

CLASSIFICATION: UNCLASSIFIED

BUDGET ITEM JUSTIFICATION SHEET				DATE: February 2004							
P-40											
APPROPRIATION/BUDGET ACTIVITY				P-1 ITEM NOMENCLATURE							
Aircraft Procurement, Navy/(BA-1)				MH-60R Advance Procurement							
Program Element for Code B Items:				Other Related Program Elements							
PE 0204243N				P.E. 0604216N Multi Mission Helicopter Upgrade Development							
	Prior Years	ID Code	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	To Complete	Total
COST (In Millions)		B	\$32,536	\$46,127	\$70,604	\$99,538	\$148,452	\$151,127	\$153,736	\$534,362	\$1,236,482
<p>MISSION AND DESCRIPTION: The MH-60R Multi-Mission helicopter provides battle group protection and adds significant capability in coastal littorals and regional conflicts. The MH-60R Multi-Mission Helicopter represents a significant avionics improvement to the H-60 series helicopters by enhancing primary mission areas of Undersea Warfare (USW) and Surface Warfare (SUW). Airborne Low Frequency Sonar (ALFS) will be added to enhance the existing acoustic suite. An added Multi-Mode Radar (MMR) includes an Inverse Synthetic Aperture Radar (ISAR) mode (permits stand-off classification of hostile threats). An improved Electronics Surveillance Measures system (ESM) will enable passive detection and targeting of radar sources not currently detectable.</p> <p>BASIS FOR FY 2005 BUDGET REQUEST: FY 2005 advance procurement funds are requested for procurement of long lead items in support of the FY2006 aircraft procurement. This covers Airframe and Avionics Contractor Furnished Equipment (CFE) which includes Termination Liability (TL), and long lead items for miscellaneous Avionics Government Furnished Equipment (GFE). The common cockpits for the MH-60R and MH-60S will be procured under a Multiyear Procurement (MYP) contract (FY 2005 - FY 2008), with an option year in FY 2009 . The Common Cockpit MYP funding reflects applicable EOQ requirements.</p>											

Exhibit P-10 Advance Procurement Requirements Analysis (Page 1 - Funding)				Date: February 2004									
Appropriation (Treas) Code/CC/BA/BSA/Item Control Number Aircraft Procurement, Navy/BA-1				P-1 Line Item Nomenclature MH-60R Advance Procurement (MYP)									
Weapon System			First System (BY1) Award Date				Interval Between Systems						
MH-60R			FY03 for FY04 Production: 5/03				Monthly						
(\$ in Millions)													
	PLT	When Rqd	Prior Years	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	To Complete	Total
End Item Qty			5			6	8	15	21	31	31	135	252
CFE - Airframe T.L.	28				14.122	16.370	26.123	35.897	54.927	55.917	56.882	197.714	457.952
CFE - Avionics T.L./Other	32	21			16.964	12.000	18.668	25.141	45.768	47.558	70.719	245.807	482.624
Common Cockpit MYP	15												
Long Lead/EOQ								18.770	22.310	24.550			
FY2005						8.000							
FY2006							12.360						
FY2007							0.610						
FY2008							0.420						
Total Common Cockpit MYP						8.000	13.390	18.770	22.310	24.550			87.020
GFE Misc. Avionics	var.	var.			1.450	9.757	12.423	19.730	25.447	23.102	26.135	90.842	208.885
Other													
Total AP					32.536	46.127	70.604	99.538	148.452	151.127	153.736	534.362	1,236.482
Description: Airframe & Avionics Contractor Furnished Equipment (CFE) Termination Liability (T.L.) and miscellaneous Avionics GFE long lead requirements which are necessary to maintain the MH-60R delivery schedule. The CFE - Avionics T.L., previously recorded as GFE/Common Cockpits, has been changed to more accurately define and reflect program advance procurement requirements and acquisition strategy. The Common Cockpit MYP funding reflects applicable EOQ requirements.													

Exhibit P-10 Advance Procurement Requirements Analysis (Page 2 - Budget Justification)							Date: February 2004		
Appropriation (Treasury) Code/CC/BA/BSA/Item Control Number Aircraft Procurement, Navy/BA-1				Weapon System MH-60R		P-1 Line Item Nomenclature MH-60R Advance Procurement (MYP)			
(TOA, \$ in Millions)									
	PLT	QPA	UNIT COST	FY2004 for FY 2005 Qty	FY 2004 Contract Forecast Date	FY 2004 Total Cost Request	FY2005 for FY 2006 Qty	FY 2005 Contract Forecast Date	FY 2005 Total Cost Request
End Item				8			15		
CFE - Airframe T.L.	28	1			Mar-04	16.4		Mar-05	26.1
CFE - Avionics T.L.	32	1			Mar-04	12.0		Mar-05	18.7
Common Cockpit MYP	15	1			Dec-03	8.0		Dec-04	13.4
GFE - Misc. Avionics	var	var		var	var	9.7	var	var	12.4
Total Advance Proc						46.1			70.6
Description:									