORS - AUTOMATED INFORMATION FOR MOVEMENT			
100 SYSTEM II	29,037	29,399	362
Grow the Army		362	
102 TACTICAL INTERNET MANAGER	9,215	10,268	1,053
Grow the Army		1,053	
104 MANEUVER CONTROL SYSTEM (MCS)	120,767	122,489	1,722
Grow the Army		1,722	
SINGLE ARMY LOGISTICS ENTERPRISE (SALE)			
105	53,563	151,105	97,542
Grow the Army		96,042	
Depot Automated Identification Technology (D-AIT) at Anniston Army Depot and Red River Army Depot		1,500	
GENERAL FUND ENTERPRISE BUSINESS SYSTEM			
107	39,353	10,134	-29,219
Transfer to Research, Development, Test and Evaluation, Army, line 118		-29,219	
COMBAT SERVICE SUPPORT COMMUNICATIONS			
110	32,955	35,635	2,680
Grow the Army		2,680	
ITEMS LESS THAN \$5M (SURVEYING EQUIPMENT)			
114	3,358	7,118	3,760
Grow the Army		3,760	
118 RADIAC SET AN/PDR 77	1,500	1,539	39
Grow the Army		39	
120 CBRN SOLDIER PROTECTION	46,294	59,826	13,532
Grow the Army		13,532	
SMOKE & OBSCURANT FAMILY: SOF (NON AAO ITEM)			
121	7,700	9,079	1,379
Grow the Army		1,379	
HANDHELD STANDOFF MINEFIELD DETECTION SYSTEM-HSTAMIDS			
124	45,218	49,163	3,945
Grow the Army		3,945	
125 GROW THE ARMY	334,068	0	-334,068
Distribute Grow the Army		-334,068	
HEATERS AND ENVIRONMENTAL CONTROL UNITS			
131	18,463	19,860	1,397
Grow the Army		1,397	

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
132 LAUNDRIES, SHOWERS AND LATRINES	0	7,050	7,050
Grow the Army		7,050	
133 SOLDIER ENHANCEMENT	13,540	19,803	6,263
Grow the Army		6,263	
LIGHTWEIGHT MAINTENANCE			
134 ENCLOSURE (LME)	0	2,000	2,000
Requirement Objective for Lightweight Maintenance Enclosure (LME) for Army fiscal year 2008		2,000	
138 FIELD FEEDING EQUIPMENT	26,123	56,145	30,022
Grow the Army		30,022	
141 ITEMS LESS THAN \$5.0M (ENG SPT EQ)	20,099	24,084	3,985
Grow the Army		985	
Recon-Navigation System (RNAV) for Diver Propulsion Devices		3,000	
DISTRIBUTION SYSTEMS, PETROLEUM AND WATER			
144 AND WATER	34,056	34,406	350
Grow the Army		350	
145 WATER PURIFICATION SYSTEMS	41,981	42,417	436
Grow the Army		436	
146 COMBAT SUPPORT MEDICAL	85,490	76,611	-8,879
Grow the Army		871	
Combat Support Hospital		4,000	
Cartledge Infuser		2,250	
Life Support for Trauma and Transport (LSTAT/LSTAT-Lite)		4,000	
Army Modularity funding - Defer consideration to the GWOT supplemental		-20,000	
MOBILE MAINTENANCE EQUIPMENT			
147 SYSTEMS	29,475	40,173	10,698
Grow the Army		10,698	
149 GRADER, ROAD MOTORIZED, HEAVY, 6X4	11,700	15,010	3,310
Grow the Army		3,310	
151 SCRAPERS, EARTHMOVING	19,440	26,019	6,579
Grow the Army		6,579	
154 LOADERS	18,842	19,886	1,044
Grow the Army		1,044	
155 HYDRAULIC EXCAVATOR	3,371	3,931	560
Grow the Army		560	

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
156 TRACTOR, FULL TRACKED	6,000	8,189	2,189
Grow the Army		2,189	
HIGH MOBILITY ENGINEER EXCAVATOR			
158 (HMEE)	37,800	40,087	2,287
Grow the Army		2,287	
ITEMS LESS THAN \$5.0M			
160 (CONSTRUCTION EQUIPMENT)	11,484	11,822	338
Grow the Army		338	
162 JOINT HIGH SPEED VEHICLE (JHSV)	210,000	76,000	-134,000
Funding ahead of need		-134,000	
GENERATORS AND ASSOCIATED			
166 EQUIPMENT	92,863	111,475	18,612
Grow the Army		18,612	
ROUGH TERRAIN CONTAINER HANDLER			
167 (RTCH)	20,587	42,895	22,308
Grow the Army		22,308	
168 ALL TERRAIN LIFTING ARMY SYSTEM	24,757	39,742	14,985
Grow the Army		14,985	
COMBAT TRAINING CENTERS (CTC)			
169 SUPPORT	16,337	19,837	3,500
Mobile Virtual Training Capability (MVTC)		2,500	
America's Army Live-Fire Shoot House Deployment		1,000	
170 TRAINING DEVICES, NONSYSTEM	201,843	262,943	61,100
Call For Fire Trainer/Joint Fires and Effects Trainer System		3,000	
Muscatatuck Urban Training Center (MUTC) Instrumentation		2,000	
Call for Fire Trainer for the Army National Guard		4,000	
Laser Marksmanship Training System (LMTS)		5,000	
Virtual Warrior Interactive (VWI)		4,000	
Air and Missile Defense Instrumentation System		1,600	
Combat Arms Training System (CATS)		4,000	
Combat Skills Simulation Systems, Ohio Army National Guard		1,000	
Transfer to Operation and Maintenance, Defense-Wide for CE2T2		-500	
FlexTrain eXportable Combat Training Capability (XCTC)		2,000	
HMMWV and Tactical Truck Convoy Trainer		10,000	
I-MILES and I-HITS for home station training		25,000	

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
TEST EQUIPMENT MODERNIZATION			
175 (TEMOD)	19,302	22,802	3,500
Mobile Defense Fighting Positions		3,500	
178 PHYSICAL SECURITY SYSTEMS (OPA3)	103,018	104,656	1,638
Grow the Army		1,638	

BRIDGE TO FUTURE NETWORKS

On March 5, 2007, congressional notification was made of a Nunn-McCurdy cost growth breach for the Warfighter Information Network—Tactical (WIN-T). On June 5, 2007, the Under Secretary of Defense for Acquisition, Technology and Logistics provided to the Congress certification that the WIN-T program satisfied the requirements for continuation. The WIN-T program was restructured to absorb the Joint Network Node (JNN) program as an Acquisition Category 1D Major Defense Acquisition Program. The restructured WIN-T program consists of four progressively more capable increments. The budget request for fiscal year 2008 included \$433,526,000 for Bridge to Future Networks in the base request, with an additional \$65,562,000 requested for Grow the Army, for a total request of \$499,088,000. The funds were allocated as follows: \$126,742,000 for Area Common User System modernization; and \$372,346,000 for procurement of JNN. The Army has reevaluated JNN procurement requirements and has requested that \$134,000,000 be transferred to Research, Development, Test and Evaluation, Army, Line 67, for WIN-T program stabilization. The Committee supports this transfer and provides a total of \$368,088,000 procurement funding for Bridge to Future Networks.

JOINT HIGH SPEED VESSEL

The Committee recommends \$76,000,000 in procurement funding for the Joint High Speed Vessel program instead of \$210,000,000 as proposed in the budget request. The Committee understands that the program requires \$60,000,000 for detailed design, and \$16,000,000 for long lead items in fiscal year 2008. The remainder of the funding is not needed until vessel construction begins in fiscal year 2009.

HMMWV

The Army's base budget request of \$596,627,000, plus \$389,782,000 for Grow the Army requirements, totals \$986,409,000 for HMMWVs. Virtually all the HMMWVs requested will be armored variants. The Committee understands that the driving characteristics and emergency egress procedures for the Up-Armored HMMWV are vastly different from an un-armored vehicle. The Committee strongly encourages the Army to provide Up-Armored HMMWVs for home station training once the needs of deployed units have been met. The Committee recommends total funding for HMMWVs of \$987,409,000, which includes an additional \$1,000,000 for Vehicle Emergency Escape Windows.

HEAVY EXPANDED MOBILE TACTICAL TRUCK EXTENDED SERVICE PROGRAM

The Committee recommendation includes \$107,499,000 for the Heavy Expanded Mobile Tactical Truck Extended Service Program, instead of \$197,499,000 as proposed in the budget request. The Committee believes that additional Heavy Expanded Mobile Tactical Truck Extended Service Program requirements are more properly considered as part of the Global War on Terror supplemental request.

NIGHT VISION THERMAL WEAPONS SIGHT

The Committee recommendation includes \$308,024,000 for Night Vision Thermal Weapons Sights instead of \$333,024,000 as proposed in the base budget request plus Grow-the-Army requirements. The Committee believes that \$25,000,000 of the \$230,607,000 base budget request is more properly considered as part of the Global War on Terror supplemental request.

TACTICAL OPERATIONS CENTERS

The budget request includes \$393,883,000 for Tactical Operations Centers in the base request. The Committee recommends funding of \$197,883,000, a reduction of \$196,000,000. The Committee notes that an additional \$263,709,000 is included for Tactical Operations Centers in the global war on terror supplemental request. The Committee understands that the Army's Command Post Platform program provides much needed improvements and standardization to the Army's tactical command posts. The Command Post Platform fielding will ensure that all tactical Army units share similar command and control capabilities, are interoperable, and more easily deployed and supported. The Committee supports the Army's efforts to field a standardized command post configuration to the active and reserve components of the Army. The Committee recommendation will ensure a program which, when combined with supplemental funds, will ensure prompt fielding to deploying units and a steady fielding program for non-deployed units.

FIELD MEDICAL EQUIPMENT LINE

The fiscal year 2008 budget request included \$20,000,000 in Other Procurement, Army for the new combat support hospital capabilities and field medical systems. The Committee believes that \$20,000,000 for medical field systems is more properly considered as part of the Global War on Terror supplemental request.

AIRCRAFT PROCUREMENT, NAVY

Fiscal year 2007 appropriation	\$10,393,316,000
Fiscal year 2008 budget request	12,747,767,000
Committee recommendation	12,470,280,000
Change from budget request	-277,487,000

This appropriation provides funds for the procurement of aircraft and related support equipment and programs; flight simulators; equipment to modify in-service aircraft to extend their service life, eliminate safety hazards and improve aircraft operational effectiveness; and spare parts and ground support equipment for all end items procured by this appropriation.

The Committee recommends an appropriation of \$12,470,280,000 for Aircraft Procurement, Navy, which is \$2,076,964,000 more than the amount provided in fiscal year 2007 and \$277,487,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

AIRCRAFT PROCUREMENT, NAVY						
COMBAT AIRCRAFT						
AV-8B (V/STOL)HARRIER (MYP).....	---	3,016	---	3,016	---	---
EA-18G.....	18	1,267,710	18	1,266,010	---	-1,700
EA-18G (AP-CY).....	---	51,117	---	51,117	---	---
F/A-18E/F (FIGHTER) HORNET (MYP).....	24	2,057,149	24	2,042,249	---	-14,900
F/A-18E/F (FIGHTER) HORNET (MYP) (AP-CY).....	---	46,817	---	46,817	---	---
JOINT STRIKE FIGHTER.....	6	1,112,564	6	1,112,564	---	---
JOINT STRIKE FIGHTER ADVANCE PROCUREMENT (CY).....	---	119,598	---	119,598	---	---
V-22 (MEDIUM LIFT).....	21	1,758,661	21	1,758,661	---	---
V-22 (MEDIUM LIFT) (AP-CY).....	---	200,690	---	200,690	---	---
UH-1Y/AH-1Z.....	20	518,475	15	414,475	-5	-104,000
MH-60S (MYP).....	18	423,540	18	423,540	---	---
MH-60S (MYP) (AP-CY).....	---	80,037	---	80,037	---	---
MH-60R.....	27	844,721	27	844,721	---	---
MH-60R (AP-CY).....	---	152,841	---	152,841	---	---
E-2C (EARLY WARNING) HAWKEYE (MYP) (AP-CY).....	---	57,275	---	52,575	---	-4,700
TOTAL, COMBAT AIRCRAFT.....		8,694,211		8,568,911		-125,300

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

TRAINER AIRCRAFT						
T-45TS (TRAINER) GOSHAWK	---	32,523	---	32,523	---	---
JPATS	44	295,272	44	295,272	---	---

TOTAL, TRAINER AIRCRAFT		327,795		327,795		---

OTHER AIRCRAFT						
KC-130J	4	222,543	4	219,643	---	-2,900
KC-130J (AP-CY)	---	33,900	---	33,900	---	---
VTUAV	3	37,687	---	---	-3	-37,687
OTHER SUPPORT AIRCRAFT	---	---	---	8,300	---	+8,300

TOTAL, OTHER AIRCRAFT		294,130		261,843		-32,287

MODIFICATION OF AIRCRAFT						
EA-6 SERIES	---	30,602	---	30,602	---	---
AV-8 SERIES	---	37,549	---	36,249	---	-1,300
ADVERSARY	---	3,523	---	3,523	---	---
F-18 SERIES	---	441,883	---	432,783	---	-9,100
H-46 SERIES	---	22,125	---	22,125	---	---
AH-1W SERIES	---	7,404	---	7,404	---	---
H-53 SERIES	---	48,145	---	42,845	---	-5,300
SH-60 SERIES	---	58,609	---	58,609	---	---
H-1 SERIES	---	6,489	---	6,489	---	---
EP-3 SERIES	---	46,862	---	46,862	---	---
P-3 SERIES	---	262,563	---	244,063	---	-18,500
S-3 SERIES	---	470	---	470	---	---
E-2 SERIES	---	11,047	---	6,947	---	-4,100
TRAINER A/C SERIES	---	20,227	---	20,227	---	---
C-2A	---	32,420	---	32,420	---	---
C-130 SERIES	---	1,208	---	2,208	---	+1,000

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
FEWSG.....	---	651	---	651	---	---
CARGO/TRANSPORT A/C SERIES.....	---	20,903	---	20,903	---	---
E-6 SERIES.....	---	126,185	---	126,185	---	---
EXECUTIVE HELICOPTERS SERIES.....	---	55,823	---	47,223	---	-8,600
SPECIAL PROJECT AIRCRAFT.....	---	13,707	---	18,707	---	+5,000
T-45 SERIES.....	---	57,157	---	57,157	---	---
POWER PLANT CHANGES.....	---	22,454	---	22,454	---	---
JPATS SERIES.....	---	9,872	---	9,872	---	---
AVIATION LIFE SUPPORT MODS.....	---	8,389	---	8,389	---	---
COMMON ECM EQUIPMENT.....	---	65,774	---	70,774	---	+5,000
COMMON AVIONICS CHANGES.....	---	148,785	---	148,785	---	---
COMMON DEFENSIVE WEAPON SYSTEM.....	---	6,454	---	6,454	---	---
ID SYSTEMS.....	---	10,283	---	10,283	---	---
V-22 (TILT/ROTOR ACFT) OSPREY.....	---	68,377	---	68,377	---	---
TOTAL, MODIFICATION OF AIRCRAFT.....		1,645,940		1,610,040		-35,900
AIRCRAFT SPARES AND REPAIR PARTS						
SPARES AND REPAIR PARTS.....	---	1,158,051	---	1,073,051	---	-85,000
AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES						
COMMON GROUND EQUIPMENT.....	---	470,795	---	470,795	---	---
AIRCRAFT INDUSTRIAL FACILITIES.....	---	10,812	---	10,812	---	---
WAR CONSUMABLES.....	---	65,369	---	66,369	---	+1,000
OTHER PRODUCTION CHARGES.....	---	20,630	---	20,630	---	---
SPECIAL SUPPORT EQUIPMENT.....	---	58,315	---	58,315	---	---
FIRST DESTINATION TRANSPORTATION.....	---	1,719	---	1,719	---	---
TOTAL, AIRCRAFT SUPPORT EQUIPMENT & FACILITIES.....		627,640		628,640		+1,000
TOTAL, AIRCRAFT PROCUREMENT, NAVY.....		12,747,767		12,470,280		-277,487

The adjustments to the budget activities for Aircraft Procurement, Navy, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
(in thousands of dollars)

	Budget Request	Committee Recommended	Change from Request
2 EA-18G	1,267,710	1,266,010	-1,700
Support funding carryover		-1,700	
4 F/A-18E/F (FIGHTER) HORNET (MYP)	2,057,149	2,042,249	-14,900
Support funding carryover		-14,900	
10 UH-1Y/AH-1Z	518,475	414,475	-104,000
AH-1Z new build strategy		-104,000	
16 E-2C (EARLY WARNING) HAWKEYE (MYP) (AP-CY)	57,275	52,575	-4,700
Items less than 36 month lead time		-4,700	
20 KC-130J	222,543	219,643	-2,900
Support funding carryover		-2,900	
23 VTUAV	37,687	0	-37,687
VTUAV phasing due to Littoral Combat Ship restructure		-37,687	
24 OTHER SUPPORT AIRCRAFT	0	8,300	8,300
USMC UC-12 Replacement Aircraft (RA)		8,300	
26 AV-8 SERIES	37,549	36,249	-1,300
Open System Avionics and Obsolescence phasing		-1,300	
28 F-18 SERIES	441,883	432,783	-9,100
Structural Life Management Plan phasing		-9,100	
31 H-53 SERIES	48,145	42,845	-5,300
Advanced Helicopter Emergency Egress Lighting System (ADHEELS)		2,000	
Defer consideration of Integrated Mechanical Diagnostic System (IMDS) to GWOT Supplemental		-2,300	
Engine Reliability Improvement Program modification kits growth		-3,800	
Aerospace Maintenance and Regeneration Center phasing		-1,200	
35 P-3 SERIES	262,563	244,063	-18,500
P-3C High Resolution Digital Recorder		1,500	
Special Structural Inspection Kits install phasing		-20,000	
37 E-2 SERIES	11,047	6,947	-4,100
Technology refresh growth		-4,100	
40 C-130 SERIES	1,208	2,208	1,000
C-130 Aircraft Health Monitoring System		1,000	
44 EXECUTIVE HELICOPTERS SERIES	55,823	47,223	-8,600
Cockpit upgrade install phasing		-1,000	
Communications upgrade support growth		-1,800	
VH-60N Structural Enhancement install phasing		-5,800	
45 SPECIAL PROJECT AIRCRAFT	13,707	18,707	5,000
C4ISR Operations & Training		5,000	

	Budget Request	Committee Recommended	Change from Request
50 COMMON ECM EQUIPMENT AN/AAR-47	65,774	70,774 5,000	5,000
55 SPARES AND REPAIR PARTS F-35 spares phasing	1,158,051	1,073,051 -85,000	-85,000
58 WAR CONSUMABLES LAU-7 Sidewinder Missile Launcher Replacement Program	65,369	66,369 1,000	1,000

UH-1Y/AH-1Z

The UH-1Y/AH-1Z budget request for fiscal year 2008 was submitted prior to the approval of the fiscal year 2007 supplemental appropriation that approved a “new build” strategy and funding for the AH-1Z aircraft. The new build strategy allows aircraft to remain in the fleet during the manufacture of the new aircraft vice having to downsize the fleet during the remanufacture of aircraft. The aircraft in the fiscal year 2008 budget that would have been inducted into the remanufacture line can now be left in the fleet until replaced by new build aircraft in the future, allowing the cost of these remanufactured aircraft to be allocated towards higher priorities. Therefore, no funding is provided for the remanufacture of AH-1Z aircraft, a reduction of \$104,000,000. A total of \$414,475,000 remains available for the UH-1Y/AH-1Z program.

E-2D

The budget request contains \$57,275,000 toward the purchase of advance procurement items for the construction of three fiscal year 2009 E-2D Advanced Hawkeye aircraft. However, \$4,700,000 of this material can be delivered within the lifetime of the Aircraft Procurement, Navy appropriation of thirty-six months, thus being inappropriate to fund with advance procurement funds. These items should be considered in the fiscal year 2009 budget review, the full funding year of these E-2D aircraft. Therefore, the Committee recommendation provides funding in the amount of \$52,575,000 for the procurement of long lead items for the fiscal year 2009 Advanced Hawkeye aircraft, a decrease of \$4,700,000.

VERTICAL TAKE-OFF UNMANNED AERIAL VEHICLE

The Vertical Take-off Unmanned Aerial Vehicle (VTUAV) will provide real-time Intelligence, Surveillance and Reconnaissance (ISR) data to tactical users without the use of manned aircraft or national assets. The VTUAV program will initially satisfy mission requirements for the Littoral Combat Ship (LCS). However, the LCS program is experiencing significant program delays and only three of the six ships appropriated through fiscal year 2007 will actually be constructed. With this slowdown in the LCS program, the Committee believes it is prudent to slow the procurement of LCS-associated equipment and therefore provides no funding for the three VTUAV aircraft (and associated support equipment) requested in the budget.

F-18 SERIES

The request includes funding for the procurement of forty structural life management plan (SLMP) modification kits within operational safety improvement program (OSIP) number 11-99. These kits have a 24-month lead time to delivery. Ten of these kits are being purchased ahead of need as they will not be installed until fiscal year 2011, which is well beyond the stated 24-month delivery time. Therefore, the Committee recommendation provides funding for the 30 modification kits that will be installed in fiscal year 2010.

P-3 SERIES

The request includes funding for the procurement of twenty-seven special structural inspection kits (within Operational Safety Improvement Program number 005-05). The budget request also contains installation funding in the amount of \$20,000,000 for a portion of these kits when the kits themselves will not deliver until fiscal year 2009. Since the kits cannot be installed until they actually deliver, this installation funding is budgeted ahead of need and the Committee recommendation provides no installation funding for them.

SPARES

The request includes funding in the amount of \$85,000,000 for the procurement of spares for the F-35 Joint Strike Fighter. Fiscal year 2008 marks the initial procurement year for the Marine Corps variant of the aircraft and hinges on a flight test currently scheduled to occur late in the fiscal year. Although spares funding typically is budgeted in lockstep with the procurement of the aircraft, in this case the Committee believes procurement of JSF spares is premature due to the fact that the aircraft procurement contract will not be awarded until late in the year. Therefore, the Committee provides no funding for the procurement of F-35 spares.

WEAPONS PROCUREMENT, NAVY

Fiscal year 2007 appropriation	\$2,573,820,000
Fiscal year 2008 budget request	3,084,387,000
Committee recommendation	2,928,126,000
Change from budget request	- 156,261,000

This appropriation provides funds for the procurement of strategic and tactical missiles, target drones, torpedoes, guns, associated support equipment, and modification of in-service missiles, torpedoes, and guns.

The Committee recommends an appropriation of \$2,928,126,000 for Weapons Procurement, Navy, which is \$354,306,000 more than the amount provided in fiscal year 2007 and \$156,261,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

WEAPONS PROCUREMENT, NAVY						
BALLISTIC MISSILES						
MODIFICATION OF MISSILES						
TRIDENT II MODS.....	12	1,087,801	12	1,051,801	---	-36,000
SUPPORT EQUIPMENT AND FACILITIES						
MISSILE INDUSTRIAL FACILITIES.....	---	3,486	---	3,486	---	---

TOTAL, BALLISTIC MISSILES.....		1,091,287		1,055,287		-36,000
OTHER MISSILES						
STRATEGIC MISSILES						
TOMAHAWK.....	394	383,075	394	383,075	---	---
TACTICAL MISSILES						
AMRAAM.....	79	87,460	79	87,460	---	---
SIDEWINDER.....	184	54,891	184	54,891	---	---
JSOW.....	421	131,324	421	131,324	---	---
STANDARD MISSILE.....	75	159,667	75	159,667	---	---
RAM.....	90	79,540	90	76,040	---	-3,500
HELLFIRE.....	439	45,736	439	45,736	---	---
AERIAL TARGETS.....	---	66,311	---	67,311	---	+1,000
OTHER MISSILE SUPPORT.....	---	9,279	---	9,279	---	---
MODIFICATION OF MISSILES						
ESSM.....	85	83,275	85	83,275	---	---
HARM MODS.....	---	41,302	---	---	---	-41,302
SUPPORT EQUIPMENT AND FACILITIES						
WEAPONS INDUSTRIAL FACILITIES.....	---	3,675	---	3,675	---	---
FLEET SATELLITE COMM FOLLOW-ON.....	---	215,834	---	215,834	---	---
ORDNANCE SUPPORT EQUIPMENT						
ORDNANCE SUPPORT EQUIPMENT.....	---	41,697	---	41,697	---	---

TOTAL, OTHER MISSILES.....		1,403,066		1,359,264		-43,802

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

TORPEDOES AND RELATED EQUIPMENT						
TORPEDOES AND RELATED EQUIP						
SSTD.....	---	13	---	13	---	---
ASW TARGETS.....	---	10,158	---	12,158	---	+2,000
MOD OF TORPEDOES AND RELATED EQUIP						
MK-46 TORPEDO MODS.....	133	83,902	133	85,902	---	+2,000
MK-48 TORPEDO ADCAP MODS.....	---	63,754	---	75,754	---	+12,000
QUICKSTRIKE MINE.....	---	3,236	---	3,236	---	---
SUPPORT EQUIPMENT						
TORPEDO SUPPORT EQUIPMENT.....	---	35,919	---	35,919	---	---
ASW RANGE SUPPORT.....	---	9,496	---	9,496	---	---
DESTINATION TRANSPORTATION						
FIRST DESTINATION TRANSPORTATION.....	---	3,395	---	3,395	---	---

TOTAL, TORPEDOES AND RELATED EQUIPMENT.....		209,873		225,873		+16,000

OTHER WEAPONS						
GUNS AND GUN MOUNTS						
SMALL ARMS AND WEAPONS.....	---	14,233	---	14,233	---	---
MODIFICATION OF GUNS AND GUN MOUNTS						
CIWS MODS.....	---	182,314	---	182,314	---	---
COAST GUARD WEAPONS.....	---	20,516	---	20,516	---	---
GUN MOUNT MODS.....	---	8,365	---	8,365	---	---
OTHER						
CRUISER MODERNIZATION WEAPONS.....	---	23,561	---	23,561	---	---
AIRBORNE MINE NEUTRALIZATION SYSTEMS.....	---	6,566	---	6,566	---	---
MARINE CORPS TACTIAL UNMANNED AERIAL SYSTEM.....	---	90,259	---	---	---	-90,259

TOTAL, OTHER WEAPONS.....		345,814		255,555		-90,259
SPARES AND REPAIR PARTS.....	---	34,347	---	32,147	---	-2,200

TOTAL, WEAPONS PROCUREMENT, NAVY.....		3,084,387		2,928,126		-156,261

The adjustments to the budget activities for Weapons Procurement, Navy, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
(in thousands of dollars)

	Budget Request	Committee Recommended	Change from Request
1 TRIDENT II MODS	1,087,801	1,051,801	-36,000
Conventional Trident Modification		-36,000	
9 RAM	79,540	76,040	-3,500
Engineering Change Proposal growth		-3,500	
11 AERIAL TARGETS	66,311	67,311	1,000
Coyote GQM-163A Supersonic Sea-Skimming Target		1,000	
14 ESSM	83,275	83,275	
15 HARM MODS	41,302	0	-41,302
Program concurrency		-41,302	
21 ASW TARGETS	10,158	12,158	2,000
MK-30 Mod2 Anti-Submarine Warfare Training System		2,000	
22 MK-46 TORPEDO MODS	83,902	85,902	2,000
MK-54 Torpedo Test Hardware		2,000	
23 MK-48 TORPEDO ADCAP MODS	63,754	75,754	12,000
MK-48 ADCAP Torpedo Critical Component Production Restart		4,000	
Anti-Submarine Warfare (ASW) Enhancements		8,000	
MARINE CORPS TACTICAL UNMANNED AERIAL SYSTEM			
35	90,259	0	-90,259
Defer consideration to GWOT Supplemental		-90,259	
37 SPARES AND REPAIR PARTS	34,347	32,147	-2,200
Advanced Anti-Radiation Guided Missile Spares		-2,200	

CONVENTIONAL TRIDENT MODIFICATION

The Conventional Trident Modification (CTM) effort is being proposed by the Navy and Department of Defense as the quickest near term solution to the prompt global strike concept. All told, the Navy is requesting \$175,434,000 for the CTM effort, \$36,000,000 of which is funded in Weapons Procurement, Navy for the procurement of missile hardware, \$13,000,000 in Other Procurement, Navy for the procurement of platform modifications, and the balance of \$126,434,000 in Research, Development, Test and Evaluation, Navy for development efforts. The Committee understands that the technologies being developed for the CTM are in large part transferable to other prompt global strike initiatives. Therefore, in an effort to explore all options of prompt global strike in the most efficient manner, the Department of Defense is directed to create a prompt global strike program element within the Research, Development, Test, and Evaluation, Defense-Wide appropriation. This new program element will be under the cognizance of the Director, Defense Research and Engineering. The Committee provides \$100,000,000 for this new program element for the development of such technologies as propulsion and guidance systems, mission planning, re-entry vehicle design, modeling and simulation efforts, and launch system infrastructure. These efforts will further the Department's prompt global strike initiative while not limiting the Nation to a single option at this early stage in the concept, but still allowing for the CTM option or other such options like Advanced Hypersonic Weapon in the near future. Additionally, the Department of Defense is directed to submit a report to the Committee that discusses the technology thrusts and investment objectives and outlines the allocation of funding towards achieving these objectives. This report shall be submitted no later than January 31, 2008.

ADVANCED ANTI-RADIATION GUIDED MISSILE

The Advanced Anti-Radiation Guided Missile (AARGM) is being developed to upgrade the legacy AGM-88 High-speed Anti-Radiation Missile (HARM) with multi-mode guidance and targeting capability. The Navy has requested fiscal year 2008 funding for missiles that will be used in the test program as well as \$41,302,000 for the first run of low rate initial production (LRIP) missiles. The contract award for the LRIP missiles is predicated on the successful completion of an aggressive developmental testing program. This program structure exhibits the classic program concurrency that the Committee sees all too often throughout the Department of Defense. To reduce program concurrency, the Committee provides no funds for the AARGM LRIP missiles and their associated spares.

PROCUREMENT OF AMMUNITION, NAVY AND MARINE
CORPS

Fiscal year 2007 appropriation	\$767,314,000
Fiscal year 2008 budget request	760,484,000
Committee recommendation	1,067,484,000
Change from budget request	+307,000,000

This appropriation finances the acquisition of ammunition, ammunition modernization, and ammunition-related material for the Navy and Marine Corps.

The Committee recommends an appropriation of \$1,067,484,000 for Procurement of Ammunition, Navy and Marine Corps, which is \$300,170,000 more than the amount provided in fiscal year 2007 and \$307,000,000 more than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

PROCUREMENT OF AMMO, NAVY & MARINE CORPS						
PROC AMMO, NAVY						
NAVY AMMUNITION						
GENERAL PURPOSE BOMBS.....	---	113,493	---	113,493	---	---
JDAM.....	1,145	33,633	1,145	33,633	---	---
AIRBORNE ROCKETS, ALL TYPES.....	---	30,323	---	30,323	---	---
MACHINE GUN AMMUNITION.....	---	12,651	---	12,651	---	---
PRACTICE BOMBS.....	---	36,339	---	36,339	---	---
CARTRIDGES & CART ACTUATED DEVICES.....	---	44,255	---	44,255	---	---
AIR EXPENDABLE COUNTERMEASURES.....	---	78,546	---	78,546	---	---
JATOS.....	---	4,774	---	4,774	---	---
5 INCH/54 GUN AMMUNITION.....	---	26,619	---	29,619	---	+3,000
INTERMEDIATE CALIBER GUN AMMUNITION.....	---	11,211	---	11,211	---	---
OTHER SHIP GUN AMMUNITION.....	---	21,696	---	21,696	---	---
SMALL ARMS & LANDING PARTY AMMO.....	---	45,375	---	45,375	---	---
PYROTECHNIC AND DEMOLITION.....	---	11,041	---	11,041	---	---
AMMUNITION LESS THAN \$5 MILLION.....	---	3,229	---	3,229	---	---
		-----		-----		-----
TOTAL, PROC AMMO, NAVY.....		473,185		476,185		+3,000

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST AMOUNT
	QTY	AMOUNT	QTY	AMOUNT	
PROC AMMO, MC					
MARINE CORPS AMMUNITION					
SMALL ARMS AMMUNITION.....	---	37,116	---	150,610	--- +113,494
MC GROUND FORCES AUGMENTATION.....	---	69,375	---	---	--- -69,375
LINEAR CHARGES, ALL TYPES.....	---	19	---	8,846	--- +8,827
40 MM, ALL TYPES.....	---	30,679	---	54,652	--- +23,973
60MM, ALL TYPES.....	---	17,414	---	65,003	--- +47,589
81MM, ALL TYPES.....	---	20,329	---	101,049	--- +80,720
120MM, ALL TYPES.....	---	23,841	---	34,769	--- +10,928
CTG 25MM, ALL TYPES.....	---	11,328	---	11,328	--- ---
GRENADES, ALL TYPES.....	---	26,625	---	50,512	--- +23,887
ROCKETS, ALL TYPES.....	---	2,146	---	32,915	--- +30,769
ARTILLERY, ALL TYPES.....	---	36,604	---	58,876	--- +22,274
EXPEDITIONARY FIGHTING VEHICLE.....	---	4	---	4	--- ---
DEMOLITION MUNITIONS, ALL TYPES.....	---	34	---	8,804	--- +8,770
FUZE, ALL TYPES.....	---	2,330	---	4,291	--- +1,961
NON LETHALS.....	---	4,191	---	4,374	--- +183
AMMO MODERNIZATION.....	---	5,264	---	5,264	--- ---
TOTAL, PROC AMMO, MC.....		287,299		591,299	--- +304,000
TOTAL, PROCUREMENT OF AMMO, NAVY & MARINE CORPS...		760,484		1,067,484	--- +307,000

The adjustments to the budget activities for Procurement of Ammunition, Navy and Marine Corps, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
(in thousands of dollars)

	Budget Request	Committee Recommended	Change from Request
10 5 INCH/54 GUN AMMUNITION 5 inch/54 Ammunition	26,619	29,619 3,000	3,000
16 SMALL ARMS AMMUNITION Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	37,116	150,610 113,494	113,494
17 MC GROUND FORCES AUGMENTATION Grow the Force (Note: Distributed within PA,NMC per USMC request)	69,375	0 -69,375	-69,375
20 LINEAR CHARGES, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	19	8,846 8,827	8,827
22 40 MM, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	30,679	54,652 23,973	23,973
23 60MM, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	17,414	65,003 47,589	47,589
24 81MM, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	20,329	101,049 80,720	80,720
25 120MM, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	23,841	34,769 10,928	10,928
28 GRENADES, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	26,625	50,512 23,887	23,887
29 ROCKETS, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request) M72 Lightweight Attack Weapon System (LAW)	2,146	32,915 28,769 4,000	30,769
30 ARTILLERY, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	36,604	58,878 22,274	22,274
32 DEMOLITION MUNITIONS, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	34	8,804 8,770	8,770
33 FUZE, ALL TYPES Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)	2,330	4,291 1,961	1,961

	<u>Budget Request</u>	<u>Committee Recommended</u>	<u>Change from Request</u>
34 NON LETHALS	4,191	4,374	183
Grow the Force (Note: Transferred from P,MC Line 1 and PA,N&MC Line 17 per USMC request)		183	

SHIPBUILDING AND CONVERSION, NAVY

Fiscal year 2007 appropriation	\$10,579,125,000
Fiscal year 2008 budget request	13,656,120,000
Committee recommendation	15,303,820,000
Change from budget request	+1,647,700,000

This appropriation provides funds for the construction of new ships and the purchase and conversion of existing ships, including hull, mechanical and electrical equipment, electronics, guns, torpedo and missile launching systems, and communication systems.

The Committee recommends an appropriation of \$15,303,820,000 for Shipbuilding and Conversion, Navy, which is \$4,724,695,000 more than the amount provided in fiscal year 2007 and \$1,647,700,000 more than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
SHIPBUILDING & CONVERSION, NAVY						
OTHER WARSHIPS						
CARRIER REPLACEMENT PROGRAM.....	1	2,723,953	1	2,703,953	---	-20,000
CARRIER REPLACEMENT PROGRAM (AP-CY).....	---	124,401	---	124,401	---	---
VIRGINIA CLASS SUBMARINE.....	1	1,796,191	1	1,796,191	---	---
VIRGINIA CLASS SUBMARINE (AP-CY).....	---	702,710	---	1,290,710	---	+588,000
CVN REFUELING OVERHAULS (AP-CY).....	---	297,344	---	297,344	---	---
SSBN ERO.....	1	187,652	1	187,652	---	---
SSBN ERO (AP-CY).....	---	42,744	---	42,744	---	---
DDG 1000.....	---	2,802,637	---	2,772,637	---	-30,000
DDG 1000 (AP-CY).....	---	150,886	---	150,886	---	---
DDG-51.....	---	78,078	---	78,078	---	---
LITTORAL COMBAT SHIP.....	3	910,482	1	339,482	-2	-571,000
TOTAL, OTHER WARSHIPS.....		9,817,078		9,784,078		-33,000
AMPHIBIOUS SHIPS						
LPD-17.....	1	1,398,922	2	3,091,922	+1	+1,693,000
LHA REPLACEMENT.....	---	1,377,414	---	1,375,414	---	-2,000
TOTAL, AMPHIBIOUS SHIPS.....		2,776,336		4,467,336		+1,691,000
AUXILIARIES, CRAFT, AND PRIOR-YEAR PROGRAM COSTS						
SPECIAL PURPOSE.....	---	---	---	4,500	---	+4,500
OUTFITTING.....	---	419,811	---	405,011	---	-14,800
SERVICE CRAFT.....	---	32,903	---	32,903	---	---
LCAC SLEP.....	5	98,518	5	98,518	---	---
COMPLETION OF PY SHIPBUILDING PROGRAMS.....	---	511,474	---	511,474	---	---
TOTAL, AUXILIARIES, CRAFT, AND PRIOR-YEAR PROGRAM.....		1,062,706		1,052,406		-10,300
TOTAL, SHIPBUILDING & CONVERSION, NAVY.....		13,656,120		15,303,820		+1,647,700

The adjustments to the budget activities for Shipbuilding and Conversion, Navy, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
(in thousands of dollars)

	Budget Request	Committee Recommended	Change from Request
1 CARRIER REPLACEMENT PROGRAM	2,723,953	2,703,953	-20,000
Ship Self Defense System		-20,000	
4 VIRGINIA CLASS SUBMARINE (AP-CY)	702,710	1,290,710	588,000
Accelerate second submarine procurement		588,000	
11 DDG 1000	2,802,637	2,772,637	-30,000
Dual Band Radar		-30,000	
15 LITTORAL COMBAT SHIP	910,482	339,482	-571,000
Fund one fiscal year 2008 ship		-571,000	
17 LPD-17	1,398,922	3,091,922	1,693,000
C4ISR		-5,000	
Guided Missile Launch System		-2,000	
Tenth ship funding		1,700,000	
19 LHA REPLACEMENT	1,377,414	1,375,414	-2,000
Cooperative Engagement Capability system		-2,000	
21 SPECIAL PURPOSE	0	4,500	4,500
CB 90 Riverine Craft		4,500	
23 OUTFITTING	419,811	405,011	-14,800
Littoral Combat Ship restructure		-14,800	

SHIPBUILDING

The Committee is extremely concerned with the current state of the Navy shipbuilding program. The Littoral Combat Ship (LCS), which will comprise nearly twenty percent of the 313 ship Navy, has experienced significant cost growth and delays, and the Navy has decreased its near term LCS quantities by three ships, just since the submission of the fiscal year 2008 budget. The Committee is fearful that if the same type of growth is realized on the DDG-1000 and carrier replacement programs, the shipbuilding program will be put in greater peril. The Nation's shipbuilders are continuously challenged to maintain a viable industrial base given the low ship quantities that the Navy is ordering. The shipbuilding effort is desperately in need of stability. The Committee believes that one of the biggest factors contributing to the current state of the shipbuilding program is the fact that the Navy encourages ship construction to begin prior to completing the final ship design. Additionally, the Navy shows little discipline in sticking to the design once it is complete or nearly complete and orders changes and modifications that drive the final cost of the ship upwards. Various witnesses, both from the shipbuilding industry and the Navy, in hearings before the Committee stated that construction stability can be achieved only if construction is not started until the final design is complete. Therefore, the Committee directs that future construction of ships not begin until the final ship design is complete. The Committee recognizes that this requirement may appear to increase the time from funding being appropriated until the delivery of the ship. However, this increase should not be longer than the schedule delays caused by the disruptive design changes. Additionally, the probability of completing ships at or near their budgeted cost will significantly increase by having a completed design prior to the construction phase. In an effort to achieve these desired results the Committee strongly encourages the Navy to suppress its heavy appetite for changes during construction and accomplish only those design modifications necessary for the successful completion of ship construction or due to safety concerns. Further, the Committee believes that more stability can be gained in the shipbuilding program by increasing the throughput of ships with proven design and construction processes. Therefore, funding is being added to the request for an additional LPD-17 amphibious transport dock ship, three additional T-AKE dry cargo/ammunition ships (which will buy out the requirement for the Maritime Pre-positioned Force (Future)), and advance procurement for a Virginia Class attack submarine.

As stated previously, the LCS program has been plagued by growth and schedule delays. The Committee believes that the best course of action for the LCS is to allow the program to stabilize, finalize the design, obtain actual program costs, and firm up the outyear acquisition strategy. Therefore, funding for only one ship (to be combined with funding and material from prior years) is provided for the LCS program.

VIRGINIA CLASS SUBMARINE

The Virginia Class Submarine program is one of the few Navy shipbuilding programs that appears to be on the right track. The Committee applauds the teaming relationship between the Navy and the construction yards. This relationship has resulted in the successful completion of construction after overcoming early problems in the program. However, the remaining challenge in this program is the inability to procure two submarines per year. From the outset of the program, the industrial base has been sized to accommodate the construction of two submarines per year. Largely due to affordability, the funding for a second submarine has never materialized. However, the Navy seems firmly committed to provide funding for the procurement of a second submarine beginning in fiscal year 2012. The industry portion of the team is also doing its part, by meeting the cost reduction challenge given it by the Navy. The cost benchmark of the program is to have a submarine that will cost \$2,000,000,000 (fiscal year 2005 dollars) when the program begins construction of two submarines per year. Indications are that the submarine team is on track to meet that benchmark. The program's second multi-year procurement contract should initiate in fiscal year 2009 and the Virginia Class budget has been structured under the assumption that two submarines per year will become a reality. In an effort to provide the Navy the opportunity to accelerate the procurement of two submarines per year, the Committee provides \$588,000,000 above the request for the procurement of submarine nuclear and propulsion components as well as advance construction items. The Committee directs the Navy to make provisions during negotiation of the next multi-year contract to accommodate two submarines per year prior to fiscal year 2012, in an effort to achieve the best possible pricing arrangements with industry.

LPD-17

The request includes \$1,398,922,000 for the procurement of the ninth San Antonio Class (LPD-17) Amphibious Transport Dock Ship. This ship is the final LPD-17 class ship that the Navy has in the budget. The Committee notes that the 313 ship fleet that the Navy has stated as a goal requires ten San Antonio Class ships and that this tenth ship was the highest priority listed on the Navy's unfunded priority list. In an effort to achieve stability in the Navy's shipbuilding program by increasing throughput and helping the Navy meet its stated requirement for LPD-17 Class ships, the Committee provides an additional \$1,700,000,000 for the procurement of a tenth San Antonio Class Amphibious Transport Dock Ship.

CARRIER REPLACEMENT

The Ship Self Defense System (SSDS) suite of equipment that will be installed on board the CVN-78 is a new capability system that is still under development. The \$99,546,000 estimated cost of the system is more than double the cost of the current version of SSDS that is being installed on CVN-77 and also LHA-6. While the Committee recognizes that an increased capability is bound to

bear an increased cost, it seems quite unreasonable that an incremental increase in capability will cost more than twice that of the current system. Therefore, \$79,546,000 is provided for the CVN-78 SSDS, a decrease of \$20,000,000.

LITTORAL COMBAT SHIP

The Littoral Combat Ship (LCS) was conceived as a low cost, flexible, rapidly fielded platform to counter asymmetric littoral threats and conduct coastal missions. With a stated requirement of 55 vessels, the LCS will comprise a significant portion of the Navy's 313 ship fleet. However, this program has been plagued by cost growth and schedule delays. Although many variables have contributed to this growth, the underlying reason can be attributed to concurrency between ship design and ship construction. Through fiscal year 2007, the Congress has appropriated funds for the construction of six LCS vessels. The Navy has terminated the contract for one of these ships and has proposed using the funding for two more ships to pay for cost growth within the program. The end result will be that the funding originally appropriated for six ships will actually only procure three vessels. The Committee is disturbed by the revelation that the recent efforts of the Congress to improve the Navy's shipbuilding program via the LCS program have not borne fruit. In light of the recent LCS problems, the Committee believes that the best course of action is to allow the program to stabilize, finalize the design, obtain actual program costs, and firm up the outyear acquisition strategy. Therefore, the Committee provides \$339,482,000 for the procurement of a single LCS, a reduction of \$571,000,000. This funding is to be combined with the materials purchased in prior years for the LCS whose contract was terminated, which the Committee understands to be approximately \$120,000,000. This allows the Navy to have sufficient funding/materials to purchase a ship at the proposed fiscal year 2008 LCS cost cap value of \$460,000,000.

DDG-1000 ADVANCE PROCUREMENT

The DDG-1000 Guided Missile Destroyer is being designed as a multi-mission surface combatant that is envisioned to be the centerpiece of the future Navy fleet. The request includes funding in the amount of \$150,886,000 for advance procurement for the fiscal year 2009 ship for the purchase of the Integrated Power System and Communication Suite. Although this equipment is certainly necessary for the construction of the fiscal year 2009 ship, it is being requested in fiscal year 2008 for testing to mitigate the risk for the first two ships in an effort to maintain the Navy's acquisition schedule. The Department of Defense's own Financial Management Regulation (FMR) states that "Long lead-time procurements shall be for components, parts, and material whose lead times are greater than the life of the appropriation". In this case, lead times are well within the life of the appropriation and the items are being requested strictly as a risk mitigation effort. The Committee believes this to be an improper use of advance procurement funding due to lead times of the requested equipment. However, since the Committee is already skeptical of the amount of funding budgeted for the DDG-1000 lead ships based on the Navy's track record of

estimating lead ship costs, the Committee will allow this use of advance procurement in the DDG-1000 program in an effort to minimize further perturbations to the DDG-1000 schedule. The Navy is encouraged to review the FMR regarding the proper use of advance procurement funding for future requests.

DDG-1000

The request includes funding for the procurement of hardware for the new dual band radar for installation on the first two ships of the class. Although these installations represent the lead installations for this system, the hardware is priced at more than \$35,000,000 per shipset for the comparable system being installed on board the CVN-78. In an effort to reduce this mismatch, the DDG-1000 dual band radar funding is reduced by \$15,000,000 per shipset for the first two ships for a total of \$30,000,000.

LITTORAL COMBAT SHIP OUTFITTING

Outfitting funds are used to acquire on-board repair parts, equipment and other secondary items to fill the ships initial allowances. The request includes \$4,900,000 in fiscal year 2007 and \$4,900,000 in fiscal year 2008 to satisfy outfitting requirements for LCS-3. Since the construction contract for LCS-3 was terminated by the Navy, these funds are excess to requirement. The fiscal year 2007 funds will carry forward and be used to satisfy fiscal year 2008 requirements for other ships. Therefore, the fiscal year 2008 outfitting account is reduced by \$9,800,000. Additionally, since the delivery date of LCS-4 has been delayed, the outfitting account also contains an excess of \$5,000,000 that was appropriated in fiscal year 2007 and can now be used to satisfy other ship requirements. Therefore, the fiscal year 2008 outfitting program can be reduced an additional \$5,000,000 to account for this delay.

LEASING OF FOREIGN BUILT SHIPS

The Committee is concerned with the Navy practice of bypassing the intent of the long term capital lease restrictions in the way several foreign built military sealift mission ships are leased. Essentially, these ship leases are entered into on a recurring basis which individually meet the intent of the leasing restrictions, but when considered cumulatively would violate the spirit and intent of the 1990 Budget Enforcement Act. The Committee believes this leasing practice is harming the Nation's shipyards and major ship component industrial base by indirectly denying our shipbuilders the opportunity for additional ship construction. The Committee recognizes that the ships leased by the Navy fill an important role that must be continued through the near term and into the future. Due to the long lead time nature of the shipbuilding industry, ships constructed in the United States could take several years to fill the void created if these foreign ships were removed from service by statute or other means. However, the Committee strongly believes that the American shipbuilders must take advantage of this opportunity. Therefore, the Committee directs the Navy to submit a report that outlines a plan to wean itself off the practice of leasing foreign built ships to supplement the fleet and institute the prac-

tice of utilizing only American built ships within four years. The report should contain plans to use only American built vessels for all the needs of the Navy, including the necessary budget and funding plans that may be required to accomplish this. This report should be submitted no later than March 31, 2008.

SHIP INSULATION

The Committee directs the Department of the Navy, in consultation with the National Academy of Sciences (NAS), to assess the health effects of respirable, biopersistent manufactured vitreous fibers (MVF) in insulation materials installed on Naval vessels under construction, and to submit a report on those effects to the Committee no later than January 15, 2008. In a government-funded study pursuant to contracts with the Department of Defense, NAS, in its “Review of the U.S. Navy’s Exposure Standard for Manufactured Vitreous Fibers” of 2000, analyzed the Navy’s MVF exposure standard and concluded that “the Navy’s documentation does not provide an adequate assessment of the role of fiber biopersistence in health effects”. With the installation of alternative insulation material in Naval vessels, the Committee is very concerned about the health impacts of respirable, biopersistent MVF in such insulation material, and specifically directs the Navy to assess its health effects as advised in the 2000 NAS study.

OTHER PROCUREMENT, NAVY

Fiscal year 2007 appropriation	\$4,927,676,000
Fiscal year 2008 budget request	5,470,412,000
Committee recommendation	5,298,238,000
Change from budget request	-172,174,000

This appropriation provides funds for the procurement of major equipment and weapons other than ships, aircraft, missiles and torpedoes. Such equipment ranges from the latest electronic sensors for updates of naval forces, to trucks, training equipment, and spare parts.

The Committee recommends an appropriation of \$5,298,238,000 for Other Procurement, Navy, which is \$370,562,000 more than the amount provided in fiscal year 2007 and \$172,174,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

OTHER PROCUREMENT, NAVY						
SHIPS SUPPORT EQUIPMENT						
SHIP PROPULSION EQUIPMENT						
LM-2500 GAS TURBINE.....	---	6,690	---	8,190	---	+1,500
ALLISON 501K GAS TURBINE.....	---	9,468	---	9,468	---	---
NAVIGATION EQUIPMENT						
OTHER NAVIGATION EQUIPMENT.....	---	29,503	---	31,303	---	+1,800
UNDERWAY REPLENISHMENT EQUIPMENT						
PERISCOPES						
SUB PERISCOPES & IMAGING EQUIP.....	---	69,753	---	34,253	---	-35,500
OTHER SHIPBOARD EQUIPMENT						
DDG MOD.....	---	50,008	---	53,908	---	+3,900
FIREFIGHTING EQUIPMENT.....	---	9,139	---	9,139	---	---
COMMAND AND CONTROL SWITCHBOARD.....	---	2,192	---	2,192	---	---
POLLUTION CONTROL EQUIPMENT.....	---	25,219	---	22,119	---	-3,100
SUBMARINE SUPPORT EQUIPMENT.....	---	31,178	---	29,378	---	-1,800
VIRGINIA CLASS SUPPORT EQUIPMENT.....	---	146,787	---	146,787	---	---
SUBMARINE BATTERIES.....	---	40,837	---	40,837	---	---
STRATEGIC PLATFORM SUPPORT EQUIP.....	---	10,076	---	10,076	---	---
DSSP EQUIPMENT.....	---	6,159	---	6,159	---	---
CG-MODERNIZATION.....	---	267,809	---	217,909	---	-49,900
LCAC.....	---	65	---	65	---	---
MINESWEEPING EQUIPMENT.....	---	14,127	---	14,127	---	---
ITEMS LESS THAN \$5 MILLION.....	---	186,018	---	192,768	---	+6,750
CHEMICAL WARFARE DETECTORS.....	---	3,968	---	3,968	---	---
SUBMARINE LIFE SUPPORT SYSTEM.....	---	16,128	---	14,128	---	-2,000

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
REACTOR PLANT EQUIPMENT						
REACTOR POWER UNITS.....	---	391,610	---	391,610	---	---
REACTOR COMPONENTS.....	---	234,245	---	234,245	---	---
OCEAN ENGINEERING						
DIVING AND SALVAGE EQUIPMENT.....	---	6,840	---	6,840	---	---
SMALL BOATS						
STANDARD BOATS.....	---	30,236	---	36,136	---	+5,900
TRAINING EQUIPMENT						
OTHER SHIPS TRAINING EQUIPMENT.....	---	9,239	---	9,239	---	---
PRODUCTION FACILITIES EQUIPMENT						
OPERATING FORCES IPE.....	---	50,335	---	50,335	---	---
OTHER SHIP SUPPORT						
NUCLEAR ALTERATIONS.....	---	70,101	---	70,101	---	---
LCS MODULES.....	---	80,324	---	---	---	-80,324
TOTAL, SHIPS SUPPORT EQUIPMENT.....		1,798,054		1,645,280		-152,774
COMMUNICATIONS AND ELECTRONICS EQUIPMENT						
SHIP RADARS						
RADAR SUPPORT.....	---	---	---	17,000	---	+17,000
SPQ-9B RADAR.....	---	14,480	---	18,280	---	+3,800
SHIP SONARS						
AN/SQQ-89 SURF ASW COMBAT SYSTEM.....	1	25,423	1	36,723	---	+11,300
SSN ACOUSTICS.....	---	319,981	---	316,981	---	-3,000
UNDERSEA WARFARE SUPPORT EQUIPMENT						
SONAR SWITCHES AND TRANSDUCERS.....	---	13,357	---	12,357	---	-1,000
ASW ELECTRONIC EQUIPMENT						
SUBMARINE ACOUSTIC WARFARE SYSTEM						
SSTD.....	22	2,924	22	2,924	---	---
FIXED SURVEILLANCE SYSTEM.....	---	60,745	---	60,745	---	---
SURTASS.....	---	10,484	---	10,484	---	---
TACTICAL SUPPORT CENTER.....	---	7,173	---	7,173	---	---
ELECTRONIC WARFARE EQUIPMENT						
AN/SLQ-32.....	---	29,903	---	29,903	---	---
RECONNAISSANCE EQUIPMENT						
SHIPBOARD IW EXPLOIT.....	---	51,375	---	51,375	---	---
SUBMARINE SURVEILLANCE EQUIPMENT						
SUBMARINE SUPPORT EQUIPMENT PROG.....	---	105,015	---	81,815	---	-23,200
OTHER SHIP ELECTRONIC EQUIPMENT						
NAVY TACTICAL DATA SYSTEM.....	---	---	---	2,000	---	+2,000
COOPERATIVE ENGAGEMENT CAPABILITY.....	---	26,562	---	28,862	---	+2,300
GCCS-M EQUIPMENT.....	---	63,190	---	63,190	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
NAVAL TACTICAL COMMAND SUPPORT SYSTEM (NTCSS).....	---	27,853	---	27,853	---	---
ATOLS.....	---	3,861	---	3,861	---	---
MINESWEEPING SYSTEM REPLACEMENT.....	---	48,399	---	39,399	---	-9,000
SHALLOW WATER MCM.....	---	1,447	---	1,447	---	---
NAVSTAR GPS RECEIVERS (SPACE).....	---	7,619	---	7,619	---	---
ARMED FORCES RADIO AND TV.....	---	4,252	---	4,252	---	---
STRATEGIC PLATFORM SUPPORT EQUIP.....	---	3,997	---	3,997	---	---
TRAINING EQUIPMENT						
OTHER TRAINING EQUIPMENT.....	---	17,423	---	17,423	---	---
AVIATION ELECTRONIC EQUIPMENT						
MATCAL.....	---	20,100	---	20,100	---	---
SHIPBOARD AIR TRAFFIC CONTROL.....	---	7,719	---	7,719	---	---
AUTOMATIC CARRIER LANDING SYSTEM.....	---	18,403	---	18,403	---	---
NATIONAL AIR SPACE SYSTEM.....	---	25,331	---	25,331	---	---
AIR STATION SUPPORT EQUIPMENT.....	---	7,935	---	7,935	---	---
MICROWAVE LANDING SYSTEM.....	---	9,384	---	9,384	---	---
ID SYSTEMS.....	---	29,835	---	29,835	---	---
TAC A/C MISSION PLANNING SYS(TAMPS).....	---	8,959	---	8,959	---	---
OTHER SHORE ELECTRONIC EQUIPMENT						
GCCS-M EQUIPMENT TACTICAL/MOBILE.....	---	3,983	---	3,983	---	---
COMMON IMAGERY GROUND SURFACE SYSTEMS.....	---	63,973	---	63,973	---	---
RADIAC.....	---	10,205	---	10,205	---	---
GPETE.....	---	7,042	---	9,042	---	+2,000
INTEG COMBAT SYSTEM TEST FACILITY.....	---	4,466	---	4,466	---	---
EMI CONTROL INSTRUMENTATION.....	---	9,476	---	9,476	---	---
ITEMS LESS THAN \$5 MILLION.....	---	40,843	---	40,843	---	---
SHIPBOARD COMMUNICATIONS						
SHIPBOARD TACTICAL COMMUNICATIONS.....	---	185	---	185	---	---
SHIP COMMUNICATIONS AUTOMATION.....	---	301,868	---	301,868	---	---
COMMUNICATIONS ITEMS UNDER \$5M.....	---	36,753	---	34,653	---	-2,100

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
SUBMARINE COMMUNICATIONS						
SUBMARINE BROADCAST SUPPORT.....	---	4,169	---	4,169	---	---
SUBMARINE COMMUNICATION EQUIPMENT.....	---	86,551	---	82,551	---	-4,000
SATELLITE COMMUNICATIONS						
SATELLITE COMMUNICATIONS SYSTEMS.....	---	74,677	---	64,077	---	-10,600
SHORE COMMUNICATIONS						
JCS COMMUNICATIONS EQUIPMENT.....	---	2,643	---	2,643	---	---
ELECTRICAL POWER SYSTEMS.....	---	1,179	---	1,179	---	---
NAVAL SHORE COMMUNICATIONS.....	---	10,672	---	10,672	---	---
CRYPTOGRAPHIC EQUIPMENT						
INFO SYSTEMS SECURITY PROGRAM (ISSP).....	---	107,609	---	107,609	---	---
CRYPTOLOGIC EQUIPMENT						
CRYPTOLOGIC COMMUNICATIONS EQUIP.....	---	16,067	---	16,067	---	---
OTHER ELECTRONIC SUPPORT						
COAST GUARD EQUIPMENT.....	---	27,298	---	27,298	---	---
TOTAL, COMMUNICATIONS AND ELECTRONICS EQUIPMENT...		1,814,672		1,800,172		-14,500
AVIATION SUPPORT EQUIPMENT						
SONOBUOYS						
SONOBUOYS - ALL TYPES.....	---	67,373	---	69,873	---	+2,500
AIRCRAFT SUPPORT EQUIPMENT						
WEAPONS RANGE SUPPORT EQUIPMENT.....	---	58,155	---	58,155	---	---
EXPEDITIONARY AIRFIELDS.....	---	8,281	---	8,281	---	---
AIRCRAFT REARMING EQUIPMENT.....	---	12,897	---	12,897	---	---
AIRCRAFT LAUNCH & RECOVERY EQUIPMENT.....	---	38,863	---	38,863	---	---
METEOROLOGICAL EQUIPMENT.....	---	12,248	---	12,248	---	---
OTHER PHOTOGRAPHIC EQUIPMENT.....	---	1,507	---	1,507	---	---
AVIATION LIFE SUPPORT.....	---	12,750	---	11,750	---	-1,000
AIRBORNE MINE COUNTERMEASURES.....	---	79,536	---	79,536	---	---
LAMPS MK III SHIPBOARD EQUIPMENT.....	---	31,811	---	31,811	---	---
OTHER AVIATION SUPPORT EQUIPMENT.....	---	11,638	---	11,638	---	---
TOTAL, AVIATION SUPPORT EQUIPMENT.....		335,059		336,559		+1,500

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
ORDNANCE SUPPORT EQUIPMENT						
SHIP GUN SYSTEM EQUIPMENT						
NAVAL FIRES CONTROL SYSTEM.....	2	1,382	2	1,382	---	---
GUN FIRE CONTROL EQUIPMENT.....	---	5,567	---	5,567	---	---
SHIP MISSILE SYSTEMS EQUIPMENT						
NATO SEASPARROW.....	---	28,765	---	28,765	---	---
RAM GMLS.....	---	3,990	---	3,990	---	---
SHIP SELF DEFENSE SYSTEM.....	---	31,642	---	31,642	---	---
AEGIS SUPPORT EQUIPMENT.....	---	93,783	---	95,783	---	+2,000
TOMAHAWK SUPPORT EQUIPMENT.....	---	53,966	---	53,966	---	---
VERTICAL LAUNCH SYSTEMS.....	---	6,840	---	6,840	---	---
FBM SUPPORT EQUIPMENT						
STRATEGIC MISSILE SYSTEMS EQUIP.....	---	150,918	---	137,918	---	-13,000
ASW SUPPORT EQUIPMENT						
SSN COMBAT CONTROL SYSTEMS.....	---	114,205	---	114,205	---	---
SUBMARINE ASW SUPPORT EQUIPMENT.....	---	5,191	---	5,191	---	---
SURFACE ASW SUPPORT EQUIPMENT.....	---	3,490	---	3,490	---	---
ASW RANGE SUPPORT EQUIPMENT.....	---	8,935	---	8,935	---	---
OTHER ORDNANCE SUPPORT EQUIPMENT						
EXPLOSIVE ORDNANCE DISPOSAL EQUIP.....	---	38,462	---	38,462	---	---
ITEMS LESS THAN \$5 MILLION.....	---	3,422	---	7,422	---	+4,000
OTHER EXPENDABLE ORDNANCE						
ANTI-SHIP MISSILE DECOY SYSTEM.....	---	42,450	---	42,450	---	---
SURFACE TRAINING DEVICE MODS.....	---	9,950	---	9,950	---	---
SUBMARINE TRAINING DEVICE MODS.....	---	32,093	---	32,093	---	---
TOTAL, ORDNANCE SUPPORT EQUIPMENT.....		635,051		628,051		-7,000

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
CIVIL ENGINEERING SUPPORT EQUIPMENT						
PASSENGER CARRYING VEHICLES.....	---	1,455	---	1,455	---	---
GENERAL PURPOSE TRUCKS.....	---	839	---	839	---	---
CONSTRUCTION & MAINTENANCE EQUIP.....	---	12,097	---	12,097	---	---
FIRE FIGHTING EQUIPMENT.....	---	17,648	---	17,648	---	---
TACTICAL VEHICLES.....	---	32,853	---	32,853	---	---
AMPHIBIOUS EQUIPMENT.....	---	138,485	---	138,485	---	---
COLLATERAL EQUIPMENT.....	---	5,434	---	5,434	---	---
POLLUTION CONTROL EQUIPMENT.....	---	5,778	---	5,778	---	---
ITEMS UNDER \$5 MILLION.....	---	23,337	---	23,337	---	---
PHYSICAL SECURITY VEHICLES.....	---	2,047	---	2,047	---	---
TOTAL, CIVIL ENGINEERING SUPPORT EQUIPMENT.....		239,973		239,973		---
SUPPLY SUPPORT EQUIPMENT						
SUPPLY SUPPORT EQUIPMENT						
MATERIALS HANDLING EQUIPMENT.....	---	13,037	---	13,037	---	---
OTHER SUPPLY SUPPORT EQUIPMENT.....	---	15,521	---	15,521	---	---
FIRST DESTINATION TRANSPORTATION.....	---	6,153	---	6,153	---	---
SPECIAL PURPOSE SUPPLY SYSTEMS.....	---	72,576	---	72,576	---	---
TOTAL, SUPPLY SUPPORT EQUIPMENT.....		107,287		107,287		---
PERSONNEL AND COMMAND SUPPORT EQUIPMENT						
TRAINING DEVICES						
TRAINING SUPPORT EQUIPMENT.....	---	19,463	---	21,463	---	+2,000
COMMAND SUPPORT EQUIPMENT						
COMMAND SUPPORT EQUIPMENT.....	---	42,539	---	44,039	---	+1,500
EDUCATION SUPPORT EQUIPMENT.....	---	1,983	---	1,983	---	---
MEDICAL SUPPORT EQUIPMENT.....	---	3,418	---	3,418	---	---
OPERATING FORCES SUPPORT EQUIPMENT.....	---	11,608	---	11,608	---	---
C4ISR EQUIPMENT.....	---	13,996	---	13,996	---	---
ENVIRONMENTAL SUPPORT EQUIPMENT.....	---	30,938	---	30,938	---	---
PHYSICAL SECURITY EQUIPMENT.....	---	137,366	---	137,366	---	---
ENTERPRISE INFORMATION TECHNOLOGY.....	---	49,572	---	49,572	---	---
TOTAL, PERSONNEL AND COMMAND SUPPORT EQUIPMENT.....		310,883		314,383		+3,500
SAPRES AND REPAIR PARTS.....	---	218,071	---	215,171	---	-2,900
CLASSIFIED PROGRAMS.....	---	11,362	---	11,362	---	---
TOTAL, OTHER PROCUREMENT, NAVY.....		5,470,412		5,298,238		-172,174

The adjustments to the budget activities for Other Procurement, Navy, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
(in thousands of dollars)

	Budget Request	Committee Recommended	Change from Request
1 LM-2500 GAS TURBINE	6,690	8,190	1,500
Inspection Systems for Propulsion Equipment		1,500	
3 OTHER NAVIGATION EQUIPMENT	29,503	31,303	1,800
AN/WSN-7 Fiber Optic Gyro System Upgrades		3,000	
Electronic Chart Display and Information Systems		-1,200	
5 SUB PERISCOPES & IMAGING EQUIPMENT	69,753	34,253	-35,500
Integrated Submarine Imaging Systems		-35,500	
6 DDG MODERNIZATION	50,008	53,908	3,900
Communications Upgrade for DDG Modernization		3,900	
9 POLLUTION CONTROL EQUIPMENT	25,219	22,119	-3,100
R-114 Conversion Kits growth		-3,100	
10 SUBMARINE SUPPORT EQUIPMENT	31,178	29,378	-1,800
Ship Alteration 4351 phasing		-1,800	
15 CG-MODERNIZATION	267,809	217,909	-49,900
SPQ-9B growth		-2,400	
Vertical Launch System growth		-1,600	
CG-57 Extended Selected Restricted Availability (ESRA) equipment procurement		-45,900	
18 ITEMS LESS THAN \$5 MILLION	186,018	192,768	6,750
CVN Propeller Replacement Program		2,750	
JP-5 Manifold (globe) Electric Valve Operator (EVOs)		2,000	
LSD-41/49 Diesel Engine Low Load Upgrade Kit		4,000	
Shipboard Network Protection System		2,000	
Forcenet upgrade		-1,400	
AC voltage regulator phasing		-2,600	
20 SUBMARINE LIFE SUPPORT SYSTEM	16,128	14,128	-2,000
Electrolytic Oxygen Generator growth		-2,000	
24 STANDARD BOATS	30,236	36,136	5,900
Dive Boat Replacement and Modernization		3,000	
Life Raft Procurement		2,000	
Weapon Retriever Vehicle		2,000	
SSBN Transit Security contract savings		-1,100	
28 LCS MODULES	80,324	0	-80,324
Littoral Combat Ship program restructure		-80,324	

	Budget Request	Committee Recommended	Change from Request
30 RADAR SUPPORT	0	17,000	17,000
AN/SPY-1 Radar System Readiness Improvement		1,000	
AN/SPS-67 Back Fit Engineering Support		2,000	
Enhanced Detection Adjunct Processor		5,000	
Intelligent Interface with Intelligent Graphics for Shared Naval Radar Components		4,000	
Radar Distribution Open Architecture (OA) Refresh		5,000	
31 SPQ-9B RADAR	14,480	18,280	3,800
AN/SPQ-9B Radar for DDG 51 Modernization Program		6,000	
Antenna phasing		-2,200	
32 AN/SQQ-89 SURF ASW COMBAT SYSTEM	25,423	36,723	11,300
Anti-Submarine Warfare (ASW) Enhancements		11,300	
33 SSN ACOUSTICS	319,981	316,981	-3,000
Support funding carryover		-3,000	
35 SONAR SWITCHES AND TRANSDUCERS	13,357	12,357	-1,000
Support funding carryover		-1,000	
44 SUBMARINE SUPPORT EQUIPMENT PROGRAM	105,015	81,815	-23,200
BLQ-10(V) growth		-6,200	
Multi-function Modular Mast phasing		-17,000	
45 NAVY TACTICAL DATA SYSTEM	0	2,000	2,000
Carrier/LHA Ship Self Defense System Open Architecture and Security Upgrades		2,000	
46 COOPERATIVE ENGAGEMENT CAPABILITY	26,562	28,862	2,300
Cooperative Engagement Capability		5,000	
Planar Antenna phasing		-2,700	
50 MINESWEEPING SYSTEM REPLACEMENT	48,399	39,399	-9,000
Support funding carryover		-10,000	
Minesweeping System Replacement (MCM-1 Class Combat System Upgrade/Acoustic Generators)		1,000	
69 GPETE	7,042	9,042	2,000
Allen Telescope Array		2,000	
76 COMMUNICATIONS ITEMS UNDER \$5 MILLION	36,753	34,653	-2,100
Handheld radios growth		-2,100	
78 SUBMARINE COMMUNICATION EQUIPMENT	86,551	82,551	-4,000
Real-time Identification and Total Asset Visibility (RITAV)		500	
Common Submarine Radio Room growth		-4,500	
79 SATELLITE COMMUNICATIONS SYSTEMS	74,677	64,077	-10,600
Super High Frequency (SHF) Terminal phasing		-4,100	
Submarine High Data Rate (SUBHDR) modification kit phasing		-6,500	

	Budget Request	Committee Recommended	Change from Request
88 SONOBUOYS - ALL TYPES	67,373	69,873	2,500
Sonobuoys-All Types		2,500	
95 AVIATION LIFE SUPPORT	12,750	11,750	-1,000
Multi Climate Protection System (MCPS)		2,500	
Support funding carryover		-3,500	
105 AEGIS SUPPORT EQUIPMENT	93,783	95,783	2,000
Aegis Computer Center Upgrades		2,000	
108 STRATEGIC MISSILE SYSTEMS EQUIPMENT	150,918	137,918	-13,000
Conventional Trident Modification		-13,000	
114 ITEMS LESS THAN \$5 MILLION	3,422	7,422	4,000
Naval Industrial Reserve Ordnance Plant (NIROP)			
Industrial Facilities Materials Staging Area		4,000	
132 TRAINING SUPPORT EQUIPMENT	19,463	21,463	2,000
Laser Marksmanship Training System (LMTS) for the Navy Reserve		2,000	
133 COMMAND SUPPORT EQUIPMENT	42,539	44,039	1,500
High Performance Computing Capability		500	
Man Overboard Identification (MOBI) System		1,000	
145 SPARES AND REPAIR PARTS	218,071	215,171	-2,900
Littoral Combat Ship Modules		-2,900	

INTEGRATED SUBMARINE IMAGING SYSTEM

The Integrated Submarine Imaging System (ISIS) provides for the modernization of submarine imaging systems to improve imaging capabilities in support of ISR requirements. The request includes funding in the amount of \$56,198,000 for the procurement of thirteen systems and 3 spares. The Navy scheduled the installation of 5 of these systems in fiscal year 2009 and 8 in fiscal year 2010. The Navy states that the system will deliver fourteen months from contract award. With a lead time of fourteen months, the procurement of the 8 systems currently scheduled for installation in fiscal year 2010 is ahead of need and can be shifted to fiscal year 2009. Therefore, \$20,698,000 is provided for the procurement of the systems and associated spares that will install or be required in fiscal year 2009.

CRUISER MODERNIZATION PROGRAM

The Cruiser Modernization program provides CG-47 class cruisers with improved warfighting capabilities and extends the mission life of the platforms. The request includes funding for the procurement of equipment to be installed during an availability period in fiscal year 2011. The specific equipment (SPQ-9B radar, Cooperative Engagement Capability hardware, AEGIS Weapons System upgrades, and MK-34 Gun Weapon System hardware) has a 24 month production lead time. Since the ship availability in fiscal year 2011 is a scheduled eleven month availability, the procurement of this equipment in fiscal year 2008 is ahead of need and can be deferred until fiscal year 2009. Therefore, no funding is provided to procure equipment for the Cruiser Modernization availability scheduled for fiscal year 2011.

ASW ENHANCEMENTS

The unfunded priority list provided by the Navy contained a request for Anti-Submarine Warfare (ASW) enhancements to improve the ASW capability of the fleet as its fourth highest priority. The Committee recognizes the importance of this critical warfighting area and strongly supports efforts to improve capability. To that end, the Committee provides an additional \$29,300,000 for efforts such as accelerating DDG-51 class sonar modernization, accelerating the procurement of Common Broadband Advanced Sonar System (CBASS) Torpedo Modification Kits, and increased development efforts for the Anti-torpedo Torpedo.

LITTORAL COMBAT SHIP MISSION MODULES

The Littoral Combat Ship (LCS) is a small surface combatant and will operate with the flexibility to be configured with one of a variety of three different mission modules depending on the tasking. The Navy plan for mission modules is to procure a total of 64 LCS modules for the 55 ship class. The request includes \$80,324,000 for the procurement of two mission modules and associated procurement support as well as \$2,900,000 for spare parts. At the time of the submission, funding had been appropriated for the procurement of six ships and six mission modules through fiscal year 2007. Since the submission of the request, only three of

these six ships will actually be constructed. The Committee believes the six mission modules purchased in prior years will be more than sufficient to satisfy near term LCS requirements considering the reduced near term LCS construction quantity. Therefore, no funding is provided for the procurement of LCS mission modules and associated spares.

SUBMARINE SUPPORT EQUIPMENT

The request includes \$17,047,000 for the procurement of 7 multi-function modular masts (MMM) for submarines. As a result of delays in the development program, the fiscal year 2007 units will not actually execute until late in fiscal year 2008. The program's budget takes this long lead time realized in fiscal year 2007 and extrapolates it to fiscal year 2008 and beyond. This will result in the units scheduled for procurement in fiscal year 2008 not being installed until fiscal year 2011. In actuality, these fiscal year 2008 units will simply award in fiscal year 2009 and deliver in time for a fiscal year 2011 installation. Since the MMM units will execute in fiscal year 2009, the Committee believes the funding should be budgeted in fiscal year 2009. Therefore, no funding is provided for the procurement of the MMM in fiscal year 2008.

Q-70 FAMILY OF DISPLAY SYSTEMS

In the early 1990s, the Committee began investigating the Navy's use of proprietary designs and closed architecture in its display systems. The Committee found this display architecture to be costly and operationally limiting in that systems failed to keep up with technology advancements associated with commercial off the shelf technologies. Consequently, this Committee (and ultimately Congress) began funding both research and development and procurement of what is now known as the Q-70 Family of Display Systems that is currently in use throughout the fleet on board aircraft, surface ships and submarines. During the ceremonial delivery of the 5000th Q-70 system in 2006, the Navy acknowledged that the Q-70's use of open architecture and commercial off the shelf technology has saved the taxpayer nearly \$1,600,000,000. The Committee applauds the Navy for its efforts and encourages future support. In this regard, the Committee provides an additional \$5,000,000 for the procurement and installation of AN/SPA-25H display system refresh kits to further the Navy's open architecture system initiatives.

MAN OVERBOARD INDICATOR PROGRAM

The Man OverBoard Indicator (MOBI) program was initiated by the Congress after being rejected by traditional Navy channels. Every year, sailors and marines fall from Navy ships resulting in fatalities, serious injuries and the loss of many operational hours conducting search and rescue missions. The MOBI allows reduced reaction time to overboard incidents, resulting in reduced search and rescue time and increased recovery rates. The Committee's support has allowed for installation of MOBI systems on nearly 90 Navy ships and has been used in the recovery of numerous sailors

who were in need of rescue or recovery. Therefore, the Committee provides \$1,000,000 to continue the MOBI program.

ENHANCED DETECTION ADJUNCT PROCESSOR

In a July 2003 mission need statement regarding force protection capability against asymmetric threats, the Navy states that small boats, recreational watercraft, and unmanned service vehicles are considered amongst the highest threats to vulnerable targets. This is primarily due to the difficulty in detecting these threats in the difficult radar environments where they typically operate. The Enhanced Detection Adjunct Processor (EDAP) fulfills the stated Navy requirement to protect personnel, equipment and facilities in the areas of surface ship defense and port and harbor security. By improving the capability of existing surface search radar systems to operate in moderate to high sea states, EDAP will significantly improve a ship's ability to prevent small boat attacks by identifying the threat before an incident occurs. Therefore, the Committee provides \$5,000,000 for the procurement of Enhanced Detection Adjunct Processors to upgrade existing surface search radars.

PROCUREMENT, MARINE CORPS

Fiscal year 2007 appropriation	\$894,571,000
Fiscal year 2008 budget request	2,999,057,000
Committee recommendation	2,500,882,000
Change from budget request	- 498,175,000

This appropriation provides funds for the procurement, production, and modification of equipment, supplies, materials, and spare parts.

The Committee recommends an appropriation of \$2,500,882,000 for Procurement, Marine Corps, which is \$1,606,311,000 more than the amount provided in fiscal year 2007 and \$498,175,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

PROCUREMENT, MARINE CORPS						
WEAPONS AND COMBAT VEHICLES						
TRACKED COMBAT VEHICLES						
MC GROUND FORCES AUGMENTATION.....	---	2,211,625	---	---	---	-2,211,625
AAV7A1 PIP.....	---	3,050	---	4,102	---	+1,052
LAV PIP.....	---	30,883	---	32,065	---	+1,182
M1A1 FIREPOWER ENHANCEMENTS.....	---	14,716	---	14,716	---	---
ARTILLERY AND OTHER WEAPONS						
EXPEDITIONARY FIRE SUPPORT SYSTEM.....						
	---	3,895	---	3,895	---	---
155MM LIGHTWEIGHT TOWED HOWITZER.....	---	93,379	---	179,879	---	+86,500
HIGH MOBILITY ARTILLERY ROCKET SYSTEM.....	---	30,650	---	30,650	---	---
WEAPONS AND COMBAT VEHICLES UNDER \$5 MILLION.....	---	15,779	---	51,463	---	+35,684
WEAPONS						
MODULAR WEAPON SYSTEM.....						
	---	---	---	12,471	---	+12,471
OTHER SUPPORT						
MODIFICATION KITS.....						
	---	4,429	---	116,432	---	+112,003
WEAPONS ENHANCEMENT PROGRAM.....	---	14,994	---	15,009	---	+15

TOTAL, WEAPONS AND COMBAT VEHICLES.....		2,423,400		460,682		-1,962,718
GUIDED MISSILES AND EQUIPMENT						
GUIDED MISSILES						
GROUND BASED AIR DEFENSE.....						
	---	1,988	---	1,988	---	---
OTHER SUPPORT						
MODIFICATION KITS.....						
	---	641	---	47,311	---	+46,670

TOTAL, GUIDED MISSILES AND EQUIPMENT.....		2,629		49,299		+46,670

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST
	QTY	AMOUNT	QTY	AMOUNT	
COMMUNICATIONS AND ELECTRONICS EQUIPMENT					
COMMAND AND CONTROL SYSTEMS					
UNIT OPERATIONS CENTER.....	---	19,493	---	59,943	--- +40,450
REPAIR AND TEST EQUIPMENT					
REPAIR AND TEST EQUIPMENT.....	---	21,051	---	72,212	--- +51,161
OTHER SUPPORT (TEL)					
COMBAT SUPPORT SYSTEM.....	---	18,669	---	19,093	--- +424
MODIFICATION KITS.....	---	10,926	---	35,115	--- +24,189
ITEMS UNDER \$5 MILLION (COMM & ELEC).....	---	6,374	---	6,383	--- +9
AIR OPERATIONS C2 SYSTEMS.....	---	40,664	---	70,681	--- +30,017
RADAR + EQUIPMENT (NON-TEL)					
RADAR SYSTEMS.....	---	16,061	---	150,715	--- +134,654
INTELL/COMM EQUIPMENT (NON-TEL)					
FIRE SUPPORT SYSTEM.....	---	1,438	---	25,227	--- +23,789
INTELLIGENCE SUPPORT EQUIPMENT.....	---	28,902	---	148,935	--- +120,033
OTHER COMM/ELEC EQUIPMENT (NON-TEL)					
NIGHT VISION EQUIPMENT.....	---	8,991	---	40,590	--- +31,599
OTHER SUPPORT (NON-TEL)					
COMMON COMPUTER RESOURCES.....	---	75,101	---	97,106	--- +22,005
COMMAND POST SYSTEMS.....	---	20,535	---	29,986	--- +9,451
RADIO SYSTEMS.....	---	61,148	---	176,182	--- +115,034
COMM SWITCHING & CONTROL SYSTEMS.....	---	27,019	---	102,744	--- +75,725
COMM & ELEC INFRASTRUCTURE SUPPORT.....	---	20,090	---	22,393	--- +2,303
TOTAL, COMMUNICATIONS AND ELECTRONICS EQUIPMENT...		376,462		1,057,305	--- +680,843

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
SUPPORT VEHICLES						
ADMINISTRATIVE VEHICLES						
COMMERCIAL PASSENGER VEHICLES.....	---	1,070	---	1,070	---	---
COMMERCIAL CARGO VEHICLES.....	---	13,366	---	13,366	---	---
TACTICAL VEHICLES						
5/4T TRUCK HMMV (MYP).....	---	1,572	---	157,051	---	+155,479
MEDIUM TACTICAL VEHICLE REPLACEMENT.....	---	660	---	91,730	---	+91,070
LOGISTICS VEHICLE SYSTEM REP.....	---	26,763	---	31,802	---	+5,039
FAMILY OF TACTICAL TRAILERS.....	---	9,002	---	35,996	---	+26,994
OTHER SUPPORT						
ITEMS LESS THAN \$5 MILLION.....	---	3,947	---	6,862	---	+2,915
TOTAL, SUPPORT VEHICLES.....		56,380		337,877		+281,497
ENGINEER AND OTHER EQUIPMENT						
ENGINEER AND OTHER EQUIPMENT						
ENVIRONMENTAL CONTROL EQUIP ASSORT.....	---	1,717	---	5,598	---	+3,881
BULK LIQUID EQUIPMENT.....	---	3,662	---	5,680	---	+2,018
TACTICAL FUEL SYSTEMS.....	---	5,187	---	16,705	---	+11,518
POWER EQUIPMENT ASSORTED.....	---	4,188	---	11,085	---	+6,897
AMPHIBIOUS SUPPORT EQUIPMENT.....	---	10,523	---	12,399	---	+1,876
EOD SYSTEMS.....	---	14,656	---	41,972	---	+27,316
MATERIALS HANDLING EQUIPMENT						
PHYSICAL SECURITY EQUIPMENT.....	---	12,388	---	12,349	---	-39
GARRISON MOBILE ENGR EQUIP.....	---	12,439	---	12,439	---	---
MATERIAL HANDLING EQUIP.....	---	3,157	---	25,085	---	+21,928
FIRST DESTINATION TRANSPORTATION.....	---	6,613	---	6,613	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
GENERAL PROPERTY						
FIELD MEDICAL EQUIPMENT.....	---	2,236	---	17,988	---	+15,752
TRAINING DEVICES.....	---	31,074	---	82,149	---	+51,075
CONTAINER FAMILY.....	---	878	---	9,185	---	+8,307
FAMILY OF CONSTRUCTION EQUIPMENT.....	---	8,585	---	87,871	---	+79,286
FAMILY OF INTERNALLY TRANSPORTABLE VEH (ITV).....	---	2,472	---	2,472	---	---
BRIDGE BOATS.....	---	---	---	43,903	---	+43,903
RAPID DEPLOYABLE KITCHEN.....	---	1,109	---	18,971	---	+17,862
OTHER SUPPORT ITEMS LESS THAN \$5 MILLION.....	---	6,508	---	22,073	---	+15,565
TOTAL, ENGINEER AND OTHER EQUIPMENT.....		127,392		434,537		+307,145
SPARES AND REPAIR PARTS.....	---	12,794	---	13,794	---	+1,000
TRAILERS.....	---	---	---	147,388	---	+147,388
TOTAL, PROCUREMENT, MARINE CORPS.....		2,999,057		2,500,882		-498,175

The adjustments to the budget activities for Procurement, Marine Corps, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

P-1	Budget Request	Committee Recommended	Change from Request
1 MC GROUND FORCES AUGMENTATION	2,211,625	0	-2,211,625
Grow the Force (Note: Distributed within Procurement, Marine Corps per USMC direction for execution)		-1,911,579	
Grow the Force (Note: Distributed within Procurement of Ammunition, Navy and Marine Corps per USMC direction for execution)		-300,000	
Excess to Requirement		-46	
2 AAV7A1 PIP	3,050	4,102	1,052
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		1,329	
Reduction due to decreased Tank Company Requirement		-277	
5 LAV PIP	30,883	32,065	1,182
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		1,182	
6 M1A1 FIREPOWER ENHANCEMENTS	14,716	14,716	0
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		113	
Reduction due to decreased Tank Company Requirement		-113	
8 155MM LIGHTWEIGHT TOWED HOWITZER	93,379	179,879	86,500
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		107,500	
Reduction of 6 units		-21,000	
10 WEAPONS AND COMBAT VEHICLES UNDER \$5 MILLION	15,779	51,463	35,684
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		39,655	
Reduction due to decreased Tank Company Requirement		-3,971	
11 MODULAR WEAPON SYSTEM	0	12,471	12,471
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		12,735	
Reduction due to decreased Tank Company Requirement		-264	
12 MODIFICATION KITS	4,429	116,432	112,003
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		190,430	
Reduction due to decreased Tank Company Requirement		-78,427	
13 WEAPONS ENHANCEMENT PROGRAM	14,994	15,009	15
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		15	
16 JAVELIN	0	0	0
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		9,240	
Defer consideration to GWOT supplemental		-9,240	

P-1		Budget Request	Committee Recommended	Change from Request
18	MODIFICATION KITS	641	47,311	46,670
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		80,020	
	Reduction due to decreased Tank Company Requirement		-33,350	
19	UNIT OPERATIONS CENTER	19,493	59,943	40,450
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		37,450	
	Combat Operations Center		3,000	
20	REPAIR AND TEST EQUIPMENT	21,051	72,212	51,161
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		53,468	
	Reduction due to decreased Tank Company Requirement		-2,307	
22	COMBAT SUPPORT SYSTEM	18,669	19,093	424
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		443	
	Reduction due to decreased Tank Company Requirement		-19	
	Requirement Objective for Lightweight Maintenance Enclosure (LME) for USMC		2,000	
23	MODIFICATION KITS	10,926	35,115	24,189
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		24,232	
	Reduction due to decreased Tank Company Requirement		-43	
24	ITEMS UNDER \$5 MILLION (COMM & ELEC)	6,374	6,383	9
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		25	
	Reduction due to decreased Tank Company Requirement		-16	
25	AIR OPERATIONS C2 SYSTEMS	40,664	70,681	30,017
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		26,017	
	Mobile Optical Sensor Suite (MOSS)		4,000	
27	RADAR SYSTEMS	16,061	150,715	134,654
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		134,654	
28	FIRE SUPPORT SYSTEM	1,438	25,227	23,789
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		25,584	
	Reduction due to decreased Tank Company Requirement		-1,795	
29	INTELLIGENCE SUPPORT EQUIPMENT	28,902	148,935	120,033
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		120,745	
	Reduction due to decreased Tank Company Requirement		-712	
30	NIGHT VISION EQUIPMENT	8,991	40,590	31,599
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		33,553	
	Reduction due to decreased Tank Company Requirement		-1,954	

P-1		Budget Request	Committee Recommended	Change from Request
31	COMMON COMPUTER RESOURCES	75,101	97,106	22,005
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		22,147	
	Reduction due to decreased Tank Company Requirement		-142	
32	COMMAND POST SYSTEMS	20,535	29,986	9,451
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		11,044	
	Reduction due to decreased Tank Company Requirement		-1,593	
33	RADIO SYSTEMS	61,148	176,182	115,034
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		118,670	
	Reduction due to decreased Tank Company Requirement		-3,636	
34	COMM SWITCHING & CONTROL SYSTEMS	27,019	102,744	75,725
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		76,555	
	Reduction due to decreased Tank Company Requirement		-830	
35	COMM& ELECTRONIC INFRASTRUCTURE SUPPORT	20,090	22,393	2,303
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		2,303	
38	5/4T TRUCK HMMVV (MYP)	1,572	157,051	155,479
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		179,083	
	Reduction due to decreased Tank Company Requirement		-23,604	
40	MEDIUM TACTICAL VEHICLE REPLACEMENT	660	91,730	91,070
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		106,095	
	Reduction due to decreased Tank Company Requirement		-15,025	
42	LOGISTICS VEHICLE SYSTEM REP	26,763	31,802	5,039
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		8,300	
	Reduction due to decreased Tank Company Requirement		-6,261	
	Marine Corps Flat-Rack		3,000	
43	FAMILY OF TACTICAL TRAILERS	9,002	35,996	26,994
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		29,680	
	Reduction due to decreased Tank Company Requirement		-2,686	
44	ITEMS LESS THAN \$5 MILLION	3,947	6,862	2,915
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		2,920	
	Reduction due to decreased Tank Company Requirement		-5	
45	ENVIRONMENTAL CONTROL EQUIP ASSORT	1,717	5,598	3,881
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		4,064	
	Reduction due to decreased Tank Company Requirement		-183	

P-1		Budget Request	Committee Recommended	Change from Request
46	BULK LIQUID EQUIPMENT	3,662	5,680	2,018
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		2,402	
	Reduction due to decreased Tank Company Requirement		-384	
47	TACTICAL FUEL SYSTEMS	5,187	16,705	11,518
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		12,365	
	Reduction due to decreased Tank Company Requirement		-847	
48	POWER EQUIPMENT ASSORTED	4,188	11,085	6,897
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		7,233	
	Reduction due to decreased Tank Company Requirement		-336	
49	AMPHIBIOUS SUPPORT EQUIPMENT	10,523	12,399	1,876
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		1,876	
50	EOD SYSTEMS	14,656	41,972	27,316
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		31,555	
	Reduction due to decreased Tank Company Requirement		-4,239	
51	PHYSICAL SECURITY EQUIPMENT	12,388	12,349	-39
	Reduction due to decreased Tank Company Requirement		-39	
53	MATERIAL HANDLING EQUIP	3,157	25,085	21,928
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		22,333	
	Reduction due to decreased Tank Company Requirement		-405	
55	FIELD MEDICAL EQUIPMENT	2,236	17,988	15,752
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		16,050	
	Reduction due to decreased Tank Company Requirement		-298	
56	TRAINING DEVICES	31,074	82,149	51,075
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		41,075	
	Praetorian		5,000	
	Range Transformation Initiative		5,000	
57	CONTAINER FAMILY	878	9,185	8,307
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		8,307	
	Reduction due to decreased Tank Company Requirement		-390	
58	FAMILY OF CONSTRUCTION EQUIPMENT	8,585	87,871	79,286
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		79,406	
	Reduction due to decreased Tank Company Requirement		-120	
60	BRIDGE BOATS	0	43,903	43,903
	Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		43,903	

P-1	Budget Request	Committee Recommended	Change from Request
61 RAPID DEPLOYABLE KITCHEN	1,109	18,971	17,862
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		21,982	
Reduction due to decreased Tank Company Requirement		-4,120	
63 ITEMS LESS THAN \$5 MILLION	6,508	22,073	15,565
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		16,453	
Reduction due to decreased Tank Company Requirement		-888	
64 SPARES AND REPAIR PARTS	12,794	13,794	1,000
Joint Precision AirDrop System – Mission Planner Rapid Fielding Initiative		1,000	
XX TRAILERS		147,388	147,388
Grow the Force (Note: Transferred from Line 1 per USMC direction for execution)		147,388	

RANGE TRANSFORMATION INITIATIVE

The Committee recognizes and supports the requirement for a large-scale urban warfare training facility to ensure our combat forces conduct realistic training prior to deploying overseas. The United States Marine Corps is pursuing an initiative to develop an urban operations training complex of unprecedented capability. The Committee applauds this effort and provided funding in fiscal years 2006 and 2007 to accelerate this initiative. In fiscal year 2008, the Committee provides funding to acquire supporting capabilities to maximize the training effectiveness of this large-scale urban warfare training facility.

AIRCRAFT PROCUREMENT, AIR FORCE

Fiscal year 2007 appropriation	\$11,643,356,000
Fiscal year 2008 budget request	\$12,393,270,000
Committee recommendation	\$11,690,220,000
Change from budget request	- 703,050,000

This appropriation provides for the procurement of aircraft, and for modification of in-service aircraft to improve safety and enhance operational effectiveness. It also provides for initial spares and other support equipment to include aerospace ground equipment and industrial facilities. In addition, funds are provided for the procurement of flight training simulators to increase combat readiness and to provide for more economical training.

The Committee recommends an appropriation of \$11,690,220,000 for Aircraft Procurement, Air Force, which is \$46,864,000 more than the amount provided in fiscal year 2007 and \$703,050,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

AIRCRAFT PROCUREMENT, AIR FORCE						
COMBAT AIRCRAFT						
TACTICAL FORCES						
F-35.....	6	1,298,167	6	1,298,167	---	---
F-35 (AP-CY).....	---	123,539	---	123,539	---	---
F-22A.....	20	3,152,713	20	3,152,713	---	---
F-22A (AP-CY).....	---	426,666	---	426,666	---	---
TOTAL, COMBAT AIRCRAFT.....		5,001,085		5,001,085		---

AIRLIFT AIRCRAFT						
TACTICAL AIRLIFT						
C-17A (MYP).....	---	260,601	---	260,601	---	---
OTHER AIRLIFT						
C-130J.....	9	686,069	9	686,069	---	---
HC-130 RECAP (AP-CY).....	---	9,990	---	25,190	---	+15,200
MC-130 RECAP (AP-CY).....	---	65,742	---	50,542	---	-15,200
TOTAL, AIRLIFT AIRCRAFT.....		1,022,402		1,022,402		---

TRAINER AIRCRAFT						
OPERATIONAL TRAINERS						
JPATS.....	39	245,889	39	245,889	---	---
OTHER AIRCRAFT						
HELICOPTERS						
V-22 OSPREY.....	5	453,797	5	453,797	---	---
V-22 OSPREY (AP-CY).....	---	41,245	---	41,245	---	---
MISSION SUPPORT AIRCRAFT						
C-40.....	2	48,615	2	48,615	---	---
CIVIL AIR PATROL A/C.....	---	4,477	---	6,727	---	+2,250
OTHER AIRCRAFT						
TARGET DRONES.....						
GLOBAL HAWK.....	5	514,005	3	403,005	-2	-111,000
GLOBAL HAWK (AP-CY).....	---	63,841	---	63,841	---	---
MQ-1.....	24	277,999	24	277,999	---	---
MQ-9.....	4	58,470	4	58,470	---	---
TOTAL, OTHER AIRCRAFT.....		1,548,053		1,439,303		-108,750

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
MODIFICATION OF INSERVICE AIRCRAFT						
STRATEGIC AIRCRAFT						
B-2A.....	---	316,055	---	216,055	---	-100,000
B-1B.....	---	53,125	---	42,681	---	-10,444
B-52.....	---	18,091	---	18,091	---	---
TACTICAL AIRCRAFT						
A-10.....	---	167,107	---	129,407	---	-37,700
F-15.....	---	19,165	---	19,165	---	---
F-16.....	---	329,370	---	335,370	---	+6,000
F-22A.....	---	281,905	---	256,905	---	-25,000
AIRLIFT AIRCRAFT						
C-5.....	---	332,016	---	277,716	---	-54,300
C-5 (AP-CY).....	---	66,700	---	66,700	---	---
C-17A.....	---	211,206	---	115,206	---	-96,000
C-21.....	---	13,920	---	952	---	-12,968
C-32A.....	---	1,646	---	1,646	---	---
C-37A.....	---	420	---	420	---	---
TRAINER AIRCRAFT						
GLIDER MODS.....						
T6.....	---	17,089	---	7,940	---	-9,149
T-1.....	---	24	---	12,992	---	+12,968
T-38.....	---	130,803	---	130,803	---	---
T-43.....	---	2,230	---	2,230	---	---
OTHER AIRCRAFT						
KC-10A (ATCA).....						
C-12.....	---	459	---	459	---	---
C-20 MODS.....	---	535	---	535	---	---
VC-25A MOD.....	---	28,416	---	28,416	---	---
C-40.....	---	209	---	209	---	---
C-130.....	---	384,386	---	194,386	---	-190,000
C130J MODS.....	---	62,259	---	62,259	---	---
C-135.....	---	118,561	---	118,561	---	---
COMPASS CALL MODS.....						
DARP.....	---	106,108	---	106,108	---	---
E-3.....	---	54,286	---	54,286	---	---
E-4.....	---	19,745	---	19,745	---	---
E-8.....	---	79,689	---	79,689	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
H-1.....	---	22,112	---	22,112	---	---
H-60.....	---	19,565	---	19,565	---	---
GLOBAL HAWK MODS.....	---	24,332	---	26,332	---	+2,000
OTHER AIRCRAFT.....	---	109,496	---	113,496	---	+4,000
HQ-1 MODS.....	---	74,692	---	74,692	---	---
HQ-9 MODS.....	---	20,578	---	20,578	---	---
CV-22 MODS.....	---	16,523	---	16,523	---	---
OTHER MODIFICATIONS						
TOTAL, MODIFICATION OF INSERVICE AIRCRAFT.....		3,150,158		2,639,565		-510,593
AIRCRAFT SPARES AND REPAIR PARTS						
INITIAL SPARES/REPAIR PARTS.....	---	267,386	---	267,386	---	---
TOTAL, AIRCRAFT SPARES AND REPAIR PARTS.....		267,386		267,386		---
AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES						
COMMON SUPPORT EQUIPMENT						
COMMON SUPPORT EQUIPMENT.....	---	111,136	---	111,136	---	---
POST PRODUCTION SUPPORT						
B-2A.....	---	34,780	---	34,780	---	---
C-5.....	---	18,277	---	18,277	---	---
C-21.....	---	14,904	---	14,904	---	---
C-130.....	---	16,929	---	19,929	---	+3,000
EC-130J.....	---	5,348	---	5,348	---	---
F-15 POST PRODUCTION SUPPORT.....	---	5,615	---	5,615	---	---
F-16 POST PRODUCTION SUPPORT.....	---	19,454	---	19,454	---	---
OTHER AIRCRAFT.....	---	101,896	---	101,896	---	---
INDUSTRIAL PREPAREDNESS.....	---	23,942	---	23,942	---	---
WAR CONSUMABLES						
WAR CONSUMABLES.....	---	86,707	---	---	---	-86,707
OTHER PRODUCTION CHARGES						
OTHER PRODUCTION CHARGES.....	---	683,080	---	683,080	---	---
DARP						
DARP.....	---	27,881	---	27,881	---	---
TOTAL, AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES..		1,149,949		1,066,242		-83,707
CLASSIFIED PROGRAMS.....	---	8,348	---	8,348	---	---
TOTAL, AIRCRAFT PROCUREMENT, AIR FORCE.....		12,393,270		11,690,220		-703,050

The adjustments to the budget activities for Aircraft Procurement, Air Force, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommendation	Change from Request
10 HC-130 RECAP ADVANCE PROCUREMENT (CY) Air Force Requested Transfer From Line 11	9,990	25,190 15,200	15,200
11 MC-130 RECAP ADVANCE PROCUREMENT (CY) Air Force Requested Transfer To Line 10	65,742	50,542 -15,200	-15,200
16 CIVIL AIR PATROL A/C Civil Air Patrol AC	4,477	6,727 2,250	2,250
19 GLOBAL HAWK LRIP Reduction	514,005	403,005 -111,000	-111,000
23 B-2A Radar Modernization Program	316,055	216,055 -100,000	-100,000
24 B-1B INS/GSS	53,125	42,681 -10,444	-10,444
27 A-10 Precision Engagement - Funds were provided in the FY07 Supplemental	167,107	129,407 -37,700	-37,700
29 F-16 Modular Mission Computer Concurrency Embedded GPS/INS Concurrency ANG Block 42 Engine Upgrade F-16 On-Board Oxygen Generation Systems (OBOGS) Retrofit	329,370	335,370 -8,000 -17,000 29,000 2,000	6,000
30 F-22A Program Growth	281,905	256,905 -25,000	-25,000
31 C-5 AMP Kit Installation Delay LAIRCM - Funds were provided in the FY07 Supplemental	332,016	277,716 -5,600 -48,700	-54,300
33 C-17A LAIRCM - Defer consideration to GWOT Supplemental LAIRCM - Funds were provided in the FY07 Supplemental	211,206	115,206 -50,000 -46,000	-96,000
34 C-21 Air Force Requested transfer to Line 39	13,920	952 -12,968	-12,968
38 T6 Traffic Alert and Collision Avoidance System	17,089	7,940 -9,149	-9,149
39 T-1 Air Force Requested transfer from Line 34	24	12,992 12,968	12,968

P-1	Budget Request	Committee Recommendation	Change from Request
47 C-130	384,386	194,386	-190,000
LAIRCM - Defer consideration to GWOT Supplemental		-37,700	
Center Wing Box - Defer consideration to GWOT Supplemental		-59,300	
LAIRCM - Funds were provided in the 2007 GWOT Supplemental		-36,000	
Air Force requested transfer to RDTE, AF, Line 217		-60,000	
Senior Scout Integrated Mission Trainer		1,000	
C-130 Active Noise Cancellation		2,000	
58 GLOBAL HAWK MODS	24,332	26,332	2,000
Communications Special Test Equipment (STE) for Global Hawk		2,000	
59 OTHER AIRCRAFT	109,496	113,496	4,000
RC-26B Modernization Program		4,000	
71 C-130	16,929	19,929	3,000
RAINCOAT		3,000	
77 WAR CONSUMABLES	86,707	0	-86,707
Defer consideration to GWOT Supplemental		-86,707	

C-17 PRODUCTION

The Committee is aware that \$2,400,000,000 for procurement of additional C-17 aircraft has been included in title XV of the House-passed National Defense Authorization Act for Fiscal Year 2008. This title authorizes supplemental appropriations for Operation Iraqi Freedom and Operation Enduring Freedom. The Committee has not addressed these fiscal year 2008 supplemental funding requirements in this legislation. Rather, the Committee will consider these funding requirements in a separate measure at a later time.

GLOBAL HAWK

The budget request includes \$514,005,000 for procurement of five Global Hawk air vehicles, sensor payloads, one Ground Segment and associated support equipment. The Committee recommends reducing the request by \$111,000,000, including two air vehicles.

The Committee has long been concerned about delays in production of Global Hawk. While a highly capable surveillance platform when in operation, delays in the production of the more advanced RQ-4B air vehicle continue. In just the last year, delivery of the first RQ-4B slipped another three months, which amounts to a fifteen month delay from its initial estimated delivery date. The program continues to struggle with supplier manufacturing problems that are significantly impacting production schedules.

The Committee notes that even if the program were able to deliver Lot 7 aircraft on the current schedule, which history indicates is unlikely, one of these aircraft would not deliver until the very end of fiscal year 2010 and the last aircraft in the lot would deliver in fiscal year 2011. The Committee has traditionally eliminated funding for such procurements as early-to-need and believes that, by reducing the procurement of air vehicles, it affords the program the opportunity to demonstrate an ability to meet production timelines.

B-2 RADAR MODERNIZATION

The currently fielded B-2 radar system, including the radar, defensive management system (DMS) and transponder, operates within a portion of the electromagnetic spectrum where the U.S. Government is designated as a secondary user. Secondary user status means that the B-2 radar system cannot interfere with primary users. Interference with primary users by a secondary user invokes statutory penalties. Due to the planned expansion of primary users in the currently fielded radar system frequency band, in the near future the B-2 will no longer be able to operate without high probability of interference with primary users. In order to ensure the continued operation of the B-2 weapon system, the B-2 radar system must be modified to allow operation in another portion of the spectrum where the U.S. Government is guaranteed primary user status. The B-2 radar must vacate its current frequency by a classified, near-term date. A program to develop and field a new radar system is ongoing.

The budget request includes \$270,649,000 for the procurement of eight production radar units. Due to technical maturity problems with the radar modernization program's antenna, the fiscal year

2007 funds for four production units have been placed on hold and will be used for other unrelated efforts. Subsequent to the submission of the fiscal year 2008 budget request, the Air Force acknowledged the impact on production caused by the technical maturity problems and requested that the funding for the procurement of units requested in the fiscal year 2008 budget be reduced. In addition, the Air Force communicated to the Committee a requirement for additional funds supporting the radar's development program beyond what was requested in the fiscal year 2008 budget. Accordingly, the Committee reduces the procurement request by \$100,000,000, including three radar units. As requested by the Air Force, the Committee provides an additional \$38,000,000 in Line 70, Research, Development, Test and Evaluation, Air Force, for the ongoing radar development program.

MISSILE PROCUREMENT, AIR FORCE

Fiscal year 2007 appropriation	\$3,914,703,000
Fiscal year 2008 budget request	5,131,002,000
Committee recommendation	4,920,959,000
Change from budget request	-210,043,000

This appropriation provides for procurement, installation, and checkout of strategic ballistic and other missiles, modification of in-service missiles, and initial spares for missile systems. It also provides for operational space systems, boosters, payloads, drones, associated ground equipment, non-recurring maintenance of industrial facilities, machine tool modernization, and special program support.

The Committee recommends an appropriation of \$4,920,959,000 for Missile Procurement, Air Force, which is \$1,006,256,000 more than the amount provided in fiscal year 2007 and \$210,043,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

MISSILE PROCUREMENT, AIR FORCE						
BALLISTIC MISSILES						
MISSILE REPLACEMENT EQUIPMENT - BALLISTIC						
MISSILE REPLACEMENT EQ-BALLISTIC.....	---	26,446	---	26,446	---	---
OTHER MISSILES						
TACTICAL						
JASSM.....	210	201,125	210	167,125	---	-34,000
SIDEWINDER (AIM-9X).....	172	52,690	172	52,690	---	---
AMRAAM.....	206	224,577	206	224,577	---	---
PREDATOR HELLFIRE MISSILE.....	862	65,143	---	---	-662	-65,143
SMALL DIAMETER BOMB.....	1,395	95,297	1,395	95,297	---	---
INDUSTRIAL FACILITIES						
INDUSTRIAL PREPAREDNESS/POLLUTION PREVENTION.....	---	2,382	---	2,382	---	---

TOTAL, OTHER MISSILES.....		641,214		542,071		-99,143

MODIFICATION OF INSERVICE MISSILES						
CLASS IV						
ADVANCED CRUISE MISSILE.....	---	31	---	31	---	---
MM III MODIFICATIONS.....	---	505,395	---	505,395	---	---
AGM-65D MAVERICK.....	---	252	---	252	---	---
AIR LAUNCH CRUISE MISSILE.....	---	10,111	---	10,111	---	---

TOTAL, MODIFICATION OF INSERVICE MISSILES.....		515,789		515,789		---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

SPARES AND REPAIR PARTS						
INITIAL SPARES/REPAIR PARTS.....	---	46,675	---	46,675	---	---
OTHER SUPPORT						
SPACE PROGRAMS						
ADVANCED EHF.....	---	744	---	744	---	---
ADVANCED EHF (AP-CY).....	---	---	---	125,000	---	+125,000
WIDEBAND GAPFILLER SATELLITES.....	1	325,183	1	325,183	---	---
SPACEBORNE EQUIP (COMSEC).....	---	18,242	---	18,242	---	---
GLOBAL POSITIONING (SPACE).....	---	200,161	---	200,161	---	---
GLOBAL POSITIONING (SPACE) (AP-CY).....	---	10,100	---	10,100	---	---
DEF METEOROLOGICAL SAT PROG (SPACE).....	---	127,350	---	127,350	---	---
TITAN SPACE BOOSTERS (SPACE).....	---	36,457	---	36,457	---	---
EVOLVED EXPENDABLE LAUNCH VEH (SPACE).....	5	1,166,591	4	1,101,691	-1	-64,900
MEDIUM LAUNCH VEHICLE (SPACE).....	---	117,740	---	117,740	---	---
SPACE BASED INFRARED SYSTEM (SBIRS) HIGH.....	---	479,000	---	479,000	---	---
SPECIAL PROGRAMS						
DEFENSE SPACE RECONN PROGRAM.....	---	184,314	---	184,314	---	---
SPECIAL UPDATE PROGRAMS.....	---	148,581	---	148,581	---	---

TOTAL, OTHER SUPPORT.....		2,814,463		2,874,563		+60,100
CLASSIFIED PROGRAMS.....	---	1,086,415	---	915,415	---	-171,000

TOTAL, MISSILE PROCUREMENT, AIR FORCE.....		5,131,002		4,920,959		-210,043

The adjustments to the budget activities for Missile Procurement, Air Force, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommendation	Change from Request
2 JASSM Fund at FY07 level	201,125	167,125	-34,000
5 PREDATOR HELLFIRE MISSILE Defer consideration to GWOT Supplemental	65,143	0 -65,143	-65,143
22 EVOLVED EXPENDABLE LAUNCH VEHICLE (SPACE) EELV Launch Service (deferred consideration to future appropriation)	1,166,591	1,101,691 -64,900	-64,900
NEW ADVANCED EHF (AP-CY)	0	125,000	125,000

JOINT AIR TO SURFACE STANDOFF MISSILE (JASSM)

The fiscal year 2008 budget request includes \$201,125,000 for the procurement of 210 Joint Air to Surface Standoff Missiles (JASSMs). For several years now the Committee has expressed deep reservations about the reliability of this missile. Until recently, multiple test failures indicated that, in its current production configuration, the missile was about as likely to fail a mission as it was to succeed. However, during two days of recent flight testing in which four missiles were fired, all four of the missiles failed. In addition, in February the program reported a Nunn-McCurdy unit cost breach that requires a certification by the Office of the Under Secretary of Defense for Acquisition, Technology and Logistics before the program can proceed. That certification has now been deferred twice, pending approval of a plan to implement management controls and improve reliability. Recognizing these events, the Committee provides \$167,125,000 for JASSM procurement, the same level as provided in fiscal year 2007, a reduction of \$34,000,000 from the budget request.

ADVANCED EXTREMELY HIGH FREQUENCY PROGRAM

The Committee recommends \$125,000,000 for Advanced Extremely High Frequency satellite number 4 advanced procurement, which is not included in the budget request. Additionally, the Committee recommends \$963,585,000 to fully fund the Transformational Satellite program request. The Committee is supportive of the Transformational Satellite program, and wants to ensure there is not a gap in coverage between the Advanced Extremely High Frequency program and the Transformational Satellite program.

PROCUREMENT OF AMMUNITION, AIR FORCE

Fiscal year 2007 appropriation	\$1,054,302,000
Fiscal year 2008 budget request	868,917,000
Committee recommendation	342,494,000
Change from budget request	- 526,423,000

This appropriation finances the acquisition of ammunition, modifications, spares, weapons, and other ammunition-related items for the Air Force.

The Committee recommends an appropriation of \$342,494,000 for Procurement of Ammunition, Air Force, which is \$711,808,000 less than the amount provided in fiscal year 2007 and \$526,423,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

PROCUREMENT OF AMMUNITION, AIR FORCE						
PROCUREMENT OF AMMO, AIR FORCE						
ROCKETS.....	---	18,188	---	18,188	---	---
CARTRIDGES.....	---	165,343	---	---	---	-165,343
BOMBS						
PRACTICE BOMBS.....	---	26,080	---	26,080	---	---
GENERAL PURPOSE BOMBS.....	---	150,247	---	8,000	---	-142,247
JOINT DIRECT ATTACK MUNITION.....	3,817	112,783	3,817	---	---	-112,783
FLARE, IR MJU-7B						
CAD/PAD.....	---	33,867	---	33,867	---	---
EXPLOSIVE ORDINANCE DISPOSAL (EOD).....	---	3,198	---	3,198	---	---
SPARES AND REPAIR PARTS.....	---	4,726	---	4,726	---	---
MODIFICATIONS.....	---	935	---	935	---	---
ITEMS LESS THAN \$5,000,000.....	---	4,169	---	4,169	---	---
FUZES						
FLARES.....	---	274,921	---	168,871	---	-106,050
FUZES.....	---	70,808	---	70,808	---	---

TOTAL, PROCUREMENT OF AMMO, AIR FORCE.....		865,265		338,842		-526,423
WEAPONS						
SMALL ARMS.....	---	3,652	---	3,652	---	---

TOTAL, PROCUREMENT OF AMMUNITION, AIR FORCE.....		868,917		342,494		-526,423

The adjustments to the budget activities for Procurement of Ammunition, Air Force, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommendation	Change from Request
2 CARTRIDGES	165,343	0	-165,343
Defer consideration to GWOT Supplemental		-165,343	
4 GENERAL PURPOSE BOMBS	150,247	8,000	-142,247
Defer consideration to GWOT Supplemental		-150,247	
GBU-49		8,000	
6 JOINT DIRECT ATTACK MUNITION	112,783	0	-112,783
Defer consideration to GWOT Supplemental		-112,783	
13 FLARES	274,921	168,871	-106,050
Defer consideration of fiscal year 2008 increase to GWOT Supplemental		-106,050	

FLARES

The fiscal year 2008 budget request includes \$274,291,000 for procurement of flares. Flares are dispensed from a variety of aircraft to either protect the aircraft by decoying enemy heat-seeking missiles or as an illumination source for reconnaissance, target marking, emergency night landings or search and rescue. Due to ongoing contingency operations, funding for the procurement of flares increased \$106,050,000 beyond the planned increase from fiscal year 2007 to fiscal year 2008. As such, the Committee defers the consideration of these funds until such time that it addresses fiscal year 2008 supplemental requirements for ongoing operations.

OTHER PROCUREMENT, AIR FORCE

Fiscal year 2007 appropriation	\$15,493,486,000
Fiscal year 2008 budget request	15,421,162,000
Committee recommendation	15,255,186,000
Change from budget request	- 165,976,000

This appropriation provides for the procurement of weapon systems and equipment other than aircraft and missiles. Included are vehicles, electronic and telecommunications systems for command and control of operational forces, and ground support equipment for weapon systems and supporting structure.

The Committee recommends an appropriation of \$15,255,186,000 for Other Procurement, Air Force, which is \$238,300,000 less than the amount provided in fiscal year 2007 and \$165,976,000 less than the request for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

OTHER PROCUREMENT, AIR FORCE						
VEHICULAR EQUIPMENT						
PASSENGER CARRYING VEHICLES						
PASSENGER CARRYING VEHICLE.....	---	19,254	---	19,254	---	---
CARGO + UTILITY VEHICLES						
FAMILY MEDIUM TACTICAL VEHICLE.....	---	32,737	---	---	---	-32,737
CAP VEHICLES.....	---	875	---	875	---	---
SPECIAL PURPOSE VEHICLES						
SECURITY AND TACTICAL VEHICLES.....	---	38,939	---	---	---	-38,939
FIRE FIGHTING EQUIPMENT						
FIRE FIGHTING/CRASH RESCUE VEHICLES.....	---	27,016	---	27,416	---	+400
MATERIALS HANDLING EQUIPMENT						
BASE MAINTENANCE SUPPORT						
RUNWAY SNOW REMOVAL & CLEANING EQUIP.....	---	25,919	---	25,919	---	---
ITEMS LESS THAN \$5M.....	---	47,351	---	47,351	---	---

TOTAL, VEHICULAR EQUIPMENT.....		192,091		120,815		-71,276
ELECTRONICS AND TELECOMMUNICATIONS EQUIP						
COMM SECURITY EQUIPMENT (COMSEC)						
COMSEC EQUIPMENT.....	---	180,186	---	119,186	---	-61,000
MODIFICATIONS (COMSEC).....	---	1,526	---	1,526	---	---
INTELLIGENCE PROGRAMS						
INTELLIGENCE TRAINING EQUIPMENT.....						
INTELLIGENCE COMM EQUIP.....	---	3,057	---	3,057	---	---
INTELLIGENCE COMM EQUIP.....	---	24,139	---	24,139	---	---
ELECTRONICS PROGRAMS						
TRAFFIC CONTROL/LANDING.....						
NATIONAL AIRSPACE SYSTEM.....	---	12,821	---	12,821	---	---
NATIONAL AIRSPACE SYSTEM.....	---	50,429	---	50,429	---	---
THEATER AIR CONTROL SYS IMPRO.....	---	61,769	---	61,769	---	---
WEATHER OBSERVATION FORECAST.....	---	23,650	---	23,650	---	---
STRATEGIC COMMAND AND CONTROL.....	---	41,216	---	41,216	---	---
CHEYENNE MOUNTAIN COMPLEX.....	---	18,612	---	18,612	---	---
DRUG INTERDICTION SUPPORT.....	---	446	---	446	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
SPECIAL COMM-ELECTRONICS PROJECTS						
GENERAL INFORMATION TECHNOLOGY.....	---	113,348	---	120,348	---	+7,000
AF GLOBAL COMMAND & CONTROL SYSTEM.....	---	14,319	---	14,319	---	---
MOBILITY COMMAND AND CONTROL.....	---	10,420	---	10,420	---	---
AIR FORCE PHYSICAL SECURITY SYSTEM.....	---	78,189	---	80,689	---	+2,500
COMBAT TRAINING RANGES.....	---	33,423	---	28,623	---	-4,800
MINIMUM ESSENTIAL EMERGENCY COM.....	---	10,700	---	10,700	---	---
C3 COUNTERMEASURES.....	---	7,421	---	7,421	---	---
GCSS-AF FOS.....	---	27,798	---	27,798	---	---
THEATER BATTLE MGT C2 SYS.....	---	22,702	---	24,702	---	+2,000
AIR OPERATIONS CENTER (AOC).....	---	43,659	---	43,659	---	---
AIR FORCE COMMUNICATIONS						
BASE INFORMATION INFRASTRUCTURE.....	---	323,347	---	325,347	---	+2,000
USCENTCOM.....	---	113,553	---	113,553	---	---
DISA PROGRAMS						
SPACE BASED IR SENSOR PROG SPACE.....	---	3,979	---	3,979	---	---
NAVSTAR GPS SPACE.....	---	14,077	---	14,077	---	---
NUDET DETECTION SYS (NDS) SPACE.....	---	16,459	---	16,459	---	---
AF SATELLITE CONTROL NETWORK SPACE.....	---	50,268	---	50,268	---	---
SPACELIFT RANGE SYSTEM SPACE.....	---	122,559	---	122,559	---	---
MILSATCOM SPACE.....	---	116,902	---	118,902	---	+2,000
SPACE MODS SPACE.....	---	26,490	---	26,490	---	---
COUNTERSPACE SYSTEM.....	---	22,846	---	22,846	---	---
ORGANIZATION AND BASE						
TACTICAL C-E EQUIPMENT.....	---	208,863	---	215,363	---	+6,500
COMBAT SURVIVOR EVADER LOCATER.....	---	27,174	---	27,174	---	---
RADIO EQUIPMENT.....	---	12,235	---	12,235	---	---
TV EQUIPMENT (AFRTV).....	---	3,110	---	3,110	---	---
CCTV/AUDIOVISUAL EQUIPMENT.....	---	9,839	---	9,839	---	---
BASE COMM INFRASTRUCTURE.....	---	115,606	---	119,606	---	+4,000
ITEMS LESS THAN \$2M.....	---	---	---	3,000	---	+3,000
MODIFICATIONS						
COMM ELECT MODS.....	---	35,460	---	35,460	---	---
TOTAL, ELECTRONICS AND TELECOMMUNICATIONS EQUIP...		2,002,597		1,965,797		-36,800

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
OTHER BASE MAINTENANCE AND SUPPORT EQUIP						
PERSONAL SAFETY AND RESCUE EQUIP						
NIGHT VISION GOGGLES.....	---	21,251	---	23,251	---	+2,000
ITEMS LESS THAN \$2M (SAFETY).....	---	---	---	1,500	---	+1,500
DEPOT PLANT + MATERIALS HANDLING EQ						
MECHANIZED MATERIAL HANDLING.....	---	22,177	---	22,177	---	---
BASE SUPPORT EQUIPMENT						
BASE PROCURED EQUIPMENT.....	---	17,360	---	24,360	---	+7,000
AIR BASE OPERABILITY.....	---	6,221	---	6,221	---	---
PRODUCTIVITY CAPITAL INVESTMENT.....	---	3,035	---	3,035	---	---
MOBILITY EQUIPMENT.....	---	36,932	---	36,932	---	---
ITEMS LESS THAN \$5M (BASE SUPPORT).....	---	53,876	---	56,376	---	+2,500
SPECIAL SUPPORT PROJECTS						
DARP RC135.....	---	22,532	---	22,532	---	---
DARP, MRIGS.....	---	197,806	---	199,806	---	+2,000
SPECIAL UPDATE PROGRAM.....	---	532,214	---	532,214	---	---
DEFENSE SPACE RECONNAISSANCE PROGRAM.....	---	15,573	---	15,573	---	---
TOTAL, OTHER BASE MAINTENANCE AND SUPPORT EQUIP....		928,977		943,977		+15,000
SPARE AND REPAIR PARTS						
SPARES AND REPAIR PARTS.....	---	27,935	---	27,935	---	---
CLASSIFIED PROGRAMS.....	---	12,269,562	---	12,196,662	---	-72,900
TOTAL, OTHER PROCUREMENT, AIR FORCE.....		15,421,162		15,255,186		-165,976

The adjustments to the budget activities for Other Procurement, Air Force, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
[In thousands of dollars]

P-1	Budget Request	Committee Recommendation	Change from Request
3 FAMILY MEDIUM TACTICAL VEHICLE	32,737	0	-32,737
Defer consideration to GWOT Supplemental		-32,737	
7 SECURITY AND TACTICAL VEHICLES	38,939	0	-38,939
Defer consideration to GWOT Supplemental		-38,939	
8 FIRE FIGHTING/CRASH RESCUE VEHICLES	27,016	27,416	400
Great Plains Joint Regional Training Center Safety Equipment		400	
13 COMSEC EQUIPMENT	180,186	119,186	-61,000
Unjustified request		-61,000	
24 GENERAL INFORMATION TECHNOLOGY	113,348	120,348	7,000
SELDI (Science, Engineering, and Laboratory Data Integration)		2,000	
Pocket J for NORAD Immediate Warfighter Need		3,000	
IMPACT (Information Modernization for Processing with Advanced Coating Technologies)		2,000	
27 AIR FORCE PHYSICAL SECURITY SYSTEM	78,189	80,689	2,500
AVT234 – Target Motion Cueing (TMC) Integration Kits		500	
IBDSS for Moody Air Force Base		2,000	
28 COMBAT TRAINING RANGES	33,423	28,623	-4,800
Transfer to O&M, Defense-Wide for CE2T2		-12,800	
Unmanned Threat Emitter Modernization		3,000	
Air National Guard (ANG) Joint Threat Emitter (JTE)			
Savannah Combat Readiness Training Centers (CRTC)		5,000	
32 THEATER BATTLE MANAGEMENT C2 SYSTEMS	22,702	24,702	2,000
Mobile Common Data Link Gateway		2,000	
34 BASE INFORMATION INFRASTRUCTURE	323,347	325,347	2,000
Secure Wireless LAN, 183rd Fighter Wing (ILANG)		2,000	
41 MILSATCOM SPACE	116,902	118,902	2,000
Ground Multiband Terminal (GMT)		2,000	
44 TACTICAL C-E EQUIPMENT	208,863	215,363	6,500
Joint Helmet Mounted Cueing System		3,500	
ROVER III Receiver		3,000	
49 BASE COMMUNICATION INFRASTRUCTURE	115,606	119,606	4,000
Digital Deployed Training Campus (DDTC) for the Air National Guard		4,000	
50 ITEMS LESS THAN \$5M	0	3,000	3,000
Smoky Hill Range Urban Operations / Disaster City Training Site		3,000	

P-1	Budget Request	Committee Recommendation	Change from Request
52 NIGHT VISION GOGGLES QUADEYE Night Vision Goggles for HH-60 Aircraft	21,251	23,251 2,000	2,000
53 ITEMS LESS THAN \$2M (SAFETY) Rescue Streamer Distress Signal Kit (ANG Aircrew Life Support)	0	1,500 1,500	1,500
55 BASE PROCURED EQUIPMENT Inertia Reel Restraint System Retrofit Machine Gun Training System (MGTS) for the Air National Guard	17,360	24,360 3,000 4,000	7,000
60 ITEMS LESS THAN \$5M (BASE SUPPORT) Joint Combined Aircrew Systems Tester (JCAST)	53,876	56,376 2,500	2,500
63 DARP, MRIGS Distributed Ground Station - Work Station Equipment Sets	197,806	199,806 2,000	2,000

PROCUREMENT, DEFENSE-WIDE

Fiscal year 2007 appropriation	\$2,903,292,000
Fiscal year 2008 budget request	3,318,834,000
Committee recommendation	3,335,637,000
Change from budget request	+16,803,000

This appropriation provides funds for the procurement, production, and modification of equipment, supplies, materials, and spare parts.

The Committee recommends an appropriation of \$3,335,637,000 for Procurement, Defense-Wide, which is \$432,345,000 more than the amount provided in fiscal year 2007 and \$16,803,000 more than the amount requested for fiscal year 2008.

PROGRAM RECOMMENDED

The total amount recommended in the bill will provide the following program in fiscal year 2008:

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT

PROCUREMENT, DEFENSE-WIDE						
MAJOR EQUIPMENT						
MAJOR EQUIPMENT, OSD						
MAJOR EQUIPMENT, OSD.....	---	98,063	---	99,163	---	+1,100
MAJOR EQUIPMENT, NSA						
INFORMATION SYSTEMS SECURITY PROGRAM (ISSP).....	---	8,145	---	8,145	---	---
MAJOR EQUIPMENT, WHS						
WHS MOTOR VEHICLES.....	1	175	1	175	---	---
MAJOR EQUIPMENT, WHS.....	---	22,393	---	22,393	---	---
MAJOR EQUIPMENT, DISA						
INFORMATION SYSTEMS SECURITY.....	---	45,564	---	45,564	---	---
GLOBAL COMMAND AND CONTROL SYS.....	---	10,779	---	10,779	---	---
GLOBAL COMBAT SUPPORT SYSTEM.....	---	2,596	---	2,596	---	---
TELEPORT PROGRAM.....	---	39,082	---	39,082	---	---
ITEMS LESS THAN \$5M.....	---	127,177	---	127,177	---	---
NET CENTRIC ENTERPRISE SERVICES (NCES).....	---	10,836	---	10,836	---	---
DEFENSE INFORMATION SYSTEMS NETWORK.....	---	48,946	---	48,946	---	---
PUBLIC KEY INFRASTRUCTURE.....	---	1,909	---	1,909	---	---
MAJOR EQUIPMENT, DLA						
MAJOR EQUIPMENT.....	---	8,971	---	8,971	---	---
MAJOR EQUIPMENT, DCAA						
MAJOR EQUIPMENT ITEMS LESS THAN \$5M.....	---	1,522	---	1,522	---	---
MAJOR EQUIPMENT, TJS						
MAJOR EQUIPMENT, TJS.....	---	24,234	---	26,234	---	+2,000
MAJOR EQUIPMENT, DHRA						
PERSONNEL ADMINISTRATION.....	---	7,013	---	7,013	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST	
	QTY	AMOUNT	QTY	AMOUNT	QTY	AMOUNT
DEFENSE THREAT REDUCTION AGENCY						
OTHER MAJOR EQUIPMENT.....	---	4,624	---	4,624	---	---
DEFENSE SECURITY COOPERATION AGENCY						
MAJOR EQUIPMENT, AFIS						
MAJOR EQUIPMENT, AFIS.....	---	2,361	---	2,361	---	---
MAJOR EQUIPMENT, DODDE						
AUTOMATION/EDUCATIONAL SUPPORT & LOGISTICS.....	---	1,500	---	1,500	---	---
MAJOR EQUIPMENT, DCMA						
MAJOR EQUIPMENT.....	---	2,092	---	2,092	---	---
MAJOR EQUIPMENT, D TSA						
MAJOR EQUIPMENT, BTA						
MAJOR EQUIPMENT, BTA.....	---	7,330	---	7,330	---	---
TOTAL, MAJOR EQUIPMENT.....		475,312		478,412		+3,100
SPECIAL OPERATIONS COMMAND						
AVIATION PROGRAMS						
SOF ROTARY WING UPGRADES AND SUSTAINMENT.....	---	74,414	---	74,164	---	-250
MH-47 SLEP.....	---	61,254	---	61,254	---	---
MH-60 SOF MODERNIZATION PROGRAM.....	---	76,756	---	76,756	---	---
NON-STANDARD AVIATION.....	---	22,513	---	22,513	---	---
SOF TANKER RECAPITALIZATION.....	---	18,565	---	18,565	---	---
MC-130H COMBAT TALON II.....	---	38,302	---	38,302	---	---
CV-22 SOF MODIFICATION.....	5	238,636	5	238,636	---	---
C-130 MODIFICATIONS.....	---	133,477	---	133,477	---	---
AIRCRAFT SUPPORT.....	---	1,322	---	1,322	---	---
SHIPBUILDING						
ADVANCED SEAL DELIVERY SYS (ASDS).....	---	10,621	---	10,621	---	---
MK VIII MOD 1 - SEAL DELIVERY VEH.....	---	8,080	---	8,080	---	---
AMMUNITION PROGRAMS						
SOF ORDNANCE REPLENISHMENT.....	---	51,837	---	51,837	---	---
SOF ORDNANCE ACQUISITION.....	---	26,509	---	26,509	---	---

(DOLLARS IN THOUSANDS)

	BUDGET REQUEST		COMMITTEE RECOMMENDED		CHANGE FROM REQUEST
	QTY	AMOUNT	QTY	AMOUNT	
OTHER PROCUREMENT PROGRAMS					
COMM EQUIPMENT & ELECTRONICS.....	---	175,073	---	175,073	---
SOF INTELLIGENCE SYSTEMS.....	---	70,943	---	73,443	---
SMALL ARMS & WEAPONS.....	---	160,087	---	164,459	---
MARITIME EQUIPMENT MODS.....	---	2,952	---	2,952	---
SPECIAL APPLICATIONS FOR CONTINGENCIES.....	---	12,047	---	12,047	---
SOF COMBATANT CRAFT SYSTEMS.....	---	17,038	---	17,038	---
SPARES AND REPAIR PARTS.....	---	3,651	---	3,651	---
TACTICAL VEHICLES.....	---	10,612	---	10,612	---
MISSION TRAINING AND PREPARATIONS SYSTEMS.....	---	70,014	---	70,014	---
COMBAT MISSION REQUIREMENTS.....	---	20,000	---	20,000	---
MILCON COLLATERAL EQUIPMENT.....	---	12,500	---	12,500	---
UNMANNED VEHICLES.....	---	37,107	---	29,307	---
SOF MARITIME EQUIPMENT.....	---	6,973	---	6,973	---
MISCELLANEOUS EQUIPMENT.....	---	17,644	---	25,144	---
SOF OPERATIONAL ENHANCEMENTS.....	---	366,024	---	366,024	---
PSYOP EQUIPMENT.....	---	76,198	---	67,579	---
		-----		-----	
TOTAL, SPECIAL OPERATIONS COMMAND.....		1,821,149		1,818,852	---
CHEMICAL/BIOLOGICAL DEFENSE					
CBDP					
INSTALLATION FORCE PROTECTION.....	---	86,418	---	96,418	---
INDIVIDUAL PROTECTION.....	---	127,537	---	127,537	---
DECONTAMINATION.....	---	28,639	---	28,639	---
JOINT BIOLOGICAL DEFENSE PROGRAM.....	---	55,991	---	55,991	---
COLLECTIVE PROTECTION.....	---	38,857	---	39,857	---
CONTAMINATION AVOIDANCE.....	---	211,311	---	211,311	---
		-----		-----	
TOTAL, CHEMICAL/BIOLOGICAL DEFENSE.....		548,753		559,753	---
CLASSIFIED PROGRAMS.....	---	473,620	---	478,620	---
		-----		-----	
TOTAL, PROCUREMENT, DEFENSE-WIDE.....		3,318,834		3,335,637	---

The adjustments to the budget activities for Procurement, Defense-wide, are shown below:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS
 [In thousands of dollars]

	Budget Request	Committee Recommended	Change from Request
1 MAJOR EQUIPMENT, OSD	98,063	99,163	1,100
Lithium Ion Battery Cell Production		1,100	
28 MAJOR EQUIPMENT, TJS	24,234	26,234	2,000
Expansion of Mobile Forensic Labs and Technical Assistance and Training Support		2,000	
40 SOF ROTARY WING UPGRADES AND SUSTAINMENT	74,414	74,164	-250
MH-53		-250	
57 SOF INTELLIGENCE SYSTEMS	70,943	73,443	2,500
Optimal Placement of Unattended Sensors (OPUS)		2,500	
58 SMALL ARMS & WEAPONS	160,087	164,459	4,372
SPEAR maritime		-12,360	
LTI		-368	
UFR Body Army/SPEAR		12,100	
UFR Eye Protection/SPEAR		5,000	
69 UNMANNED VEHICLES	37,107	29,307	-7,800
Program acceleration		-7,800	
73 MISCELLANEOUS EQUIPMENT	17,644	25,144	7,500
UFR/LAW/ASM Heat Rocket Confined Spaces		7,500	
75 PSYOP EQUIPMENT	76,198	67,579	-8,619
LDS program cancelled		-8,619	
76 INSTALLATION FORCE PROTECTION	86,418	96,418	10,000
Joint Service Transportable Decontamination System- Small Scale (JSTDS-SS)		3,000	
M291/M295 Skin/Equipment Chemical Decontamination		7,000	
80 COLLECTIVE PROTECTION	38,857	39,857	1,000
Chemical Biological Protective Shelter		1,000	

NATIONAL GUARD AND RESERVE EQUIPMENT

Fiscal year 2007 appropriation	\$290,000,000
Fiscal year 2008 budget request	— —
Committee recommendation	925,000,000
Change from budget request	+925,000,000

The Committee recommends an appropriation of \$925,000,000 for National Guard and Reserve Equipment, which is \$635,000,000 more than the amount appropriated in fiscal year 2007 and \$925,000,000 more than the request for fiscal year 2008. The Committee directs that no less than \$700,000,000 be provided to the Army National Guard to continue the effort begun in fiscal year 2007 to meet the “Essential 10 Equipment Requirements for the Global War on Terror” as identified by the Chief, National Guard Bureau. The Committee has also provided funds for National Guard and Reserve equipment consistent with the budget request within the procurement accounts as noted in the following table. Additionally, the Committee has added funding for Guard and Reserve equipment in excess of the request in several procurement accounts, as described elsewhere in this report.

[In thousands of dollars]

Accounts	Committee recommended;
Aircraft procurement, Army	\$224,844
Missile Procurement, Army	307,792
Procurement of W&TCV, Army	612,657
Procurement of Ammunition, Army	310,102
Other Procurement, Army	3,041,223
Aircraft Procurement, Navy	28,221
Procurement of Ammo, Navy & Marine Corps	222
Other Procurement, Navy	23,499
Procurement, Marine Corps	99,900
Aircraft Procurement, Air Force	807,628
Procurement of Ammunition, Air Force	162,446
Other Procurement, Air Force	142,960
National Guard & Reserve Equipment	925,000
TOTAL	6,686,494

DEFENSE PRODUCTION ACT PURCHASES

Fiscal year 2007 appropriation	\$63,184,000
Fiscal year 2008 budget request	18,592,000
Committee recommendation	64,092,000
Change from budget request	+45,500,000

The Committee recommends an appropriation of \$64,092,000 for Defense Production Act Purchases, which is \$908,000 more than the amount provided in fiscal year 2007 and \$45,500,000 more than the request for fiscal year 2008.

The Committee recommendation shall be distributed as follows:

Project	Amount
Beryllium Supply Industrial Base	\$11,500,000
Lithium Ion Battery Production Initiative	1,089,000
Blue Force Tracking Production Initiative	2,000,000
Power & Energy Systems Production Initiative	4,000,000
Rare Earth Magnets Production Initiative	1,986,000
Traveling Wave Tube Amplifiers for Space	2,017,000
ALON and Spinel Optical Ceramics	3,500,000

Project	Amount
Production of Affordable Direct Methanol Fuel Cells	2,000,000
SWORDS Safety Confirmation Testing	2,000,000
Photovoltaic Solar Cell Encapsulant Domestic Production Ctr	1,500,000
Global Personal Recovery System Single Card Solution	1,500,000
Flexible Aerogel Material Supplier Initiative	2,000,000
Low Cost Military GPS	2,000,000
Life Cycle Support Center for Unmanned Systems	3,000,000
Vacuum Induction Melting and Vacuum Arc Re-melting Furnace Capacity	23,000,000
Production of Miniature Compressors for Electronics and Personal Cooling	1,000,000

BERYLLIUM SUPPLY INDUSTRIAL BASE

The Committee recommendation includes \$11,500,000, an increase of \$4,000,000 over the request, for continued efforts to maintain and support the beryllium supply industrial base, including the continued design and construction of a new production plant.