

Exhibit P-40, Budget Item Justification Sheet

Date:

February 2004

Appropriation / Budget Activity/Serial No:

Procurement, Marine Corps (1109) / Support Vehicles (5)

P-1 Item Nomenclature:

MEDIUM TACTICAL VEHICLE REPLACEMENT (MTVR)

Program Elements:

0206315M Force Service Support Group

Code:

A

Other Related Program Elements:

	Prior Years			FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	To Complete	Total Prog
Proc Qty	3033			1505								4538
Gross Cost	528.6			328.3	4.6	0.0	0.0	0.0	0.0	0.0	0.0	861.5
Less PY Adv Proc												
Plus CY Adv Proc												
Net Proc (P-1)	528.6			328.3	4.6	0.0	0.0	0.0	0.0	0.0	0.0	861.5
Initial Spares	9.5			4.7	3.7	1.1	0.0	0.0	0.0	0.0	0.0	19.0
Total Proc Cost	538.1			333.0	8.3	1.1	0.0	0.0	0.0	0.0	0.0	880.5
Flyaway U/C												
Wpn Sys Proc U/C												

The MTVR is the U.S. Marine Corps program to replace the existing medium tactical motor transport fleet of M809/M939 series trucks with cost-effective, state-of-the-art technologically improved trucks. The MTVR will have 22 years of economic useful life and markedly improved performance plus Reliability, Availability, Maintainability and Durability (RAM-D). Major improvements include a new electronically controlled engine/transmission, independent suspension, central tire inflation, antilock brakes, traction control, corrosion control, and safety/ergonomic features.

The production contract is a multi-year fixed price contract with an economic price adjustment.