

APPROPRIATION/BUDGET ACTIVITY
RDT&E, Defense-wide / BA 6

R-1 ITEM NOMENCLATURE

Industrial Capabilities Assessments PE 0605122D8Z

COST (\$ in Millions)	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	Cost to Complete	Total Cost
Total PE Cost	0	0	3,299	3,373	3,446	3,525	3,605	3,688	Cont.	Cont

A. Mission Description and Budget Item Justification

This program provides funding for analytical research across economic, financial, and technical areas related to the industrial capabilities necessary to meet Defense needs. The program will support critical industrial analysis to support acquisition and investment decision-making. The program objective is to ensure the Department will have access to a competitive and innovative industry capable of meeting Defense requirements when needed. Results and analytical findings will support the development and improvement of Defense policies, practices, and resource allocations to ensure availability of adequate, competitive industrial capabilities. The research agenda will initially address concerns of prime and subtier competitiveness from the system to the commodity levels.

Research projects address sector consolidation, capacity issues, prime and subtier contractor capabilities, government-owned industrial and technological facilities, and system/component availability. Projects will examine supplier relationships in and between the traditional domestic Defense industry, commercial industry, and the global marketplace. Projects will identify potential competitive and capability retention issues to improve the Department's insight of sector, supplier, and system/component areas for key defense product and technology requirements. Industrial capability benchmarks, analysis tools, and educational modules are developed to improve DoD managers' understanding of acquisition decision impacts on industrial resource availability and competitiveness.

B. Program Change Summary: Not Applicable

C. Other Program Funding Summary: Not Applicable