

TITLE III  
PROCUREMENT

Funds appropriated under this title provide the resources required to purchase military equipment and hardware, including aircraft, ships, missiles, combat vehicles, ammunition, weapons, electronic sensors and communications equipment, and other procurement items.

The President's fiscal year 2014 budget requests a total of \$98,153,503,000 for procurement appropriations.

SUMMARY OF COMMITTEE ACTION

The Committee recommends procurement appropriations totaling \$98,368,753,000 for fiscal year 2014. This is \$215,250,000 above the budget estimate.

Committee recommended procurement appropriations for fiscal year 2014 are summarized below:

SUMMARY OF PROCUREMENT APPROPRIATIONS

[In thousands of dollars]

Account	2014 budget estimate	Committee recommendation	Change from budget estimate
<b>Procurement:</b>			
Aircraft Procurement, Army .....	5,024,387	4,931,222	- 93,165
Missile Procurement, Army .....	1,334,083	1,277,125	- 56,958
Procurement of Weapons and Tracked Combat Vehicles, Army .....	1,597,267	1,572,828	- 24,439
Procurement of Ammunition, Army .....	1,540,437	1,454,067	- 86,370
Other Procurement, Army .....	6,465,218	6,242,899	- 222,319
Aircraft Procurement, Navy .....	17,927,651	17,501,539	- 426,112
Weapons Procurement, Navy .....	3,122,193	3,107,400	- 14,793
Procurement of Ammunition, Navy and Marine Corps .....	589,267	594,467	+ 5,200
Shipbuilding and Conversion, Navy .....	14,077,804	14,420,693	+ 342,889
Other Procurement, Navy .....	6,310,257	6,058,377	- 251,880
Procurement, Marine Corps .....	1,343,511	1,325,407	- 18,104
Aircraft Procurement, Air Force .....	11,398,901	10,917,270	- 481,631
Missile Procurement, Air Force .....	5,343,286	5,178,486	- 164,800
Procurement of Ammunition, Air Force .....	759,442	759,442	.....
Other Procurement, Air Force .....	16,760,581	17,542,627	+ 782,046
Procurement, Defense-Wide .....	4,534,083	4,434,769	- 99,314
National Guard and Reserve Equipment .....	.....	1,000,000	+ 1,000,000
Defense Production Act Purchases .....	25,135	50,135	+ 25,000
<b>Total .....</b>	<b>98,153,503</b>	<b>98,368,753</b>	<b>+ 215,250</b>

*Ordnance Plant Recapitalization.*—The Committee notes that the Department of Defense [DOD] does not have a long-term strategic capital improvement plan in place to support its aging ordnance plants. These facilities are supporting a multitude of essential DOD requirements in support of the warfighter, yet these activities could be disrupted if basic infrastructure needs, such as heating and cooling, power generation, safety and environmental hazards are not

addressed in the near future. Therefore, the Committee directs the Secretary of Defense and the Secretary of the Army to jointly establish a multi-year recapitalization plan for the ordnance plants, including the industrial reserve, addressing these infrastructure and environmental challenges, and to include the required funds in future budget requests based on the most urgent needs identified. The ordnance facility recapitalization plan shall be submitted to the congressional defense committees not later than 90 days after enactment of this act.

*High Mobility Multi-Purpose Wheeled Vehicle [HMMWV].*—The Committee recognizes the value the HMMWV has brought to the military, not only in contingency operations, but also in support of domestic emergency response and humanitarian assistance efforts. Furthermore, ensuring the capacity of the U.S. industrial base is a national imperative. The Committee further recognizes that the Army National Guard and the state Adjutants General strongly support HMMWV modernization and have consistently included new model HMMWVs among its funding priorities. Therefore, the Committee urges the Department to continue to invest in and procure HMMWVs as part of its enduring vehicle fleet.

*Organic Industrial Base of the United States.*—The Committee notes that the organic industrial base of the U.S. military advances a vital national security interest by producing necessary materials, munitions, and hardware when sources outside of the U.S. military are unable to meet this urgent need as quickly as the organic industrial base, saving the lives of warfighters. The Committee believes that the capacity of the organic industrial base of the U.S. military must be maintained and discourages the Department of Defense from taking any action that would deteriorate this essential capability.

*Arsenal Sustainment Initiative.*—The Committee supports the ongoing efforts of the Department of the Army to develop the Army Organic Industrial Base Strategy. This process is identifying manufacturing capabilities at each organic industrial facility that are critical for this country to sustain in wartime and peacetime in case the U.S. military is called to act. However, the Committee is concerned that while the Army Organic Industrial Base Strategy is identifying capabilities, it will not fund these capabilities at a level adequate to maintain them. In particular, the Nation's arsenals are at risk of not having the capacity to respond rapidly to meet the Department's needs. Due to the nature of operating under the Working Capital Fund, the slowdown in production and production capacity caused by sequestration is causing the workload rates to increase for these plants to the point where they are not able to compete for public/private partnerships and other business to help sustain capacity in peacetime. In order to ensure that this industrial base is competitive, cost-effective, and ready when called on, the Committee recommends \$150,000,000 to the Army Defense Working Capital Fund for the Industrial Mobilization Capacity account to address the issue of non-competitive rates at the arsenals, which will better allow the arsenals to engage in public-private partnerships to maintain these critical capabilities.

In addition, the Committee directs the Secretary of the Army to assign the arsenals sufficient workload to maintain the critical ca-

pabilities identified in the Army Organic Industrial Base Strategy Report and ensure cost efficiency and technical competence in peacetime, while preserving the ability to provide an effective and timely response to mobilizations, national defense contingency situations, and other emergency requirements.

Further, the Committee directs the Secretary of the Army to release the Army Organic Industrial Base Strategy Report within 30 days of enactment of this act, and brief the congressional defense committees within 90 days of this act on its plan to ensure sufficient workload for the efficient operation of the arsenals.

*Army Organic Industrial Base.*—The Committee directs the Secretary of the Army to provide 45-day written notification to the congressional defense committees prior to the Secretary approving a civilian reductions in force that will result in an employment loss of 50 or more full-time employees at any Army organic industrial base facility. The notification shall include the impact that the proposed reduction in force will have on the ability to maintain the organic industrial base critical manufacturing capabilities as delineated in the Army Organic Industrial Base Strategy Report, a detailed accounting of the costs of implementing the reduction in force, and an assessment of the cost of, and time necessary, to restore any lost capability to meet future organic wartime manufacturing needs.

*Light-Weight Ammunition.*—As noted in the Senate report accompanying S. 1197, the National Defense Authorization Act for Fiscal Year 2014, a current project the Department of Defense is executing under Defense Production Act, Title III authority is developing a domestic production capability for light-weight polymer-based ammunition. The Committee agrees this effort has the potential to provide the warfighter with improved battlefield mobility and better survivability. Additionally, it has the potential to decrease logistical burdens and reduce fuel consumption in military operations. Accordingly, the Committee encourages the Department to continue this effort and provide a briefing or report to this Committee no later than February 1, 2014, on ammunition projects which could enhance warfighter capabilities and reduce logistical burdens.

AIRCRAFT PROCUREMENT, ARMY

Appropriations, 2013 <sup>1</sup> .....	\$6,020,798,000
Budget estimate, 2014 .....	5,024,387,000
Committee recommendation .....	4,931,222,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$4,931,222,000. This is \$93,165,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>AIRCRAFT PROCUREMENT, ARMY</b>						
	<b>AIRCRAFT</b>						
	<b>FIXED WING</b>						
1	UTILITY F/W CARGO AIRCRAFT .....	1	19,730	1	18,052		-1,678
2	AERIAL COMMON SENSOR (ACS) (MIP) .....	4	142,050	2	85,050		-57,000
3	MQ-1 UAV .....	15	518,460	15	518,460		
4	RQ-11 (RAVEN) .....		10,772		10,150		-622
	<b>ROTARY</b>						
5	HELICOPTER, LIGHT UTILITY (LUH) .....	10	96,227	10	171,227		+75,000
6	AH-64 APACHE BLOCK IIIA REMAN .....	42	608,469	42	608,469		
7	AH-64 APACHE BLOCK IIIA REMAN (AP-CY) .....		150,931		150,931		
11	UH-60 BLACKHAWK (MYP) .....	65	1,046,976	65	1,032,915		-14,061
12	UH-60 BLACKHAWK (MYP) (AP-CY) .....		116,001		116,001		
13	CH-47 HELICOPTER .....	28	801,650	28	801,650		
14	CH-47 HELICOPTER (AP-CY) .....		98,376		82,534		-15,842
	<b>TOTAL, AIRCRAFT</b> .....		3,609,642		3,595,439		-14,203
	<b>MODIFICATION OF AIRCRAFT</b>						
15	MQ-1 PAYLOAD-UAS .....		97,781		97,781		
16	GUARDRAIL MODS (MIP) .....		10,262		10,262		
17	MULTI SENSOR ABN RECON (MIP) .....		12,467		10,467		-2,000
18	AH-64 MODS .....		53,559		53,559		
19	CH-47 CARGO HELICOPTER MODS .....		149,764		149,764		
20	UTILITY/CARGO AIRPLANE MODS .....		17,500		14,000		-3,500
21	UTILITY HELICOPTER MODS .....	167	74,095	167	84,095		+10,000
22	KIOWA WARRIOR .....	3	184,044	3	108,282		-75,762
23	NETWORK AND MISSION PLAN .....		152,569		144,869		-7,700
24	COMMS, NAV SURVEILLANCE .....		92,779		92,779		
25	GAIM ROLLUP .....		65,613		65,613		
26	RQ-7 UAV MODS .....		121,902		121,902		
	<b>TOTAL, MODIFICATION OF AIRCRAFT</b> .....		1,032,335		953,373		-78,962

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	SUPPORT EQUIPMENT AND FACILITIES						
	GROUND SUPPORT AVIONICS						
27	AIRCRAFT SURVIVABILITY EQUIPMENT .....		47,610		47,610		
28	SURVIVABILITY CM .....		5,700		5,700		
29	CMWS .....		126,869		126,869		
	OTHER SUPPORT						
30	AVIONICS SUPPORT EQUIPMENT .....	705	6,809	705	6,809		
31	COMMON GROUND EQUIPMENT .....		65,397		65,397		
32	AIRCREW INTEGRATED SYSTEMS .....		45,841		45,841		
33	AIR TRAFFIC CONTROL .....		79,692		79,692		
34	INDUSTRIAL FACILITIES .....		1,615		1,615		
35	LAUNCHER, 2.75 ROCKET .....		2,877		2,877		
	TOTAL, SUPPORT EQUIPMENT AND FACILITIES .....		382,410		382,410		
	TOTAL, AIRCRAFT PROCUREMENT, ARMY .....		5,024,387		4,931,222		- 93,165

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
1	Utility F/W Aircraft .....	19,730	18,052	- 1,678
	Maintaining program affordability: Unit cost growth .....			- 1,678
2	Aerial Common Sensor [ACS] [MIP] .....	142,050	85,050	- 57,000
	Restoring acquisition accountability: 2 aircraft reduction ..			- 57,000
3	MQ-1 UAV .....	518,460	518,460	
	Funding only for SATCOM .....			[56,820]
4	RQ-11 (RAVEN) .....	10,772	10,150	- 622
	Maintaining program affordability: Unit cost growth .....			- 622
5	Helicopter, Light Utility [LUH] .....	96,227	171,227	+ 75,000
	Program increase only for UH-72 aircraft .....			+ 75,000
11	UH-60 Blackhawk M Model [MYP] .....	1,046,976	1,032,915	- 14,061
	Improving funds management: Excess funds .....			- 14,061
14	CH-47 Helicopter .....	98,376	82,534	- 15,842
	Restoring acquisition accountability: Excess advance pro- curement .....			- 15,842
17	Multi Sensor ABN Recon [MIP] .....	12,467	10,467	- 2,000
	Improving funds management: Unobligated balances .....			- 2,000
20	Utility/Cargo Airplane Mods .....	17,500	14,000	- 3,500
	Maintaining program affordability: Unit cost growth .....			- 3,500
21	Utility Helicopter Mods .....	74,095	84,095	+ 10,000
	UH-60 A-L Conversions .....			+ 10,000
22	Kiowa Mods Warrior .....	184,044	108,282	- 75,762
	Restoring acquisition accountability: CASUP long lead early to need .....			- 67,856
	Restoring acquisition accountability: CASUP recapitalization early to need .....			- 7,906
23	Network and Mission Plan .....	152,569	144,869	- 7,700
	Restoring acquisition accountability: Production early to need .....			- 7,700

*Aerial Common Sensor.*—The Army is requesting \$142,050,000 for the first year of production of four enhanced medium altitude reconnaissance and surveillance system [EMARSS] aircraft. The program has experienced two cost overruns on the development aircraft and has not completed the limited user testing. Therefore, the Committee recommends reducing the procurement request by \$57,000,000 and two aircraft.

*UH-72A Lakota Light Utility Helicopter [LUH].*—The budget request includes \$96,227,000 to procure 10 UH-72A Lakota Helicopters. The request also proposes ending Lakota production after the fiscal year 2014 buy and truncating the total program at 315 aircraft instead of the originally planned 346. The UH-72A Lakota program was established to replace aging UH-1 and OH-58 fleets which were already years past their directed retirement dates and to augment the UH-60 fleet which was more costly to procure and operate than a UH-72A. The Lakota program has achieved cost, schedule, and performance goals and is a more cost effective approach to performing utility missions than operating aging and more expensive helicopters; therefore, the Committee does not support program truncation short of the original requirement and provides \$171,227,000 to purchase 20 UH-72A Lakota helicopters in fiscal year 2014.

*Kiowa Warrior Modifications.*—The Army requests \$184,044,000 to procure a new cockpit and other modifications. For the last couple of years, the Committee has been encouraging the Army to focus on the replacement aircraft and only modify the safety issues associated with this platform. Therefore, the Committee recommends a reduction of \$75,000,000 and directs the remaining funds to only focus on the approved safety issues, the dual channel full authority digital engine control system.

*RQ-7 Shadow Unmanned Aerial Vehicle and OH-58 Kiowa Warrior Modification Programs.*—The RQ-7 unmanned aerial vehicle modifications total procurement budget from previous years through fiscal year 2018 is over \$2,069,000,000. In addition, the OH-58 Kiowa Warrior Modifications procurement budget from previous years through fiscal year 2018 is over \$2,500,000,000. Given the scope and size of planned investments, these programs exceed the threshold for designation as Acquisition Category [ACAT] 1D or Major Defense Acquisition Programs [MDAPs]. Currently, both programs are classified as lower acquisition category programs, which receive less Office of the Secretary of Defense [OSD] oversight and require less justification documentation than MDAPs. The Committee directs the Secretary of Defense to designate the RQ-7 unmanned aerial vehicle and OH-58 Kiowa Warrior programs and all of their associated program element investments as single ACAT 1D or MDAPs as defined under chapter 144 of title 10 of United States Code. All provisions and reporting requirements of such chapter shall apply to the programs, and any upgrades, improvements or modifications to the RQ-7 or OH-58 platforms shall be reviewed within the regulatory review process established by the Secretary of Defense for MDAPs.

In addition, the Committee is concerned over the unlimited modifications to existing systems which causes programs such as Armed Aerial Scout to continually get deferred until they are eventually terminated because the Army cannot afford to continually modernize existing systems at the same time they are trying to provide new capability.

#### MISSILE PROCUREMENT, ARMY

Appropriations, 2013 <sup>1</sup> .....	\$1,533,407,000
Budget estimate, 2014 .....	1,334,083,000
Committee recommendation .....	1,277,125,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$1,277,125,000. This is \$56,958,000 below the budget estimate.

#### COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>MISSILE PROCUREMENT, ARMY</b>						
	<b>OTHER MISSILES</b>						
	SURFACE-TO-AIR MISSILE SYSTEM						
2	MSE MISSILE .....	56	540,401	56	540,401		
3	AIR-TO-SURFACE MISSILE SYSTEM						
	HELLFIRE SYS SUMMARY .....		4,464		4,464		
	ANTI-TANK/ASSAULT MISSILE SYSTEM						
4	JAVELIN (AAWS-M) SYSTEM SUMMARY .....	449	110,510	449	110,510		
5	TOW 2 SYSTEM SUMMARY .....	988	49,354	988	49,354		
6	TOW 2 SYSTEM SUMMARY (AP-CY) .....		19,965		19,965		
7	GUIDED MLRS ROCKET (GMLRS) .....	1,788	237,216	1,788	233,980		-3,236
8	MLRS REDUCED RANGE PRACTICE ROCKETS (RRPR) .....	2,412	19,022	2,412	19,022		
	<b>TOTAL, OTHER MISSILES</b> .....		980,932		977,696		-3,236
	<b>MODIFICATION OF MISSILES</b>						
	<b>MODIFICATIONS</b>						
10	PATRIOT MODS .....		256,438		202,716		-53,722
11	STINGER MODS .....		37,252		37,252		
12	ITAS/TOW MODS .....		20,000		20,000		
13	MLRS MODS .....		11,571		11,571		
14	HIMARS MODIFICATIONS .....		6,105		6,105		
	<b>TOTAL, MODIFICATION OF MISSILES</b> .....		331,366		277,644		-53,722
15	<b>SPARES AND REPAIR PARTS</b>						
	SPARES AND REPAIR PARTS .....		11,222		11,222		
	<b>SUPPORT EQUIPMENT AND FACILITIES</b>						
16	AIR DEFENSE TARGETS .....		3,530		3,530		
17	ITEMS LESS THAN \$5.0M (MISSILES) .....		1,748		1,748		
18	PRODUCTION BASE SUPPORT .....		5,285		5,285		



[Dollars in thousands]

Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
					Qty.	Budget estimate
TOTAL, SUPPORT EQUIPMENT AND FACILITIES .....		10,563		10,563		
TOTAL, MISSILE PROCUREMENT, ARMY .....		1,334,083		1,277,125		-56,958

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget request
7	Guided MLRS Rocket (GMLRS) .....	237,216	233,980	- 3,236
	Restoring acquisition accountability: Unit cost above inflation .....			- 3,236
10	Patriot Mods .....	256,438	202,716	- 53,722
	Restoring acquisition accountability: Reduce Radar Digital Processors .....			- 53,722

**PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES,  
ARMY**

Appropriations, 2013 <sup>1</sup> .....	\$1,855,371,000
Budget estimate, 2014 .....	1,597,267,000
Committee recommendation .....	1,572,828,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$1,572,828,000. This is \$24,439,000 below the budget estimate.

## COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

(Dollars in thousands)

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>PROCUREMENT OF W&amp;TCV, ARMY</b>						
	<b>TRACKED COMBAT VEHICLES</b>						
1	STRYKER VEHICLE .....		374,100		419,100		+ 45,000
2	MODIFICATION OF TRACKED COMBAT VEHICLES						
3	STRYKER (MOD) .....		20,522		20,522		
4	FIST VEHICLE (MOD) .....		29,965		29,965		
5	BRADLEY PROGRAM (MOD) .....		158,000		158,000		
6	HOWITZER, MED SP FT 155MM M109A6 (MOD) .....		4,769		4,769		
7	PALADIN PIPM MOD IN SERVICE	18	260,177	18	219,477		-40,700
8	IMPROVED RECOVERY VEHICLE (M88A2 HERCULES) .....	32	111,031	32	111,031		
9	ASSAULT BRIDGE (MOD) .....		2,500		2,500		
10	ARMORED BREACHER VEHICLE .....		62,951	14	62,951		
11	M88 FOV MODS .....		28,469		28,469		
12	JOINT ASSAULT BRIDGE .....		2,002		2,002		
13	M1 ABRAMS TANK (MOD) .....		178,100		178,100		
14	ABRAMS UPGRADE PROGRAM .....				90,000		+ 90,000
	SUPPORT EQUIPMENT AND FACILITIES						
	PRODUCTION BASE SUPPORT (TCV-WTCV) .....		1,544		1,544		
	TOTAL, TRACKED COMBAT VEHICLES .....		1,234,130		1,328,430		+ 94,300
	<b>WEAPONS AND OTHER COMBAT VEHICLES</b>						
15	INTEGRATED AIR BURST WEAPON SYS FAMILY	1,424	69,147				- 69,147
18	MORTAR SYSTEMS .....		5,310		5,310		
19	XM320 GRENADE LAUNCHER MODULE (GLM) .....	5,061	24,049	5,061	24,049		
21	CARBINE .....	41,897	70,846	12,000	21,254		- 49,592
23	COMMON REMOTELY OPERATED WEAPONS STATION	242	56,580	242	56,580		
24	HANDGUN .....		300		300		
	MOD OF WEAPONS AND OTHER COMBAT VEH						
26	M777 MODS .....		39,300		39,300		
27	M4 CARBINE MODS .....		10,300		10,300		
28	M2 50 CAL MACHINE GUN MODS .....		33,691		33,691		
29	M249 SAW MACHINE GUN MODS .....		7,608		7,608		



## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget request
1	Stryker Vehicle .....	374,100	419,100	+ 45,000
	Army Unfunded Requirement: Double-V hull Strykers for the 3rd BCT .....			+ 45,000
6	Paladin Integrated Management [PIM] .....	260,177	219,477	- 40,700
	Restoring acquisition accountability: Army requested transfer to RDT&E, Army (line 114) .....			- 40,700
13	Abrams Upgrade .....		90,000	+ 90,000
	Maintaining Critical Industrial Base capability: Abrams .....			+ 90,000
15	Integrated Air Burst Weapon System Family .....	69,147		- 69,147
	Restoring acquisition accountability: Milestone C slip ..			- 58,147
	Restoring acquisition accountability: Transfer to RDT&E, Army (line 84) at Army request for corrective actions .....			- 11,000
21	Carbine .....	70,846	21,254	- 49,592
	Program termination: Individual Carbine Program .....			- 49,592

## PROCUREMENT OF AMMUNITION, ARMY

Appropriations, 2013 <sup>1 2</sup> .....	\$1,640,450,000
Budget estimate, 2014 .....	1,540,437,000
Committee recommendation .....	1,454,067,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

<sup>2</sup> Includes emergency funding of \$1,310,000 in the Disaster Relief Appropriations Act, 2013 (division A of Public Law 113-2).

The Committee recommends an appropriation of \$1,454,067,000. This is \$86,370,000 below the budget estimate.

## COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>PROCUREMENT OF AMMUNITION, ARMY</b>						
	<b>AMMUNITION</b>						
	<b>SMALL/MEDIUM CAL AMMUNITION</b>						
2	CTG, 5.56MM, ALL TYPES .....		112,167		87,167		- 25,000
3	CTG, 7.62MM, ALL TYPES .....		58,571		53,571		- 5,000
4	CTG, HANDGUN, ALL TYPES .....		9,858		9,858		
5	CTG, .50 CAL, ALL TYPES .....		80,037		55,037		- 25,000
7	CTG, 25MM, ALL TYPES .....		16,496		6,196		- 10,300
8	CTG, 30MM, ALL TYPES .....		69,533		50,033		- 19,500
9	CTG, 40MM, ALL TYPES .....		55,781		55,781		
	<b>MORTAR AMMUNITION</b>						
10	60MM MORTAR, ALL TYPES .....		38,029		38,029		
11	81MM MORTAR, ALL TYPES .....		24,656		24,656		
12	120MM MORTAR, ALL TYPES .....		60,781		60,781		
	<b>TANK AMMUNITION</b>						
13	CTG TANK 105MM AND 120MM: ALL TYPES .....		121,551		121,551		
	<b>ARTILLERY AMMUNITION</b>						
14	CTG, ARTY, 7.5MM AND 10.5MM: ALL TYPES .....		39,825		39,825		
15	ARTILLERY PROJECTILE, 1.55MM, ALL TYPES .....		37,902		37,902		
16	PROJ, 155MM EXTENDED RANGE XM982 .....	802	67,896	802	66,326		- 1,570
17	ARTILLERY PROPELLANTS, FUZES AND PRIMERS, ALL TYPES .....		71,205		71,205		
	<b>MINES</b>						
	<b>NETWORKED MUNITIONS</b>						
	<b>ROCKETS</b>						
20	SHOULDER LAUNCHED MUNITIONS, ALL TYPES .....		1,012		1,012		
21	ROCKET, HYDRA 70, ALL TYPES .....		108,476		108,476		
	<b>OTHER AMMUNITION</b>						
22	DEMOLITION MUNITIONS, ALL TYPES .....		24,074		24,074		
23	GRENADES, ALL TYPES .....		33,242		33,242		
24	SIGNALS, ALL TYPES .....		7,609		7,609		

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
25	SIMULATORS, ALL TYPES .....		5,228		5,228		
	MISCELLANEOUS .....						
26	AMMO COMPONENTS, ALL TYPES .....		16,700		16,700		
27	NON-LETHAL AMMUNITION, ALL TYPES .....		7,366		7,366		
28	CAD/PAD ALL TYPES .....		3,614		3,614		
29	ITEMS LESS THAN \$5 MILLION .....		12,423		12,423		
30	AMMUNITION PECULIAR EQUIPMENT .....		16,604		16,604		
31	FIRST DESTINATION TRANSPORTATION (AMMO) .....		14,328		14,328		
32	CLOSEOUT LIABILITIES .....		108		108		
	TOTAL, AMMUNITION .....		1,115,072		1,028,702		- 86,370
	AMMUNITION PRODUCTION BASE SUPPORT .....						
	PRODUCTION BASE SUPPORT .....						
33	PROVISION OF INDUSTRIAL FACILITIES .....		242,324		242,324		
34	CONVENTIONAL MUNITIONS DEMILITARIZATION, ALL .....		179,605		179,605		
35	ARMS INITIATIVE .....		3,436		3,436		
	TOTAL, AMMUNITION PRODUCTION BASE SUPPORT .....		425,365		425,365		
	TOTAL, PROCUREMENT OF AMMUNITION, ARMY .....		1,540,437		1,454,067		- 86,370

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget request
2	Ctg, 5.56mm, All Types .....	112,167	87,167	- 25,000
	Restoring acquisition accountability: Army reported pricing and usage adjustment .....			- 25,000
3	CTG, 7.62mm, All Types .....	58,571	53,571	- 5,000
	Restoring acquisition accountability: Army reported pricing and usage adjustment .....			- 5,000
5	CTG, .50 Cal, All Types .....	80,037	55,037	- 25,000
	Restoring acquisition accountability: Army reported pricing and usage adjustment .....			- 25,000
7	CTG, 25mm, All Types .....	16,496	6,196	- 10,300
	Restoring acquisition accountability: XM1083 HEAB not approved for service use .....			- 8,800
	Restoring acquisition accountability: XM1081 TP not approved for service use .....			- 1,500
8	CTG, 30mm, All Types .....	69,533	50,033	- 19,500
	Restoring acquisition accountability: Army reported pricing and usage adjustment .....			- 19,500
16	Proj 155mm Extended Range M982 .....	67,896	66,326	- 1,570
	Improving funds management: Prior year carryover .....			- 1,570

*Small Caliber Trace Domestic Second Source.*—The Committee is concerned about the single point failure risk associated with small caliber traced projectiles. The Committee directs the Secretary of the Army to conduct a study on the requirements to establish a fully capable U.S.-based second source for small caliber traced projectiles. The Committee urges the Secretary of the Army to investigate the expansion of existing facilities to maximize previous U.S. Government investments. The Committee directs the Secretary of the Army to provide a report and recommendations from this study to the congressional defense committees within 90 days of enactment of this act.

## OTHER PROCUREMENT, ARMY

Appropriations, 2013 <sup>1</sup> .....	\$5,734,087,000
Budget estimate, 2014 .....	6,465,218,000
Committee recommendation .....	6,242,899,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$6,242,899,000. This is \$222,319,000 below the budget estimate.

## COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:



[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>OTHER PROCUREMENT, ARMY</b>						
	<b>TACTICAL AND SUPPORT VEHICLES</b>						
	TACTICAL VEHICLES						
1	TACTICAL TRAILERS/DOLLY SETS .....	25	4,000	25	4,000		
2	SEMITRAILERS, FLATBED .....	40	6,841	40	6,841		
3	FAMILY OF MEDIUM TACTICAL VEH (FMV) .....	837	223,910	837	223,910		
4	FIRETRUCKS & ASSOCIATED FIREFIGHTING EQUIPMEN .....		11,880		11,880		
5	FAMILY OF HEAVY TACTICAL VEHICLES (HTV) .....	220	14,731	220	14,731		
6	PLS ESP .....	74	44,252	74	44,252		
9	HVY EXPANDED MOBILE TACTICAL TRUCK EXT SERV .....	77	39,525	77	39,525		
11	TACTICAL WHEELED VEHICLE PROTECTION KITS .....	746	51,258	746	51,258		
12	MODIFICATION OF IN SVC EQUIP .....	34	49,904	34	49,904		
13	MINE-RESISTANT AMBUSH-PROTECTED MODS .....		2,200		52,200		+ 50,000
	<b>NON-TACTICAL VEHICLES</b>						
14	HEAVY ARMORED SEDAN .....		400		400		
15	PASSENGER CARRYING VEHICLES .....		716		716		
16	NONTACTICAL VEHICLES, OTHER .....		5,619		5,619		
	<b>TOTAL, TACTICAL AND SUPPORT VEHICLES</b> .....		<b>455,236</b>		<b>505,236</b>		<b>+ 50,000</b>
	<b>COMMUNICATIONS AND ELECTRONICS EQUIPMENT</b>						
	<b>COMM—JOINT COMMUNICATIONS</b>						
18	WIN-T—GROUND FORCES TACTICAL NETWORK .....	2,139	973,477	2,139	973,477		
19	SIGNAL MODERNIZATION PROGRAM .....		14,120		620		-13,500
20	JOINT INCIDENT SITE COMMUNICATIONS CAPABILITY .....		7,869		7,869		
21	JCSJ EQUIPMENT (USREDCOM) .....		5,296		5,296		
	<b>COMM—SATELLITE COMMUNICATIONS</b>						
22	DEFENSE ENTERPRISE WIDEBAND SATCOM SYSTEMS .....	31	147,212	31	147,212		
23	TRANSPORTABLE TACTICAL COMMAND COMMUNICATIONS .....		7,998		598		-7,400
24	SHF TERM .....		7,232		7,232		
25	NAVSTAR GLOBAL POSITIONING SYSTEM (SPACE) .....		3,308		3,308		
26	SMART-T (SPACE) .....		13,992		13,992		



(Dollars in thousands)

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
67	DOGS-A (MIP) .....	2,717	267,214	2,717	267,214		
68	JOINT TACTICAL GROUND STATION (JTGS) .....	5	9,899	5	9,899		
69	TROJAN (MIP) .....		24,598		24,598		
70	MOD OF IN-SVC EQUIP (INTEL SPT) (MIP) .....		1,927		1,927		
71	CI HUMINT AUTO REPRING AND COLL (CHARCS) (MIP) .....		6,169		6,169		
72	MACHINE FOREIGN LANGUAGE TRANSLATION SYSTEM .....		2,924		2,924		
74	ELECT EQUIP—ELECTRONIC WARFARE (EW) .....	18	40,735	18	40,735		
75	LIGHTWEIGHT COUNTER MORTAR RADAR .....		13		13		
76	EW PLANNING AND MANAGEMENT TOOLS .....		2,800		2,800		
79	COUNTERINTELLIGENCE/SECURITY COUNTERMEASURES .....		1,237		1,237		
80	CI MODERNIZATION (MIP) .....		1,399		1,399		
82	ELECT EQUIP—TACTICAL SURV. (TAC SURV) .....	86	47,983	86	35,983		-12,000
83	SENTINEL MODS .....		142				-142
84	SENSE THROUGH THE WALL (STTW) .....	6,879	202,428	6,879	164,928		-37,500
85	NIGHT VISION DEVICES .....		5,183		5,183		
86	LONG RANGE ADVANCED SCOUT SURVEILLANCE SYSTEM .....		14,074		10,074		-4,000
87	NIGHT VISION, THERMAL WPN SIGHT .....		22,300		22,300		
88	SMALL TACTICAL OPTICAL RIFLE MOUNTED MLRF .....	1,491	1,016	1,491	1,016		
89	GREEN LASER INTERDICTION SYSTEM .....		55,354		55,354		
90	INDIRECT FIRE PROTECTION FAMILY OF SYSTEMS .....	5	800	5	800		
91	ARTILLERY ACCURACY EQUIP .....		3,027		3,027		
92	PROFILER .....		1,185		1,185		
93	MOD OF IN-SVC EQUIP (FIREFINDER RADARS) .....		103,214		103,214		
94	JOINT BATTLE COMMAND—PLATFORM (JBC-P) .....	3,866	26,037	3,866	26,037		
96	MOD OF IN-SERVICE EQUIPMENT (LLDR) .....	167	23,100	167	23,100		
97	MORTAR FIRE CONTROL SYSTEM .....	120	312,727	120	312,727		
98	COUNTERFIRE RADARS .....	19		19			
101	ELECT EQUIP—TACTICAL C2 SYSTEMS .....	574	43,228	574	43,228		
102	FIRE SUPPORT C2 FAMILY .....	167	14,446	167	14,446		
103	BATTLE COMMAND SUSTAINMENT SUPPORT SYSTEM .....		4,607		4,607		
104	FAOD C2 .....	8	33,090	8	33,090		
	AIR & MSL DEFENSE PLANNING & CONTROL SYS (AMD) .....						

105	IAMD BATTLE COMMAND SYSTEM .....	21,200	21,200	21,200	21,200	21,200	21,200
107	LIFE CYCLE SOFTWARE SUPPORT (LCSS) .....	1,795	1,795	1,795	1,795	1,795	1,795
109	NETWORK MANAGEMENT INITIALIZATION AND SERVICE .....	54,327	54,327	54,327	54,327	54,327	54,327
110	MANEUVER CONTROL SYSTEM (MCS) .....	59,171	59,171	59,171	59,171	59,171	59,171
111	GLOBAL COMBAT SUPPORT SYSTEM—ARMY .....	83,936	83,936	83,936	83,936	83,936	83,936
113	LOGISTICS AUTOMATION .....	25,476	25,476	25,476	25,476	25,476	25,476
114	RECONNAISSANCE AND SURVEYING INSTRUMENT SET .....	19,341	19,341	19,341	19,341	19,341	19,341
	ELECT EQUIP—AUTOMATION .....				212		
115	ARMY TRAINING MODERNIZATION .....	11,865	11,865	11,865	11,865	11,865	11,865
116	AUTOMATED DATA PROCESSING EQUIPMENT .....	219,431	219,431	219,431	219,431	219,431	219,431
117	GENERAL FUND ENTERPRISE BUSINESS SYSTEM .....	6,414	6,414	6,414	6,414	6,414	6,414
118	HIGH PERF COMPUTING MOD PROGRAM .....	62,683	62,683	62,683	62,683	62,683	62,683
120	RESERVE COMPONENT AUTOMATION SYS (RCAS) .....	34,951	34,951	34,951	34,951	34,951	34,951
	ELECT EQUIP—AUDIO VISUAL SYS (AV) .....						
121	ITEMS LESS THAN \$5.0M (AV) .....	7,440	7,440	7,440	7,440	7,440	7,440
122	ITEMS LESS THAN \$5M (SURVEYING EQUIPMENT) .....	1,615	1,615	1,615	16	1,615	1,615
	ELECT EQUIP—SUPPORT .....						
123	PRODUCTION BASE SUPPORT (C-E) .....	554	554	554	554	554	554
124	BCT EMERGING TECHNOLOGIES .....	20,000	20,000	20,000	20,000	20,000	20,000
	TOTAL, COMMUNICATIONS AND ELECTRONICS EQUIPMENT .....	4,266,066	4,266,066	4,153,452		4,153,452	— 112,614
	OTHER SUPPORT EQUIPMENT .....						
	CHEMICAL DEFENSIVE EQUIPMENT .....						
126	FAMILY OF NON-LETHAL EQUIPMENT (FNLE) .....	762	762	762	762	762	762
127	BASE DEFENSE SYSTEMS (BDS) .....	20,630	20,630	20,630	3,759	20,630	— 762
128	CBRN SOLDIER PROTECTION .....	22,151	22,151	22,151	24,530	22,151	
	BRIDGING EQUIPMENT .....						
130	TACTICAL BRIDGING .....	14,188	14,188	14,188	2	14,188	
131	TACTICAL BRIDGE, FLOAT-RIBBON .....	23,101	23,101	23,101	34	23,101	
132	COMMON BRIDGE TRANSPORTER RECAP .....	15,416	15,416	15,416		15,416	
	ENGINEER (NON-CONSTRUCTION) EQUIPMENT .....						
134	GROUND STANDOFF MINE DETECTION SYSTEM (GSTAMIDS) .....	50,465	50,465	42,765	311	42,765	— 7,700
135	ROBOTIC COMBAT SUPPORT SYSTEM .....	6,490	6,490	6,490		6,490	
136	EOD ROBOTICS SYSTEMS RECAPITALIZATION .....	1,563	1,563	1,563		1,563	
137	EXPLOSIVE ORDNANCE DISPOSAL EQPMT (EOD EQPMT) .....	20,921	20,921	20,921	6,774	20,921	
138	REMOTE DEMOLITION SYSTEMS .....	100	100	100		100	
139	ITEMS LESS THAN \$5M, COUNTERMINE EQUIPMENT .....	2,271	2,271	2,271	70	2,271	

(Dollars in thousands)

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
140	COMBAT SERVICE SUPPORT EQUIPMENT	464	7,269	464	7,269		
141	HEATERS AND ECUS	200	200		200		
142	LAUNDRIES, SHOWERS AND LATRINES	1,468	1,468		1,468		
143	SOLDIER ENHANCEMENT	31,530	26,526	31,530	26,526		
144	PERSONNEL RECOVERY SUPPORT SYSTEM (PRSS)	5,547	81,680	5,547	81,680		
147	GROUND SOLDIER SYSTEM	217	28,096	217	28,096		
148	FIELD FEEDING EQUIPMENT	6,904	56,150	6,904	44,677		- 11,473
149	CARGO AERIAL DEL & PERSONNEL PARACHUTE SYSTEM	248	3,242	248	3,242		
150	MORTUARY AFFAIRS SYSTEMS	289	38,141	289	38,141		
151	FAMILY OF ENGR COMBAT AND CONSTRUCTION SETS	210	5,859	210	5,859		
152	ITEMS LESS THAN \$5M (ENG SPT)						
	PETROLEUM EQUIPMENT	508	60,612	508	60,612		
153	DISTRIBUTION SYSTEMS, PETROLEUM & WATER						
154	MEDICAL EQUIPMENT	3,258	22,042	3,258	22,042		
155	COMBAT SUPPORT MEDICAL	88	35,318	88	35,318		
156	MEDEVAC MISSION EQUIPMENT PACKAGE (MEP)						
	MAINTENANCE EQUIPMENT	25	19,427	25	19,427		
157	MOBILE MAINTENANCE EQUIPMENT SYSTEMS	347	3,860	347	3,860		
158	ITEMS LESS THAN \$5.0M (MAINT EQ)						
	CONSTRUCTION EQUIPMENT						
159	GRADER, ROAD MTZD, Hvy, 6X4 (GCE)	52	2,000		2,000		
160	SCRAPERS, EARTHMOVING	13	36,078	52	36,078		
161	MISSION MODULES—ENGINEERING	109	9,721	13	9,721		
162	HYDRAULIC EXCAVATOR	84	50,122	109	50,122		
163	TRACTOR, FULL TRACKED	19	28,828	84	28,828		
164	ALL TERRAIN CRANES	34	23,465	19	2,613		- 17,250
165	HIGH MOBILITY ENGINEER EXCAVATOR (HMEE) FOS	109	13,590	34	19,645		- 3,820
166	ENHANCED RAPID AIRFIELD CONSTRUCTION CAPAP	80	16,088	109	16,088		- 13,590
167	CONST EQUIP ESP	66	6,850	80	6,850		
168	ITEMS LESS THAN \$5.0M (CONST EQUIP)						
169	RAIL FLOAT CONTAINERIZATION EQUIPMENT						
170	ARMY WATERCRAFT ESP						
171			38,007		38,007		



## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
13	Mine-Resistant Ambush-Protected [MRAP] Mods .....	2,200	52,200	+ 50,000
	Army unfunded requirement: MRAP Mods .....			+ 50,000
19	Signal Modernization Program .....	14,120	620	- 13,500
	Restoring acquisition accountability: program delay .....			- 13,500
23	Transportable Tactical Command Communications .....	7,998	598	- 7,400
	Restoring acquisition accountability: program delay .....			- 7,400
32	Army Data Distribution System (DATA RADIO) .....	786		- 786
	Improving funds management: transitioned to sustainment in fiscal year 2013 .....			- 786
36	Sincgars Family .....	9,856		- 9,856
	Improving funds management: transitioned to sustainment in fiscal year 2013 .....			- 9,856
40	Soldier Enhancement Program Comm/Electronics .....	1,030		- 1,030
	Reduce duplication .....			- 1,030
65	Prophet Ground .....	59,198	55,398	- 3,800
	Restoring acquisition accountability: hardware unit cost growth .....			- 3,800
82	Sentinel Mods .....	47,983	35,983	- 12,000
	Restoring acquisition accountability: Mode 5 fielding delay .....			- 12,000
83	Sense Through the Wall [STTW] .....	142		- 142
	Program termination: Program previously terminated .....			- 142
84	Night Vision Devices .....	202,428	164,928	- 37,500
	Restoring acquisition accountability: excessive unit cost increase .....			- 37,500
86	Night Vision, Thermal Wpn Sight .....	14,074	10,074	- 4,000
	Restoring acquisition accountability: excessive fielding support costs .....			- 4,000
116	Automated Data Processing Equip .....	219,431	196,831	- 22,600
	Restoring acquisition accountability: Integrated Pay and Personnel System hardware procurement concurrency ..			- 22,600
126	Family of Non-Lethal Equipment [FNLE] .....	762		- 762
	Program termination: Program previously terminated .....			- 762
134	Grnd Standoff Mine Detectn Syste [GSTAMIDS] .....	50,465	42,765	- 7,700
	Restoring acquisition accountability: Husky Mounted Detection system late contract award .....			- 7,700
148	Cargo Aerial Del & Personnel Parachute System .....	56,150	44,677	- 11,473
	Budget documentation disparity: risk mitigation unjustified request .....			- 11,473
164	All Terrain Cranes .....	19,863	2,613	- 17,250
	Restoring acquisition accountability: procurement concurrency .....			- 17,250
166	High Mobility Engineer Excavator [HMEE] .....	23,465	19,645	- 3,820
	Maintain program affordability: transfer from HMEE Airborne .....			- 14,050
	Maintain program affordability: transfer to HMEE Type 1 .....			+ 10,230
168	Enhanced Rapid Airfield Construction .....	13,590		- 13,590
	Reduce duplication .....			- 13,590
176	Combat Training Centers Support .....	121,710	61,710	- 60,000
	Restoring acquisition accountability: program delay .....			- 60,000
177	Training Devices, Nonsystem .....	225,200	215,200	- 10,000
	Improving funds management: unobligated prior year funds .....			- 10,000
185	Rapid Equipping Soldier Support Equipment .....	5,110		- 5,110
	Restoring acquisition accountability: Rapid Equipping Force funded in OCO .....			- 5,110
195	Initial Spares—C&E .....	59,700	29,700	- 30,000

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
	Improving funds management: unobligated prior year funds .....	.....	.....	- 30,000

*Warfighter Integrated Network-Tactical Most Economical Rate.*—The Warfighter Integrated Network-Tactical [WIN-T] Increment 2 is currently in low-rate initial production with a full-rate production decision anticipated in September 2013. Over the past 2 years, the Committee has been critical of the Army’s budgeting processes and, specifically, how the Army budgets to buy equipment based on the number of Army units to receive that particular set of equipment for a given year. While this seems like a reasonable budgeting approach, the Army’s tendency to dramatically fluctuate equipment purchases year-after-year makes this strategy inefficient and unaffordable. In the case of WIN-T, the Army plans to procure a large amount of equipment over the next few years. Under the Army’s current procurement strategy, quantities purchased at the individual piece of equipment level, will fluctuate year-by-year causing unnecessary price spikes. Therefore, the Committee directs the Army, working with the Office of the Secretary of Defense Cost Assessment and Program Evaluation [OSD CAPE], to perform a WIN-T business case analysis that defines the specific equipment needs over the life of the WIN-T Increment 2 program, and determines the most efficient and economical buying strategy that also meets the Army’s force generation requirements. Not less than 15 days after delivery of the President’s fiscal year 2015 budget request, the Army and OSD CAPE shall provide a briefing to the congressional defense committees on the outcome of the WIN-T business case analysis.

*High Mobility Engineer Excavator Airborne Requirement.*—The Army requests \$23,465,000 for 34 High Mobility Engineer Excavators [HMEEs]. Four of these HMEEs are type I which means they are C-130 and CH-47 transportable. Thirty of these HMEEs are “airborne” and cost nearly twice as much as the type I. The Army’s budget request describes the HMEE airborne as “air-droppable in a C-17.” For the authority to procure the HMEE airborne, the Army uses an operational requirements document [ORD] dated August 15, 2000, which outlines low velocity airdrop as a threshold requirement for the HMEE airborne. The Committee is concerned that the Army is using a requirement document that was approved 13 years ago as justification to procure an HMEE variant at nearly twice the cost. The Committee directs the Joint Requirements Oversight Council review the ORD for the HMEE type I/II for validity given changing joint operational concepts and the current fiscal climate. Additionally, the Committee reduces the funding to procure 30 HMEE airborne and restores a portion to procure 30 additional HMEE type I.

*Joint Tactical Radio System [JTRS] Manpack.*—The Army requests \$323,730,000 for 3,123 Joint Tactical Radio System [JTRS] manpack units. The Army is currently conducting a full and open competition to award a 5-year contract to a single vendor. The JTRS manpack industrial base consists of multiple vendors, who



have invested significantly in their manpack products, and are competing for this contract award. The Committee understands that the vendors who lose the 5-year JTRS manpack contract award will likely pull out of the program. When the Army tries to compete the next JTRS manpack contract award in 5 years, there will likely be only one vendor left. The future JTRS manpack program will not receive benefit from vendor investment, innovation, or price competition. Therefore, the Committee directs the Under Secretary of Defense for Acquisition, Technology and Logistics to review the Army's manpack competition and contracting plans and provide, no later than 90 days after enactment of this act, to the congressional defense committees an assessment of how the objectives of increased savings and performance through competition over the life of the JTRS manpack program will be achieved.

AIRCRAFT PROCUREMENT, NAVY

Appropriations, 2013 <sup>1</sup> .....	\$17,359,213,000
Budget estimate, 2014 .....	17,927,651,000
Committee recommendation .....	17,501,539,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$17,501,539,000. This is \$426,112,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
<b>AIRCRAFT PROCUREMENT, NAVY</b>							
	<b>COMBAT AIRCRAFT</b>						
1	EA-18G .....	21	2,001,787	21	1,781,787		- 220,000
3	F/A-18E/F (FIGHTER) HORNET (MYP) .....		206,551		206,551		+ 75,000
4	F/A-18E/F (FIGHTER) HORNET (MYP) (AP-CY) .....				75,000		- 76,700
5	JOINT STRIKE FIGHTER .....	4	1,135,444	4	1,058,744		- 31,500
6	JOINT STRIKE FIGHTER (AP-CY) .....		94,766		63,266		- 51,000
7	JSF STOVL .....	6	1,267,260	6	1,216,260		
8	JSF STOVL (AP-CY) .....		103,195		103,195		
9	V-22 (MEDIUM LIFT) .....	18	1,432,573	18	1,432,573		
10	V-22 (MEDIUM LIFT) (AP-CY) .....		55,196		55,196		
11	UH-1Y/AH-1Z .....	25	749,962	25	749,962		
12	UH-1Y/AH-1Z (AP-CY) .....		71,000		71,000		
13	MH-60S (MYP) .....	18	383,831	18	383,831		
14	MH-60S (MYP) (AP-CY) .....		37,278		37,278		
15	MH-60R .....	19	599,237	19	599,237		
16	MH-60R (AP-CY) .....		231,834		231,834		
17	P-8A POSEIDON .....	16	3,189,989	16	3,189,989		
18	P-8A POSEIDON (AP-CY) .....		313,160		313,160		
19	E-2D ADV HAWKEYE .....	5	997,107	5	997,107		
20	E-2D ADV HAWKEYE (AP-CY) .....		266,542		266,542		
	<b>TOTAL, COMBAT AIRCRAFT</b> .....		<b>13,136,712</b>		<b>12,832,512</b>		<b>- 304,200</b>
	<b>TRAINER AIRCRAFT</b>						
22	JPATS .....	29	249,080	29	249,080		
	<b>TOTAL, TRAINER AIRCRAFT</b> .....		<b>249,080</b>		<b>249,080</b>		
	<b>OTHER AIRCRAFT</b>						
23	KC-130J .....	2	134,358	2	134,358		
24	KC-130J (AP-CY) .....		32,288		32,288		
25	RQ-4 UAV (AP-CY) .....		52,002		4,802		- 47,200
26	MQ-8 UAV .....	1	60,980	1	60,980		

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
28	OTHER SUPPORT AIRCRAFT .....	1	14,958	1	14,958		
	TOTAL, OTHER AIRCRAFT .....		294,586		247,386		-47,200
	MODIFICATION OF AIRCRAFT						
29	EA-6 SERIES .....		18,577		18,577		
30	AEA SYSTEMS .....		48,502		48,502		
31	AV-8 SERIES .....		41,575		41,575		
32	ADVERSARY .....		2,992		2,992		
33	F-18 SERIES .....		875,371		788,076		-87,295
34	H-46 SERIES .....		2,127		2,127		
36	H-53 SERIES .....		67,675		67,675		
37	SH-60 SERIES .....		135,054		135,054		
38	H-1 SERIES .....		41,706		41,706		
39	EP-3 SERIES .....		55,903		77,903		+22,000
40	P-3 SERIES .....		37,436		37,436		
41	E-2 SERIES .....		31,044		31,044		
42	TRAINER A/C SERIES .....		43,720		32,620		-11,100
43	C-2A .....		902		902		
44	C-130 SERIES .....		47,587		47,587		
45	FMSG .....		665		665		
46	CARGO/TRANSPORT A/C SERIES .....		14,587		14,587		
47	E-6 SERIES .....		189,312		183,218		-6,094
48	EXECUTIVE HELICOPTERS SERIES .....		85,537		85,537		
49	SPECIAL PROJECT AIRCRAFT .....		3,684		13,684		+10,000
50	T-43 SERIES .....		98,128		98,128		
51	POWER PLANT CHANGES .....		22,999		22,999		
52	JPATS SERIES .....		1,576		1,576		
53	AVIATION LIFE SUPPORT MODS .....		6,267		6,267		
54	COMMON ECM EQUIPMENT .....		141,685		141,685		
55	COMMON AVIONICS CHANGES .....		120,660		120,660		
56	COMMON DEFENSIVE WEAPON SYSTEM .....		3,554		3,554		
57	ID SYSTEMS .....		41,800		41,800		
58	P-8 SERIES .....		9,485		9,485		
59	MAGTF EW FOR AVIATION .....		14,431		13,431		-1,000

60	MQ-8 SERIES .....	1,001	1,001	1,001	.....	.....	.....	.....
61	RO-7 SERIES .....	26,433	26,433	26,433	.....	.....	.....	.....
62	V-22 (TILT/ROTOR ACFT) OSPREY .....	160,834	160,834	160,834	.....	.....	.....	.....
63	F-35 STOVL SERIES .....	147,130	147,130	147,130	.....	.....	.....	.....
64	F-35 CV SERIES .....	31,100	31,100	31,100	.....	.....	.....	.....
	TOTAL, MODIFICATION OF AIRCRAFT .....	2,571,039	2,497,550	2,497,550	.....	.....	.....	- 73,489
	AIRCRAFT SPARES AND REPAIR PARTS .....	1,142,461	1,141,238	1,141,238	.....	.....	.....	- 1,223
65	SPARES AND REPAIR PARTS .....	.....	.....	.....	.....	.....	.....	.....
	AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES .....	.....	.....	.....	.....	.....	.....	.....
66	COMMON GROUND EQUIPMENT .....	410,044	410,044	410,044	.....	.....	.....	.....
67	AIRCRAFT INDUSTRIAL FACILITIES .....	27,450	27,450	27,450	.....	.....	.....	.....
68	WAR CONSUMABLES .....	28,930	28,930	28,930	.....	.....	.....	.....
69	OTHER PRODUCTION CHARGES .....	5,268	5,268	5,268	.....	.....	.....	.....
70	SPECIAL SUPPORT EQUIPMENT .....	60,306	60,306	60,306	.....	.....	.....	.....
71	FIRST DESTINATION TRANSPORTATION .....	1,775	1,775	1,775	.....	.....	.....	.....
	TOTAL, AIRCRAFT SUPPORT EQUIPMENT & FACILITIES .....	533,773	533,773	533,773	.....	.....	.....	.....
	TOTAL, AIRCRAFT PROCUREMENT, NAVY .....	17,927,651	17,501,539	17,501,539	.....	.....	.....	- 426,112

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
1	EA-18G .....	2,001,787	1,781,787	- 220,000
	Restoring acquisition accountability: excessive unit cost growth .....			- 175,000
	Improving funds management: advance procurement appropriated in fiscal year 2013 .....			- 45,000
4	F/A-18E/F (Fighter) Hornet [AP-CY] .....		75,000	+ 75,000
	Maintaining critical industrial base capability: advance procurement for 22 F/A-18E/F aircraft .....			+ 75,000
5	Joint Strike Fighter CV .....	1,135,444	1,058,744	- 76,700
	Restoring acquisition accountability: decrease tooling .....			- 40,000
	Restoring acquisition accountability: decrease non-recurring engineering initiatives .....			- 36,700
6	Joint Strike Fighter CV [AP-CY] .....	94,766	63,266	- 31,500
	Restoring acquisition accountability: reduce by 2 aircraft ..			- 31,500
7	JSF STOVL .....	1,267,260	1,216,260	- 51,000
	Restoring acquisition accountability: decrease tooling .....			- 34,000
	Restoring acquisition accountability: decrease non-recurring engineering initiatives .....			- 17,000
25	RQ-4 UAV [AP-CY] .....	52,002	4,802	- 47,200
	Improving funds management: advance procurement appropriated in fiscal year 2013 .....			- 47,200
33	F-18 Series .....	875,371	788,076	- 87,295
	Restoring acquisition accountability: F/A-18E/F and E/A-18G ILS excessive growth (OSIP 14-03) .....			- 10,000
	Restoring acquisition accountability: radome excessive cost growth (OSIP 002-07) .....			- 3,000
	Restoring acquisition accountability: retrofit RADARS unjustified cost growth (OSIP 002-07) .....			- 10,000
	Restoring acquisition accountability: Infrared Search and Track (OSIP 04-14) installation early to need .....			- 43,295
	Restoring acquisition accountability: Infrared Search and Track (OSIP 04-14) ILS excess to need .....			- 8,000
	Restoring acquisition accountability: Infrared Search and Track (OSIP 04-14) Other Support excess to need .....			- 13,000
39	EP-3 Series .....	55,903	77,903	+ 22,000
	Authorization adjustment: 12th aircraft to Spiral 3 .....			+ 8,000
	Authorization adjustment: sensor obsolescence .....			+ 14,000
42	Trainer A/C Series .....	43,720	32,620	- 11,100
	Budget documentation disparity: unjustified support cost growth for Avionics Obsolescence .....			- 7,900
	Restoring acquisition accountability: Avionics Obsolescence installation cost growth .....			- 3,200
47	E-6 Series .....	189,312	183,218	- 6,094
	Restoring acquisition accountability: Family of Advance Beyond Line-of-Sight Terminals program delay .....			- 6,094
49	Special Project Aircraft .....	3,684	13,684	+ 10,000
	Authorization adjustment: program office sustainment .....			+ 5,000
	Authorization adjustment: sensor obsolescence .....			+ 5,000
59	MAGTF EW for Aviation .....	14,431	13,431	- 1,000
	Restoring acquisition accountability: Software Reprogrammable Payload—early to need .....			- 1,000
65	Spares and Repair Parts .....	1,142,461	1,141,238	- 1,223
	Budget documentation disparity: STUASLO spares excess to need .....			- 1,223

**EA-18G Procurement.**—The Navy requests \$2,001,787,000 for 21 EA-18G aircraft. The Committee understands that the Navy will procure these aircraft on a single-year contract versus a multi-year

contract vehicle. Due to this change in contract type, the Navy budgeted for a 35-percent unit cost increase over the fiscal year 2013 unit price. The Committee believes this cost growth is excessive and recommends a reduction of \$175,000,000.

*MQ-8 Fire Scout.*—The Committee recommends \$60,980,000, the requested amount, for the MQ-8 Fire Scout. The Committee notes a sharp decline in the quantity procured from the previous fiscal year which results in a substantial unit cost increase. The Navy is encouraged to pursue a more efficient production profile and an innovative acquisition strategy to reduce unit cost. If the Navy is able to negotiate a reasonable unit cost, the Committee approves a buy-to-budget procurement of more than one Fire Scout utilizing fiscal year 2014 funds.

*Navy Tactical Aircraft Force Structure.*—The F/A-18E/F Super Hornet continues to be the Navy’s premier carrier asset for force projection, and it will remain the backbone of the Navy’s tactical aircraft fleet for the next 25 years. The fiscal year 2014 budget indicates the end of domestic production with the final procurement of EA-18G Growlers. The Committee is concerned with the decision to end Super Hornet production and believes a strong carrier-based fleet is vital to the increased emphasis on the Pacific region. Due to the delay in fielding the Navy variant of the Joint Strike Fighter, ending the Super Hornet production prematurely creates risk in the Navy’s strike fighter force structure, and in the Nation’s production capacity and a competitive industrial base. Therefore, the Committee recommends a \$75,000,000 increase for advance procurement of F/A-18 aircraft and expects the Navy to procure additional aircraft in the fiscal year 2015 budget request.

*MH-60S and MH-60R Navy Helicopter.*—The Committee is aware that the Navy has identified a number of Seahawk airframe upgrades that are currently not funded in the out-years but are critical investments as performance requirements and weight grow on the aircraft. The MH-60S and MH-60R have been in the fleet since 2001 and 2006 respectively, and are expected to remain in service as a critical battle group capability until at least 2030. Investing in their currency and relevancy is important for future operational effectiveness and success. Therefore, the Committee encourages the Navy to continue investing in improvements for these aircraft.

WEAPONS PROCUREMENT, NAVY

Appropriations, 2013 <sup>1</sup> .....	\$3,032,863,000
Budget estimate, 2014 .....	3,122,193,000
Committee recommendation .....	3,107,400,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$3,107,400,000. This is \$14,793,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>WEAPONS PROCUREMENT, NAVY</b>						
	BALLISTIC MISSILES						
	MODIFICATION OF MISSILES						
1	TRIDENT II MODS .....		1,140,865		1,140,865		
	SUPPORT EQUIPMENT AND FACILITIES						
2	MISSILE INDUSTRIAL FACILITIES .....		7,617		7,617		
	TOTAL, BALLISTIC MISSILES .....		1,148,482		1,148,482		
	OTHER MISSILES						
	STRATEGIC MISSILES						
3	TOMAHAWK .....	196	312,456	196	312,456		
	TACTICAL MISSILES						
4	AMRAAM .....	54	95,413	54	95,413		
5	SIDEWINDER .....	225	117,208	225	117,208		
6	JSOW .....	328	136,794	328	136,794		
7	STANDARD MISSILE .....	81	367,985	81	367,985		
8	RAM .....	66	67,596	66	65,943		-1,653
9	HELLFIRE .....	363	33,916	363	33,916		
10	STAND OFF PRECISION GUIDED MUNITION .....	50	6,278	50	6,278		
11	AERIAL TARGETS .....		41,799		39,460		-2,339
12	OTHER MISSILE SUPPORT .....		3,538		3,538		
	MODIFICATION OF MISSILES						
13	ESSM .....	53	76,749	53	76,749		
14	HARM MODS .....	143	111,902	143	111,902		
	SUPPORT EQUIPMENT AND FACILITIES						
15	WEAPONS INDUSTRIAL FACILITIES .....		1,138		1,138		
16	FLEET SATELLITE COMM FOLLOW-ON .....		23,014		23,014		
	ORDNANCE SUPPORT EQUIPMENT						
17	ORDNANCE SUPPORT EQUIPMENT .....		84,318		84,318		

	TOTAL, OTHER MISSILES .....		1,480,104		1,476,112		-3,992
	TORPEDOES AND RELATED EQUIPMENT						
	TORPEDOES AND RELATED EQUIP						
18	SSTD .....		3,978		3,978		
19	ASW TARGETS .....		8,031		8,031		
	MOD OF TORPEDOES AND RELATED EQUIP						
20	MK-46 TORPEDO MODS .....	150	125,898	150	125,898		
21	MK-48 TORPEDO ADCAP MODS .....	108	53,203	108	53,203		
22	QUICKSTRIKE MINE .....		7,800		7,800		
	SUPPORT EQUIPMENT						
23	TORPEDO SUPPORT EQUIPMENT .....		59,730		59,730		
24	ASW RANGE SUPPORT .....		4,222		4,222		
25	DESTINATION TRANSPORTATION .....		3,963		3,963		
	FIRST DESTINATION TRANSPORTATION .....						
	TOTAL, TORPEDOES AND RELATED EQUIPMENT .....		266,825		266,825		
	OTHER WEAPONS						
	GUNS AND GUN MOUNTS						
26	SMALL ARMS AND WEAPONS .....		12,513		12,513		
	MODIFICATION OF GUNS AND GUN MOUNTS						
27	CMS MODS .....		56,308		62,708		+6,400
28	COAST GUARD WEAPONS .....		10,727		7,269		-3,458
29	GUN MOUNT MODS .....		72,901		59,158		-13,743
30	CRUISER MODERNIZATION WEAPONS .....		1,943		1,943		
32	AIRBORNE MINE NEUTRALIZATION SYSTEMS .....		19,758		19,758		
	TOTAL, OTHER WEAPONS .....		174,150		163,349		-10,801
33	SPARES AND REPAIR PARTS .....		52,632		52,632		
	TOTAL, WEAPONS PROCUREMENT, NAVY .....		3,122,193		3,107,400		-14,793



## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget request
8	RAM .....	67,596	65,943	- 1,653
	Restoring acquisition accountability: Guidance and control unit cost efficiencies .....			- 1,653
11	Aerial Targets .....	41,799	39,460	- 2,339
	Restoring acquisition accountability: GQM-137 unit cost efficiencies .....			- 2,339
27	CIWS Mods .....	56,308	62,708	+ 6,400
	Authorization adjustment: Additional RMA kits .....			+ 6,400
28	Coast Guard Weapons .....	10,727	7,269	- 3,458
	Maintain program affordability: Machine gun equipment cost growth .....			- 3,458
29	Gun Mount Mods .....	72,901	59,158	- 13,743
	Maintain program affordability: MK38 gun kits cost growth .....			- 13,743

## PROCUREMENT OF AMMUNITION, NAVY AND MARINE CORPS

Appropriations, 2013 <sup>1</sup> .....	\$659,026,000
Budget estimate, 2014 .....	589,267,000
Committee recommendation .....	594,467,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$594,467,000. This is \$5,200,000 above the budget estimate.

## COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	PROCUREMENT OF AMMO, NAVY & MARINE CORPS						
	PROC AMMO, NAVY						
	NAVY AMMUNITION						
1	GENERAL PURPOSE BOMBS		37,703		37,703		
2	AIRBORNE ROCKETS, ALL TYPES		65,411		65,411		
3	MACHINE GUN AMMUNITION		20,284		20,284		
4	PRACTICE BOMBS		37,870		37,870		
5	CARTRIDGES & CART ACTUATED DEVICES		53,764		53,764		
6	AIR EXPENDABLE COUNTERMEASURES		67,194		67,194		
7	JATOS		2,749		2,749		
8	LRLAP		3,906		3,906		
9	5 INCH/54 GUN AMMUNITION		24,151		24,151		
10	INTERMEDIATE CALIBER GUN AMMUNITION		33,080		33,080		
11	OTHER SHIP GUN AMMUNITION		40,398		40,398		
12	SMALL ARMS & LANDING PARTY AMMO		61,219		61,219		
13	PYROTECHNIC AND DEMOLITION		10,637		10,637		
14	AMMUNITION LESS THAN \$5 MILLION		4,578		4,578		
	TOTAL, PROC AMMO, NAVY		462,944		462,944		
	PROC AMMO, MARINE CORPS						
	MARINE CORPS AMMUNITION						
15	SMALL ARMS AMMUNITION		26,297		26,297		
16	LINEAR CHARGES, ALL TYPES		6,088		6,088		
17	40MM, ALL TYPES		7,644		7,644		
18	60MM, ALL TYPES		3,349		3,349		
20	120MM, ALL TYPES		13,361		13,361		
22	GRENADES, ALL TYPES		2,149		2,149		
23	ROCKETS, ALL TYPES		27,465		27,465		
26	FUZE, ALL TYPES		26,366		26,366		
28	AMMO MODERNIZATION		8,403		8,403		
29	ITEMS LESS THAN \$5 MILLION		5,201		10,401		+5,200

[Dollars in thousands]

Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
					Qty.	Budget estimate
TOTAL, PROC AMMO, MARINE CORPS .....		126,323		131,523		+ 5,200
TOTAL, PROCUREMENT OF AMMO, NAVY & MARINE CORPS .....		589,267		594,467		+ 5,200

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget request
29	Items Less Than \$5 Million .....	5,201	10,401	+ 5,200
	Marine Corps unfunded requirement: Marine Security Guard training ammo .....	.....	.....	+ 1,000
	Marine Corps unfunded requirement: Special Purpose Marine Air Ground Task Force—Crisis Response .....	.....	.....	+ 4,200

## SHIPBUILDING AND CONVERSION, NAVY

Appropriations, 2013 <sup>1</sup> .....	\$15,563,646,000
Budget estimate, 2014 .....	14,077,804,000
Committee recommendation .....	14,420,693,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$14,420,693,000. This is \$342,889,000 above the budget estimate.

## COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>SHIPBUILDING &amp; CONVERSION, NAVY</b>						
	OTHER WARSHIPS						
2	CARRIER REPLACEMENT PROGRAM (AP-CY) .....		944,866		917,553		-27,313
3	VIRGINIA CLASS SUBMARINE .....	2	2,930,704	2	2,930,704		
4	VIRGINIA CLASS SUBMARINE (AP-CY) .....		2,354,612		2,354,612		
5	CVN REFUELING OVERHAUL .....		1,705,424		1,683,353		-22,071
6	CVN REFUELING OVERHAULS (AP-CY) .....		245,793		245,793		
7	DDG 1000 .....		231,694		231,694		
8	DDG-51 .....	1	1,615,564	1	1,615,564		
9	DDG-51 (AP-CY) .....		388,551		379,551		-9,000
10	LITTORAL COMBAT SHIP .....	4	1,793,014	4	1,793,014		
	TOTAL, OTHER WARSHIPS .....		12,210,222		12,151,838		-58,384
	AMPHIBIOUS SHIPS						
12	AFLLOAT FORWARD STAGING BASE .....	1	524,000	1	579,300		+55,300
14	JOINT HIGH SPEED VESSEL .....		2,732		2,732		
	TOTAL, AMPHIBIOUS SHIPS .....		526,732		582,032		+55,300
	AUXILIARIES, CRAFT, AND PRIOR-YEAR PROGRAM COSTS						
16	MOORED TRAINING SHIP .....		183,900		207,300		+23,400
17	OUTFITTING .....		450,163		438,136		-12,027
19	LCAC SLEP .....	4	80,987	4	80,987		
20	COMPLETION OF PY SHIPBUILDING PROGRAMS .....		625,800		960,400		+334,600
	TOTAL, AUXILIARIES, CRAFT, AND PRIOR-YEAR PROGRAM .....		1,340,850		1,686,823		+345,973
	TOTAL, SHIPBUILDING & CONVERSION, NAVY .....		14,077,804		14,420,693		+342,889

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
1	Carrier Replacement Program .....	944,866	917,553	- 27,313
	Restoring acquisition accountability: Reduction in change orders .....			- 16,200
	Maintaining program affordability: SEWIP Block 3 excessive cost growth .....			- 11,113
5	CVN Refueling Overhauls .....	1,705,424	1,683,353	- 22,071
	Improving funds management: CVN 72 requirement previously funded in Fiscal Year 2012 reprogramming .....			- 22,071
9	DDG-51 .....	388,551	379,551	- 9,000
	Restoring acquisition accountability: Flight III Advance Planning early to need .....			- 9,000
12	Afloat Forward Staging Base .....	524,000	579,300	+ 55,300
	Improving funds management: Transfer from NDSF, line 020, for full funding of ASFB #2 only, per Navy request .....			+ 55,300
16	Moored Training Ship .....	183,900	207,300	+ 23,400
	Improving funds management: Program shortfall, funds transferred per Navy request .....			+ 23,400
17	Outfitting .....	450,163	438,136	- 12,027
	Restoring acquisition accountability: SSN 787&788 outfitting ahead of need .....			- 12,027
20	Completion of PY Shipbuilding Programs .....	625,800	960,400	+ 334,600
	Improving funds management: JHSV program shortfall, funds transferred per Navy request .....			+ 7,600
	Authorization adjustment: DDG-51 .....			+ 100,000
	Maintain critical industrial base: Virginia class submarine .....			+ 227,000

*Amphibious-class Warship Construction.*—The Committee notes that the fiscal year 2014 budget request submitted by the Navy, once again, failed to present a plan to address the amphibious lift shortfall that exists today. In January 2009, the Navy and Marine Corps determined a minimum force of 33 ships is the limit of acceptable risk in meeting a 38-ship amphibious warship force requirement. As of now, there are 28 ships in the Navy's amphibious fleet, with an average of only 22 ships operationally available at any given time due to maintenance and overhaul schedules. This level of assumed risk with amphibious lift capability by the Department of the Navy deeply concerns the Committee. Of particular concern is the impact it has on the ability of Commanders to meet operations plans and crisis response requirements, particularly as instability in the Middle East continues and as the Department of Defense rebalances its global posture towards the Asia-Pacific region.

The ability to address the amphibious lift shortfall is exacerbated when the Navy funds only one amphibious class warship in the current 5-year Future Years Defense Program. This lack of commitment and funding by the Navy will not only have a negative impact on meeting future operations plans and crisis response requirements, but it will also have a negative industrial base impact and lead to additional cost growth in multiple shipbuilding programs.

Therefore, the Committee directs the Secretary of the Navy to provide a more responsible amphibious warship acquisition plan to Congress with the fiscal year 2015 budget submission.

*DDG-51 Destroyer.*—The Committee understands that the DDG-51 program has a \$304,000,000 shortfall due to prior year sequestration reductions, and recommends an additional \$100,000,000 for the DDG-51 to allow the Navy to award the tenth DDG-51 under the current multi-year procurement contract, as previously authorized and appropriated. The Committee understands that its fiscal year 2014 shipbuilding recommendations create an outyear asset for the Navy to apply to shortfalls.

*Joint High Speed Vessel.*—The Committee recommends that the Navy continue to explore missions and projects that leverage the flexibility of the Joint High Speed Vessel [JHSV] and extend the mission envelope beyond in-theatre transport, including considering the addition of an unmanned aerial system and air surveillance capability to the JHSV.

OTHER PROCUREMENT, NAVY

Appropriations, 2013 <sup>1</sup> .....	\$5,947,219,000
Budget estimate, 2014 .....	6,310,257,000
Committee recommendation .....	6,058,377,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$6,058,377,000. This is \$251,880,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	OTHER PROCUREMENT, NAVY						
	SHIPS SUPPORT EQUIPMENT						
	SHIP PROPULSION EQUIPMENT						
1	LW-2500 GAS TURBINE .....		10,180		10,180		
2	ALLISON 501K GAS TURBINE .....		5,536		5,536		
3	HYBRID ELECTRIC DRIVE (HED) .....		16,956		3,956		- 13,000
	GENERATORS						
4	SURFACE COMBATANT HM&E .....		19,782		19,782		
	NAVIGATION EQUIPMENT						
3	OTHER NAVIGATION EQUIPMENT .....		39,509		39,509		
	PERISCOPES						
6	SUB PERISCOPES & IMAGING EQUIP .....		52,515		52,515		
	OTHER SHIPBOARD EQUIPMENT						
7	DDG MOD .....		285,994		208,374		- 77,620
8	FIREFIGHTING EQUIPMENT .....		14,389		14,389		
9	COMMAND AND CONTROL SWITCHBOARD .....		2,436		2,436		
10	LHA/LHD MIDLIFE .....		12,700		12,700		
11	LCC 19/20 EXTENDED SERVICE LIFE .....		40,329		37,329		- 3,000
12	POLLUTION CONTROL EQUIPMENT .....		19,603		18,290		- 1,313
13	SUBMARINE SUPPORT EQUIPMENT .....		8,678		8,678		
14	VIRGINIA CLASS SUPPORT EQUIPMENT .....		74,209		74,209		
15	LCS CLASS SUPPORT EQUIPMENT .....		47,078		47,078		
16	SUBMARINE BATTERIES .....		37,000		37,000		
17	LPD CLASS SUPPORT EQUIPMENT .....		25,053		25,053		
18	STRATEGIC PLATFORM SUPPORT EQUIP .....		12,986		12,986		
19	DSSP EQUIPMENT .....		2,455		2,455		
20	CG-MODERNIZATION .....		10,539		10,539		
21	LCAC .....		14,431		14,431		
22	UNDERWATER EOD PROGRAMS .....		36,700		36,700		
23	ITEMS LESS THAN \$5 MILLION .....		119,902		119,902		
24	CHEMICAL WARFARE DETECTORS .....		3,678		3,678		



[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
25	SUBMARINE LIFE SUPPORT SYSTEM .....		8,292		8,292		
27	REACTOR PLANT EQUIPMENT .....		286,744		286,744		
28	OCEAN ENGINEERING .....		8,780		8,780		
29	SMALL BOATS .....		36,452		32,072		-4,380
30	TRAINING EQUIPMENT .....		36,145		36,145		
31	OTHER SHIPS TRAINING EQUIPMENT .....		69,368		49,868		-19,500
32	NUCLEAR ALTERATIONS .....		106,328		106,328		
33	LCS MODULES .....		45,966		45,966		
34	LCS MCM MISSION MODULES .....		59,885		59,885		
35	LCS SUW MISSION MODULES .....		37,168		19,481		-17,687
36	LOGISTICS SUPPORT .....		77,974		77,974		
	LSM MIDLIFE .....		1,685,740		1,549,240		-136,500
	TOTAL, SHIPS SUPPORT EQUIPMENT .....						
	COMMUNICATIONS AND ELECTRONICS EQUIPMENT						
	SHIP RADARS						
	SHIP SONARS						
38	SPQ-9B RADAR .....		27,934		27,934		
39	AN/SQQ-89 SURF ASW COMBAT SYSTEM .....		83,231		83,231		
40	SSN ACOUSTICS .....		199,438		197,852		-1,586
41	UNDERSEA WARFARE SUPPORT EQUIPMENT .....		9,394		9,394		
42	SOMAR SWITCHES AND TRANSDUCERS .....		12,953		12,953		
43	ELECTRONIC WARFARE MILDEC .....		8,958		8,958		



[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
73	TADIX-B .....	.....	11,646	.....	11,646	.....	.....
74	GCCS-M EQUIPMENT TACTICAL/MOBILE .....	.....	18,189	.....	18,189	.....	.....
75	DGGS-N .....	.....	17,350	.....	17,350	.....	.....
76	CANES .....	.....	340,567	.....	325,340	.....	-15,227
77	RADIAC .....	.....	9,835	.....	9,835	.....	.....
78	CANES-INTELL .....	.....	59,652	.....	55,262	.....	-4,390
79	GPETE .....	.....	6,253	.....	6,253	.....	.....
80	INTEG COMBAT SYSTEM TEST FACILITY .....	.....	4,963	.....	4,963	.....	.....
81	EMI CONTROL INSTRUMENTATION .....	.....	4,664	.....	4,664	.....	.....
82	ITEMS LESS THAN \$5 MILLION .....	.....	66,889	.....	66,889	.....	.....
	SHIPBOARD COMMUNICATIONS .....	.....	.....	.....	.....	.....	.....
84	SHIP COMMUNICATIONS AUTOMATION .....	.....	23,877	.....	23,877	.....	.....
86	COMMUNICATIONS ITEMS UNDER \$5M .....	.....	28,001	.....	28,001	.....	.....
	SUBMARINE COMMUNICATIONS .....	.....	.....	.....	.....	.....	.....
87	SUBMARINE BROADCAST SUPPORT .....	.....	7,856	.....	7,856	.....	.....
88	SUBMARINE COMMUNICATION EQUIPMENT .....	.....	74,376	.....	74,376	.....	.....
	SATELLITE COMMUNICATIONS .....	.....	.....	.....	.....	.....	.....
89	SATELLITE COMMUNICATIONS SYSTEMS .....	.....	27,381	.....	27,381	.....	.....
90	NAVY MULTIBAND TERMINAL (NMT) .....	.....	215,952	.....	215,952	.....	.....
	SHORE COMMUNICATIONS .....	.....	.....	.....	.....	.....	.....
91	JCS COMMUNICATIONS EQUIPMENT .....	.....	4,463	.....	4,463	.....	.....
92	ELECTRICAL POWER SYSTEMS .....	.....	778	.....	778	.....	.....
	CRYPTOGRAPHIC EQUIPMENT .....	.....	.....	.....	.....	.....	.....
94	INFO SYSTEMS SECURITY PROGRAM (ISSP) .....	.....	133,530	.....	133,530	.....	.....
95	MIO INTEL EXPLOITATION TEAM .....	.....	1,000	.....	1,000	.....	.....
	CRYPTOLOGIC EQUIPMENT .....	.....	.....	.....	.....	.....	.....
96	CRYPTOLOGIC COMMUNICATIONS EQUIP .....	.....	12,251	.....	12,251	.....	.....
	OTHER ELECTRONIC SUPPORT .....	.....	.....	.....	.....	.....	.....
97	COAST GUARD EQUIPMENT .....	.....	2,893	.....	2,893	.....	.....
	TOTAL, COMMUNICATIONS AND ELECTRONICS EQUIPMENT .....	.....	2,290,055	.....	2,232,112	.....	-57,943



[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
126	OTHER ORDNANCE SUPPORT EQUIPMENT		46,586		46,586		
127	EXPLOSIVE ORDNANCE DISPOSAL EQUIP		11,933		11,933		
	ITEMS LESS THAN \$5 MILLION						
	OTHER EXPENDABLE ORDNANCE						
128	ANTI-SHIP MISSILE DECOY SYSTEM		62,361		62,361		
129	SURFACE TRAINING DEVICE MODS		41,813		41,813		
130	SUBMARINE TRAINING DEVICE MODS		26,672		26,672		
	TOTAL, ORDNANCE SUPPORT EQUIPMENT		787,116		787,116		
	CIVIL ENGINEERING SUPPORT EQUIPMENT						
131	PASSENGER CARRYING VEHICLES		5,600		5,600		
132	GENERAL PURPOSE TRUCKS		3,717		3,717		
133	CONSTRUCTION & MAINTENANCE EQUIP		10,881		10,881		
134	FIRE FIGHTING EQUIPMENT		14,748		14,748		
135	TACTICAL VEHICLES		5,540		5,540		
136	AMPHIBIOUS EQUIPMENT		5,741				-5,741
137	POLLUTION CONTROL EQUIPMENT		3,852		3,852		
138	ITEMS UNDER \$5 MILLION		25,757		25,757		
139	PHYSICAL SECURITY VEHICLES		1,182				-1,182
	TOTAL, CIVIL ENGINEERING SUPPORT EQUIPMENT		77,018		70,095		-6,923
	SUPPLY SUPPORT EQUIPMENT						
140	MATERIALS HANDLING EQUIPMENT		14,250				-14,250
141	OTHER SUPPLY SUPPORT EQUIPMENT		6,401		6,401		
142	FIRST DESTINATION TRANSPORTATION		5,718		5,718		
143	SPECIAL PURPOSE SUPPLY SYSTEMS		22,597		22,597		
	TOTAL, SUPPLY SUPPORT EQUIPMENT		48,966		34,716		-14,250
	PERSONNEL AND COMMAND SUPPORT EQUIPMENT						
	TRAINING DEVICES						
144	TRAINING SUPPORT EQUIPMENT		22,527		22,527		

145	COMMAND SUPPORT EQUIPMENT .....	50,428	50,428	.....	.....	.....	.....
146	COMMAND SUPPORT EQUIPMENT .....	2,292	2,292	.....	.....	.....	.....
147	EDUCATION SUPPORT EQUIPMENT .....	4,925	4,925	.....	.....	.....	.....
149	MEDICAL SUPPORT EQUIPMENT .....	3,202	3,202	.....	.....	.....	-3,202
151	NAVAL MIP SUPPORT EQUIPMENT .....	24,294	24,294	.....	.....	.....	-13,275
152	OPERATING FORCES SUPPORT EQUIPMENT .....	4,287	4,287	.....	.....	.....	-4,287
153	CAISR EQUIPMENT .....	18,276	18,276	.....	.....	.....	.....
154	ENVIRONMENTAL SUPPORT EQUIPMENT .....	134,495	134,495	.....	.....	.....	.....
155	PHYSICAL SECURITY EQUIPMENT .....	324,327	324,327	.....	.....	.....	.....
	ENTERPRISE INFORMATION TECHNOLOGY .....			.....	.....	.....	.....
	TOTAL, PERSONNEL AND COMMAND SUPPORT EQUIPMENT .....	589,053	588,289	.....	.....	.....	-20,764
157	SPARES AND REPAIR PARTS .....	317,234	317,234	.....	.....	.....	.....
	CLASSIFIED PROGRAMS .....	12,140	12,140	.....	.....	.....	.....
	TOTAL, OTHER PROCUREMENT, NAVY .....	6,310,257	6,058,377	.....	.....	.....	-251,880

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
3	Hybrid Electric Drive [HED] .....	16,956	3,956	− 13,000
	Restoring acquisition accountability: Contract delay .....			− 13,000
7	DDG Mod .....	285,994	208,374	− 77,620
	Restoring acquisition accountability: No funds for Flight IIA DDG 79 .....			− 77,620
11	LCC 19/20 Extended Service Life Program .....	40,329	37,329	− 3,000
	Improving funds management: Air Search Radar installation funding ahead of need .....			− 3,000
12	Pollution Control Equipment .....	19,603	18,290	− 1,313
	Improving funds management: Prior years under-execution .....			− 1,313
29	Standard Boats .....	36,452	32,072	− 4,380
	Improving funds management: CNIC force protection medium contract delay .....			− 4,380
31	Operating Forces IPE .....	69,368	49,868	− 19,500
	Restoring acquisition accountability: Emergent Repair Facility Navy-identified excess to requirement .....			− 19,500
35	LCS SUW Mission Modules .....	37,168	19,481	− 17,687
	Improving funds management: Gun module contract delay .....			− 13,272
	Program termination: Irregular Warfare Module .....			− 4,415
40	SSN Acoustics .....	199,438	197,852	− 1,586
	Restoring acquisition accountability: SA106 hull sensors low cost conformal array kits cost growth .....			− 1,586
44	Submarine Acoustic Warfare System .....	24,077	20,937	− 3,140
	Improving funds management: CSA MK3 engineering change growth .....			− 3,140
45	SSTD .....	11,925	3,625	− 8,300
	Restoring acquisition accountability: AN/SLQ-25C ahead of need .....			− 8,300
49	AN/SLQ-32 .....	203,375	178,075	− 25,300
	Restoring acquisition accountability: Excess to requirement .....			− 25,300
76	CANES .....	340,567	325,340	− 15,227
	Improving funds management: Excess DDG-51 afloat installation funding .....			− 15,227
78	CANES-Intell .....	59,652	55,262	− 4,390
	Improving funds management: Excess DDG-51 afloat installation funding .....			− 4,390
107	Airborne Mine Countermeasures .....	101,554	86,054	− 15,500
	Restoring acquisition accountability: AN/AQS-24C upgrade kits early to need .....			− 15,500
136	Amphibious Equipment .....	5,741		− 5,741
	Improving funds management: Prior year carryover .....			− 5,741
139	Physical Security Vehicles .....	1,182		− 1,182
	Improving funds management: Prior year carryover .....			− 1,182
140	Materials Handling Equipment .....	14,250		− 14,250
	Improving funds management: Prior year carryover .....			− 14,250
149	Naval MIP Support Equipment .....	3,202		− 3,202
	Improving funds management: Prior year carryover .....			− 3,202
151	Operating Forces Support Equipment .....	24,294	11,019	− 13,275
	Improving funds management: Prior year carryover .....			− 13,275
152	C4ISR Equipment .....	4,287		− 4,287
	Improving funds management: Prior year carryover .....			− 4,287

*Destroyer Modernization.*—The fiscal year 2014 budget request includes \$285,994,000 for continued modernization of DDG-51 Destroyers. While the requested funding is consistent with prior year

efforts, the Committee notes that the Navy proposes to change its Destroyer modernization strategy. Instead of continuing with its original strategy of working through the inventory of oldest ships, the Navy intends to begin modernizing the newer, Flight IIA Destroyers beginning in fiscal year 2016. The intent of the modernization program is to increase the service life of the Destroyers and modernize their combat capabilities. The Committee questions this revised strategy and believes that the older Flight I and II Destroyers should continue to be the focus of the Navy’s modernization program in order to ensure their operational readiness throughout their projected service lives. Therefore, the Committee recommends fully funding the modernization of DDG 60 and DDG 74 as requested, but recommends no funds for DDG 79, the first Flight IIA Destroyer proposed for modernization. Further, the Committee encourages the Navy to return to its previous Destroyer modernization strategy of older ships in future budget submissions.

PROCUREMENT, MARINE CORPS

Appropriations, 2013 <sup>1</sup> .....	\$1,409,548,000
Budget estimate, 2014 .....	1,343,511,000
Committee recommendation .....	1,325,407,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112–25.

The Committee recommends an appropriation of \$1,325,407,000. This is \$18,104,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:



[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from		
						Qty.	Budget estimate	
	PROCUREMENT, MARINE CORPS							
	WEAPONS AND COMBAT VEHICLES							
	TRACKED COMBAT VEHICLES							
1	AAV7A1 PIP .....		32,360		32,360			
2	LAV PIP .....		6,003		6,003			
	ARTILLERY AND OTHER WEAPONS							
3	EXPEDITIONARY FIRE SUPPORT SYSTEM .....		589		589			
4	155MM LIGHTWEIGHT TOWED HOWITZER .....		3,655		3,655			
5	HIGH MOBILITY ARTILLERY ROCKET SYSTEM .....		5,467		5,467			
6	WEAPONS AND COMBAT VEHICLES UNDER \$5 MILLION .....		20,354		20,354			
	OTHER SUPPORT							
7	MODIFICATION KITS .....		38,446		38,446			
8	WEAPONS ENHANCEMENT PROGRAM .....		4,734		4,734			
	TOTAL, WEAPONS AND COMBAT VEHICLES .....		111,608		111,608			
	GUIDED MISSILES AND EQUIPMENT							
	GUIDED MISSILES							
9	GROUND BASED AIR DEFENSE .....		15,713		15,713			
10	JAVELIN .....	219	36,175	219	36,175			
12	ANTI-ARMOR WEAPONS SYSTEM—HEAVY (AAMS-H) .....		1,136		1,136			
	OTHER SUPPORT							
13	MODIFICATION KITS .....		33,976		30,078			-3,898
	TOTAL, GUIDED MISSILES AND EQUIPMENT .....		87,000		83,102			-3,898
	COMMUNICATIONS AND ELECTRONICS EQUIPMENT							
	COMMAND AND CONTROL SYSTEMS							
14	COMBAT OPERATIONS CENTER .....		16,273		16,273			
	REPAIR AND TEST EQUIPMENT							
15	REPAIR AND TEST EQUIPMENT .....		41,063		41,063			

16	OTHER SUPPORT (TEL)		2,930		2,930			
	COMBAT SUPPORT SYSTEM							
	COMMAND AND CONTROL		1,637		1,637			
18	ITEMS UNDER \$5 MILLION (COMM & ELEC)		18,394		18,394			
19	AIR OPERATIONS C2 SYSTEMS							
	RADAR + EQUIPMENT (NON-TEL)		114,051		99,198			-14,853
20	RADAR SYSTEMS		66,612		66,612			
21	RQ-21 UAS	25				25		
	INTELL/COMM EQUIPMENT (NON-TEL)		3,749		3,749			
22	FIRE SUPPORT SYSTEM		75,979		75,979			
23	INTELLIGENCE SUPPORT EQUIPMENT		1,653		1,653			
26	RO-11 UAV		9,494		9,494			
27	DCGS-MC		6,171		6,162			-9
	OTHER COMM/ELEC EQUIPMENT (NON-TEL)							
28	NIGHT VISION EQUIPMENT							
	OTHER SUPPORT (NON-TEL)		121,955		119,173			-2,782
29	COMMON COMPUTER RESOURCES		83,294		83,294			
30	COMMAND POST SYSTEMS		74,718		74,718			
31	RADIO SYSTEMS		47,613		47,613			
32	COMM SWITCHING & CONTROL SYSTEMS		19,573		19,573			
33	COMM & ELEC INFRASTRUCTURE SUPPORT		5,659		5,659			
	CLASSIFIED PROGRAMS							
	TOTAL, COMMUNICATIONS AND ELECTRONICS EQUIPMENT		710,818		693,174			-17,644
	SUPPORT VEHICLES							
	ADMINISTRATIVE VEHICLES		1,039		1,039			
34	COMMERCIAL PASSENGER VEHICLES		31,050		31,050			
35	COMMERCIAL CARGO VEHICLES							
	TACTICAL VEHICLES		36,333		36,204			-129
36	5/AT TRUCK HMMWV (MYP)		3,137		3,137			
37	MOTOR TRANSPORT MODIFICATIONS		27,385		27,385			
40	FAMILY OF TACTICAL TRAILERS							
	OTHER SUPPORT		7,016		10,616			+3,600
41	ITEMS LESS THAN \$5 MILLION							

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	TOTAL, SUPPORT VEHICLES .....		105,960		109,431		+ 3,471
	ENGINEER AND OTHER EQUIPMENT						
	ENGINEER AND OTHER EQUIPMENT						
42	ENVIRONMENTAL CONTROL EQUIP ASSORT .....		14,377		14,377		
43	BULK LIQUID EQUIPMENT .....		24,864		24,864		
44	TACTICAL FUEL SYSTEMS .....		21,592		21,592		
45	POWER EQUIPMENT ASSORTED .....		61,353		61,353		
46	AMPHIBIOUS SUPPORT EQUIPMENT .....		4,827		4,827		
47	EOD SYSTEMS .....		40,011		40,011		
	MATERIALS HANDLING EQUIPMENT						
48	PHYSICAL SECURITY EQUIPMENT .....		16,809		16,809		
49	GARRISON MOBILE ENGR EQUIP .....		3,408		3,408		
50	MATERIAL HANDLING EQUIP .....		48,549		48,549		
51	FIRST DESTINATION TRANSPORTATION .....		190		190		
	GENERAL PROPERTY						
52	FIELD MEDICAL EQUIPMENT .....		23,129		23,129		
53	TRAINING DEVICES .....		8,346		8,346		
54	CONTAINER FAMILY .....		1,857		1,824		- 33
55	FAMILY OF CONSTRUCTION EQUIPMENT .....		36,198		36,198		
56	RAPID DEPLOYABLE KITCHEN .....		2,390		2,390		
	OTHER SUPPORT						
57	ITEMS LESS THAN \$5 MILLION .....		6,525		6,525		
	TOTAL, ENGINEER AND OTHER EQUIPMENT .....		314,425		314,392		- 33
58	SPARES AND REPAIR PARTS .....		13,700		13,700		
	TOTAL, PROCUREMENT, MARINE CORPS .....		1,343,511		1,325,407		- 18,104

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
13	MODIFICATION KITS .....	33,976	30,078	- 3,898
	Maintaining program affordability: TOW Unit Cost Growth .....			- 3,898
20	RADAR SYSTEMS .....	114,051	99,198	- 14,853
	Maintaining program affordability: Previously Funded EDM Refurbishment .....			- 14,853
28	NIGHT VISION EQUIPMENT .....	6,171	6,162	- 9
	Maintaining program affordability: Squad Thermal Systems .....			- 9
29	COMMON COMPUTER RESOURCES .....	121,955	119,173	- 2,782
	Maintaining program affordability: Laptop Cost Growth .....			- 2,782
36	5/4 TRUCK HMMWV .....	36,333	36,204	- 129
	Maintaining program affordability: Cargo XLWB .....			- 129
41	ITEMS LESS THAN \$5 MILLION .....	7,016	10,616	+ 3,600
	Marine Corps unfunded requirement: Marine Security Guard Expansion—Armored Vehicles .....			+ 3,600
54	CONTAINER FAMILY .....	1,857	1,824	- 33
	Maintaining program affordability: JMIC Price Disparity .....			- 33

*Small Tactical Unmanned Aircraft System [STUAS]/RQ-21 UAS.*—The fiscal year 2014 budget request includes \$66,612,000 to begin full rate of production of the RQ-21 aircraft. The Committee approves the President's request but remains concerned about the long-term affordability of the system. In Senate Report 112-196, the Committee indicated concern with the lack of a capability development document, concurrency, and lack of approval to enter production. Since then, the Marine Corps has approved production, testing has been ongoing, and most of the concurrency has been mitigated. To ensure future affordability, the Committee encourages the Marine Corps to establish a target price curve for future production lots, continue lean manufacturing processes, and continue to identify savings in future contract awards.

## AIRCRAFT PROCUREMENT, AIR FORCE

Appropriations, 2013 <sup>1</sup> .....	\$11,758,481,000
Budget estimate, 2014 .....	11,398,901,000
Committee recommendation .....	10,917,270,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$10,917,270,000. This is \$481,631,000 below the budget estimate.

## COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	<b>AIRCRAFT PROCUREMENT, AIR FORCE</b>						
	<b>COMBAT AIRCRAFT</b>						
	<b>TACTICAL FORCES</b>						
1	F-35 .....	19	3,060,770	19	2,911,270		-149,500
2	F-35 (AP-CY) .....		363,783		315,283		-48,500
	<b>TOTAL, COMBAT AIRCRAFT</b> .....		3,424,553		3,226,553		-198,000
	<b>AIRLIFT AIRCRAFT</b>						
	<b>TACTICAL AIRLIFT</b>						
	<b>OTHER AIRLIFT</b>						
5	C-130J .....	6	537,517	6	537,517		
6	C-130J ADVANCE PROCUREMENT (CY) .....		162,000		162,000		
7	HC-130J .....	1	132,121	1	132,121		
8	HC-130J .....		88,000		88,000		
9	MC-130J .....	4	389,434	4	389,434		
10	MC-130J .....		104,000		104,000		
	<b>TOTAL, AIRLIFT AIRCRAFT</b> .....		1,413,072		1,413,072		
	<b>OTHER AIRCRAFT</b>						
	<b>HELICOPTERS</b>						
15	CV-22 OSPREY .....	3	230,798	3	230,798		
	<b>MISSION SUPPORT AIRCRAFT</b>						
17	CIVIL AIR PATROL A/C .....	6	2,541	6	10,200		+7,659
	<b>OTHER AIRCRAFT</b>						
20	TARGET DRONES .....	41	138,669	41	138,669		
22	AC-130J .....	5	470,019	5	470,019		
24	RQ-4 UAV .....		27,000		11,000		-16,000
27	MQ-9 .....	12	272,217	12	272,217		
28	RQ-4 BLOCK 40 PROC .....		1,747		1,747		

29	TOTAL, OTHER AIRCRAFT .....	1,142,991	1,134,650	-8,341
	MODIFICATION OF INSERVICE AIRCRAFT			
	STRATEGIC AIRCRAFT			
30	B-2A .....	20,019	20,019	
31	B-1B .....	132,222	121,222	-11,000
32	B-52 .....	111,002	99,145	-11,857
	LARGE AIRCRAFT INFRARED COUNTERMEASURES .....	27,197	27,197	
	TACTICAL AIRCRAFT			
33	A-10 .....	47,598	47,598	
34	F-15 .....	354,624	354,624	
35	F-16 .....	11,794	11,794	
36	F-22A .....	285,830	285,830	
37	F-35 MODIFICATIONS .....	157,777	157,777	
	AIRLIFT AIRCRAFT			
38	C-5 .....	2,456	2,456	
39	C-5M .....	1,021,967	919,717	-102,250
42	C-17A .....	143,197	143,197	
43	C-21 .....	103	103	
44	C-32A .....	9,780	9,780	
45	C-37A .....	452	452	
	TRAINER AIRCRAFT			
47	GLIDER MODS .....	128	128	
48	T6 .....	6,427	6,427	
49	T-1 .....	277	277	
50	T-38 .....	28,686	28,686	
	OTHER AIRCRAFT			
52	U-2 MODS .....	45,591	45,591	
53	KC-10A (ATCA) .....	70,918	57,454	-13,464
54	C-12 .....	1,876	1,876	
55	MC-12W .....	5,000	5,000	
56	C-20 MODS .....	192	192	
57	VC-25A MOD .....	263	263	
58	C-40 .....	6,119	6,119	
59	C-130 .....	58,577	58,577	
61	C130J MODS .....	10,475	10,475	
62	C-135 .....	46,556	4,526	-42,030
63	COMPASS CALL MODS .....	34,494	34,494	

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
64	RC-135 .....		171,813		171,813		
65	E-3 .....		197,087		142,615		- 54,472
66	E-4 .....		14,304		14,304		
67	E-8 .....		57,472		57,472		
68	H-1 .....		6,627		6,627		
69	H-60 .....		27,654		27,654		
70	RQ-4 UAV MODS .....		9,313		9,313		
71	HC/MC-130 MODIFICATIONS .....		16,300		16,300		
72	OTHER AIRCRAFT .....		6,948		6,948		
73	MQ-1 MODS .....		9,734		9,734		
74	MQ-9 MODS .....		102,970		62,970		- 40,000
76	RQ-4 GSRV/CSRA MODS .....		30,000		30,000		
77	CV-22 MODS .....		23,310		23,310		
	TOTAL, MODIFICATION OF INSERVICE AIRCRAFT .....		3,315,129		3,040,056		- 275,073
78	AIRCRAFT SPARES AND REPAIR PARTS .....		463,285		463,285		
	INITIAL SPARES/REPAIR PARTS .....						
	TOTAL, AIRCRAFT SPARES AND REPAIR PARTS .....		463,285		463,285		
	AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES .....						
79	COMMON SUPPORT EQUIPMENT .....		49,140		49,140		
	AIRCRAFT REPLACEMENT SUPPORT EQUIP .....						
	POST PRODUCTION SUPPORT .....						
81	B-1 .....		3,683		3,683		
83	B-2A .....		43,786		43,786		
84	B-52 .....		7,000		7,000		
87	C-17A .....		81,952		81,952		
89	C-135 .....		8,597		8,597		
90	F-15 POST PRODUCTION SUPPORT .....		2,403		2,403		
91	F-16 POST PRODUCTION SUPPORT .....		3,455		3,238		- 217
92	F-22A .....		5,911		5,911		

94	INDUSTRIAL PREPAREDNESS	21,148	21,148			
	INDUSTRIAL PREPAREDNESS					
	WAR CONSUMABLES	94,947	94,947			
95	WAR CONSUMABLES					
	OTHER PRODUCTION CHARGES	1,242,004	1,242,004			
96	OTHER PRODUCTION CHARGES					
	DARP					
	TOTAL, AIRCRAFT SUPPORT EQUIPMENT AND FACILITIES	1,564,026	1,563,809			- 217
	CLASSIFIED PROGRAMS	75,845	75,845			
	TOTAL, AIRCRAFT PROCUREMENT, AIR FORCE	11,398,901	10,917,270			- 481,631



## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
1	F-35 .....	3,354,170	3,204,670	-149,500
	Restoring acquisition accountability: decrease tooling ....			-78,000
	Restoring acquisition accountability: decrease non-recurring engineering initiatives .....			-71,500
2	F-35 Advance Procurement .....	363,783	315,283	-48,500
	Restoring acquisition accountability: reduce by 4 aircraft .....			-48,500
17	Civil Air Patrol A/C .....	2,541	10,200	+7,659
	Program increase .....			+7,659
24	RQ-4 .....	27,000	11,000	-16,000
	Restoring acquisition accountability: Production closeout early to need .....			-16,000
30	B-1B .....	132,222	121,222	-11,000
	Improving funds management: Excess carryover .....			-11,000
31	B-52 .....	111,002	99,145	-11,857
	Restoring acquisition accountability: 1760 IWBU delay ..			-5,120
	Restoring acquisition accountability: Anti-skid replacement delay .....			-6,737
39	C-5M .....	1,197,767	1,095,517	-102,250
	Maintaining program affordability: Excessive kit and installation cost growth .....			-63,250
	Maintaining program affordability: Change orders unjustified growth .....			-39,000
53	KC-10A [ATCA] .....	70,918	57,454	-13,464
	Restoring acquisition accountability: Installation funding for CNS/ATM kits not procured .....			-13,464
62	C-135 .....	46,556	4,526	-42,030
	Restoring acquisition accountability: Block 45 program delays .....			-42,030
65	E-3 .....	197,087	142,615	-54,472
	Restoring acquisition accountability: Block 40/45 program adjustment .....			-30,930
	Restoring acquisition accountability: Block 40/45 installation ahead of need .....			-23,542
74	MQ-9 Mods .....	102,970	62,970	-40,000
	Restoring acquisition accountability: Anti-ice production concurrency .....			-5,520
	Restoring acquisition accountability: Lynx radar early to need .....			-34,480
91	F-16 .....	3,455	3,238	-217
	Restoring acquisition accountability: Production line shutdown .....			-217

*F-35 Conventional Take-off and Landing Total Quantities.*—During the Committee’s hearing to review the Joint Strike Fighter budget for fiscal year 2014, the Committee was informed that the Air Force’s planned F-35 procurement quantity of 1,763 aircraft is based on a one-for-one replacement of legacy aircraft. While the F-35 will provide the Air Force with much greater fifth generation fighter capability for certain future threats, less capable aircraft may be effective and more cost-effective to operate and maintain in other less contentious scenarios. The Committee believes that given these times of fiscal austerity, the Department of Defense should review the Air Force tactical fighter force mix. The Committee directs the Vice Chairman of the Joint Chiefs of Staff, in conjunction with the Air Force Chief of Staff, to deliver not later than 180 days

after enactment of this act, to the congressional defense committees an analysis that outlines the appropriate total quantity of Air Force fifth generation and less capable aircraft based on the anticipated threat during the next 30 years.

*Air Force Missile Range Support and Security.*—The fiscal year 2014 budget request includes no funds for replacement of the previously terminated Common Vertical Lift Support Platform [CVLSP], leaving the Committee concerned that the Air Force’s number one priority to sustain an effective nuclear deterrent is not being sufficiently supported. As outlined by the Defense Science Board [DSB] Standing Task Force on Nuclear Weapons Surety, failures continue in fundamental areas, impacting the field forces and the replacement or upgrade of old equipment. The lack of urgency in replacing equipment following the fiscal year 2013 CVLSP termination at the request of the Air Force results in the reliance on outdated, inadequate, and obsolete 40-year-old UH–1N helicopters that cannot meet full mission requirements, and operate under waivers to support crews and logistics at the ballistic missile bases.

Replacement of these aged platforms does not require a significant new technological development program, instead the UH–1N shortfalls in speed, range and endurance could be remedied through the procurement of in-service, in-production aircraft at lower cost and less acquisition risk to the Government. This alternative acquisition approach could compare favorably to the continued cost of sustaining the UH–1N, while providing significantly enhanced performance and mission capability. Therefore, the Committee believes the Department of Defense through the Air Force should leverage existing production capacity and submit a program for the replacement of UH–1N fleet in the fiscal year 2015 budget submission.

*C–130 Modernization.*—The Committee notes the Air Force’s initiatives to reduce fuel consumption across its fleet, including flight and durability tests of propulsion upgrades to the legacy C–130 fleet. In the fiscal year 2014 budget request, the Air Force requested, and the Committee approved, multiyear procurement authority for new C–130J aircraft. However, since the Air Force plans to operate over 200 legacy C–130H aircraft until the year 2040, the Committee urges the Air Force to consider upgrades to these aircraft to help achieve fuel efficiency goals, to include comprehensive propulsion upgrades.

#### MISSILE PROCUREMENT, AIR FORCE

Appropriations, 2013 <sup>1</sup> .....	\$4,955,827,000
Budget estimate, 2014 .....	5,343,286,000
Committee recommendation .....	5,178,486,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112–25.

The Committee recommends an appropriation of \$5,178,486,000. This is \$164,800,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	MISSILE PROCUREMENT, AIR FORCE						
	BALLISTIC MISSILES						
	MISSILE REPLACEMENT EQUIPMENT—BALLISTIC						
1	MISSILE REPLACEMENT EQ—BALLISTIC		39,104		39,104		
	OTHER MISSILES						
	TACTICAL						
2	JASSM	183	291,151	183	291,151		
3	SIDEWINDER (AIM-9X)	225	119,904	225	119,904		
4	AWRAAM	199	340,015	199	340,015		
5	PREDATOR HELIFIRE MISSILE	413	48,548	413	48,548		
6	SMALL DIAMETER BOMB	144	42,347	144	42,347		
	INDUSTRIAL FACILITIES						
7	INDUSTRIAL PREPAREDNESS/POLLUTION PREVENTION		752		752		
	TOTAL, OTHER MISSILES		842,717		842,717		
	MODIFICATION OF INSERVICE MISSILES						
	CLASS IV						
9	MM III MODIFICATIONS		21,635		21,635		
10	AGM-65D MAVERICK		276		276		
11	AGM-88A HARM		580		580		
12	AIR LAUNCH CRUISE MISSILE		6,888		6,888		
13	SMALL DIAMETER BOMB		5,000		5,000		
	TOTAL, MODIFICATION OF INSERVICE MISSILES		34,379		34,379		
	SPARES AND REPAIR PARTS						
14	INITIAL SPARES/REPAIR PARTS		72,080		72,080		
	OTHER SUPPORT						
	SPACE PROGRAMS						
15	ADVANCED EHF		379,586		379,586		

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
16	WIDEBAND GAPPILLER SATELLITES .....		38,398		38,398		
17	GPS III SPACE SEGMENT .....	2	403,431		398,431		-5,000
18	GPS III SPACE SEGMENT (AP-CY) .....		74,167		74,167		
19	SPACEBORNE EQUIP (COMSEC) .....		5,244		5,244		
20	GLOBAL POSITIONING (SPACE) .....		55,997		55,997		
21	DEF METEOROLOGICAL SAT PROG (SPACE) .....		95,673		85,873		-9,800
22	EVOLVED EXPENDABLE LAUNCH VEH (SPACE) .....	5	1,852,900		974,037		-878,863
	EVOLVED EXPENDABLE LAUNCH VEH INFRASTRUCTURE (SPACE) .....				728,863		+728,863
23	SBIR HIGH (SPACE) .....		583,192		583,192		
	SPECIAL PROGRAMS .....						
29	SPECIAL UPDATE PROGRAMS .....		36,716		36,716		
	TOTAL, OTHER SUPPORT .....		3,525,304		3,360,504		-164,800
	CLASSIFIED PROGRAMS .....		829,702		829,702		
	TOTAL, MISSILE PROCUREMENT, AIR FORCE .....		5,343,286		5,178,486		-164,800

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget request
17	GPS III Space Segment .....	403,431	398,431	- 5,000
	Maintain program affordability: Eliminating program management growth .....			- 5,000
21	Def Meteorological Sat Prog(Space) .....	95,673	85,873	- 9,800
	Improving funds management: Prior year carryover .....			- 9,800
22	Evolved Expendable Launch Veh(Space) .....	1,852,900	974,037	- 878,863
	Transfer Launch Capability to line 22a .....			- 878,863
22a	Evolved Expendable Launch Veh Infrastructure (Space) .....		728,863	+ 728,863
	Transfer Launch Capability from line 22 .....			+ 878,863
	Restoring acquisition accountability: Unjustified increase .....			- 150,000

*Evolved Expendable Launch Vehicle [EELV].*—The Committee supports the Air Force strategy to control space launch costs through efficient procurement of launch services through block buys, while pursuing a new entrant strategy to provide competition in space launch missions. The Committee also recognizes that greater efficiencies by the incumbent contractor have produced substantial cost savings in the program.

The Committee continues to be concerned by the lack of visibility in the funding requests to support the EELV program, and again recommends that procurement funding be separated into one line for EELV launch services and a separate line for EELV launch capability and associated costs.

The Committee also directs that the Secretary of the Air Force specifically identify such funds requested in fiscal year 2015 and future budgets to support the sole source block buy of EELV launch services, and such funds requested to support the competitive award of launch services among the incumbent and any qualified new entrants.

*Small Diameter Bomb.*—Small Diameter Bomb II [SDB II] is a 250 pound class precision-guided air-to-ground munition used against both fixed and moving targets at standoff range in all weather conditions. It is a joint Air Force/Navy program with the Air Force as the lead service. A variant of SDB I, called the Laser SDB I, has capability against moving targets in clear weather. SDB II has experienced past delays with testing and its integration with the Joint Strike Fighter. A rigorous testing schedule remains including five guided test vehicle test flights and two live fire test flights before achieving milestone C and Low Rate Initial Production in fiscal year 2014.

The Committee is closely monitoring SDB II and believes an overall review of the SDB program and its capability mix is appropriate, and directs the Secretary of the Air Force to brief the congressional defense committees on the status of the SDB program consistent with S. 1197, the National Defense Authorization Act for fiscal year 2014, as reported.

PROCUREMENT OF AMMUNITION, AIR FORCE

Appropriations, 2013 <sup>1</sup> .....	\$593,909,000
Budget estimate, 2014 .....	759,442,000
Committee recommendation .....	759,442,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$759,442,000. This is equal to the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	PROCUREMENT OF AMMUNITION, AIR FORCE						
	PROCUREMENT OF AMMO, AIR FORCE						
1	ROCKETS .....		15,735		15,735		
2	CARTRIDGES .....		129,921		129,921		
	BOMBS						
3	PRACTICE BOMBS .....		30,840		30,840		
4	GENERAL PURPOSE BOMBS .....		187,397		187,397		
5	JOINT DIRECT ATTACK MUNITION .....	6,965	188,510	6,965	188,510		
	FLARE, IR MUJ-7B						
6	CAD/PAD .....		35,837		35,837		
7	EXPLOSIVE ORDNANCE DISPOSAL (EOD) .....		7,531		7,531		
8	SPARES AND REPAIR PARTS .....		499		499		
9	MODIFICATIONS .....		480		480		
10	ITEMS LESS THAN \$5,000,000 .....		9,765		9,765		
	FUZES						
11	FLARES .....		55,864		55,864		
13	FUZES .....		76,037		76,037		
	TOTAL, PROCUREMENT OF AMMO, AIR FORCE .....		738,416		738,416		
	WEAPONS						
14	SMALL ARMS .....		21,026		21,026		
	TOTAL, PROCUREMENT OF AMMUNITION, AIR FORCE .....		759,442		759,442		



OTHER PROCUREMENT, AIR FORCE

Appropriations, 2013 <sup>1</sup> .....	\$17,059,965,000
Budget estimate, 2014 .....	16,760,581,000
Committee recommendation .....	17,542,627,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$17,542,627,000. This is \$782,046,000 above the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	OTHER PROCUREMENT, AIR FORCE						
	VEHICULAR EQUIPMENT						
	PASSENGER CARRYING VEHICLES						
1	PASSENGER CARRYING VEHICLE .....		2,048		2,048		
2	CARGO + UTILITY VEHICLES						
3	FAMILY MEDIUM TACTICAL VEHICLE .....		8,019		8,019		
4	CAP VEHICLES .....		946		946		
5	ITEMS LESS THAN \$5M (CARGO) .....		7,138		7,138		
6	SPECIAL PURPOSE VEHICLES						
7	SECURITY AND TACTICAL VEHICLES .....		13,093		13,093		
8	ITEMS LESS THAN \$5M (SPECIAL) .....		13,983		13,983		
9	FIRE FIGHTING EQUIPMENT						
10	FIRE FIGHTING/CRASH RESCUE VEHICLES .....		23,794		23,794		
11	MATERIALS HANDLING EQUIPMENT						
12	ITEMS LESS THAN \$5,000,000 .....		8,669		8,669		
13	BASE MAINTENANCE SUPPORT						
14	RUNWAY SNOW REMOVAL & CLEANING EQUIP .....		6,144		6,144		
15	ITEMS LESS THAN \$5M .....		1,580		1,580		
16	TOTAL, VEHICULAR EQUIPMENT .....		85,414		85,414		
17	ELECTRONICS AND TELECOMMUNICATIONS EQUIP						
18	COMM SECURITY EQUIPMENT (COMSEC)						
19	COMSEC EQUIPMENT .....		149,661		149,661		
20	MODIFICATIONS (COMSEC) .....		726		726		
21	INTELLIGENCE PROGRAMS						
22	INTELLIGENCE TRAINING EQUIPMENT .....		2,789		2,789		
23	INTELLIGENCE COMM EQUIP .....		31,875		67,575		+ 35,700
24	ADVANCE TECH SENSORS .....		452		452		
25	MISSION PLANNING SYSTEMS .....		14,203		14,203		

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
18	ELECTRONICS PROGRAMS						
19	TRAFFIC CONTROL/LANDING		46,232		46,232		
20	NATIONAL AIRSPACE SYSTEM		11,685		11,685		
21	BATTLE CONTROL SYSTEM—FIXED		19,248		19,248		
22	THEATER AIR CONTROL SYS IMPRO		19,292		19,292		
23	WEATHER OBSERVATION FORECAST		17,166		17,166		
24	STRATEGIC COMMAND AND CONTROL		22,723		44,023		+ 21,300
25	CHEYENNE MOUNTAIN COMPLEX		27,930		27,930		
	TAC SIGNIT SPT		217		217		
	SPECIAL COMM?09ELECTRONICS PROJECTS						
27	GENERAL INFORMATION TECHNOLOGY		49,627		49,627		
28	AF GLOBAL COMMAND & CONTROL SYSTEM		13,559		13,559		
29	MOBILITY COMMAND AND CONTROL		11,186		11,186		
30	AIR FORCE PHYSICAL SECURITY SYSTEM		43,238		43,238		
31	COMBAT TRAINING RANGES		10,431		20,431		+ 10,000
32	C3 COUNTERMEASURES		13,769		13,769		
33	GCSS?09AF FOS		19,138		19,138		
34	THEATER BATTLE MGT C2 SYS		8,809		8,809		
35	AIR OPERATIONS CENTER (AOC)		26,935		26,935		
	AIR FORCE COMMUNICATIONS						
36	INFORMATION TRANSPORT SYSTEMS		80,558		80,558		
38	AFNET		97,588		97,588		
39	VOICE SYSTEMS		8,419		8,419		
40	USCENTCOM		34,276		34,276		
	DISA PROGRAMS						
41	SPACE BASED IR SENSOR PROG SPACE		28,235		28,235		
42	NAVSTAR GPS SPACE		2,061		2,061		
43	NUDET DETECTION SYS (NDS) SPACE		4,415		4,415		
44	AF SATELLITE CONTROL NETWORK SPACE		30,237		30,237		
45	SPACE/LIFT RANGE SYSTEM SPACE		98,062		98,062		
46	MILSATCOM SPACE		105,935		60,935		- 45,000
47	SPACE MODS SPACE		37,861		35,861		- 2,000
48	COUNTERSPACE SYSTEM		7,171		7,171		

49	ORGANIZATION AND BASE								
50	TACTICAL C709E EQUIPMENT	83,537	83,537						
51	COMBAT SURVIVOR EVADER LOCATER	11,884	8,428						-3,456
52	RADIO EQUIPMENT	14,711	14,711						
53	CCTV/AUDIOVISUAL EQUIPMENT	10,275	10,275						
54	BASE COMM INFRASTRUCTURE	50,907	50,907						
	MODIFICATIONS								
	COMM ELECT MODS	55,701	55,701						
	TOTAL, ELECTRONICS AND TELECOMMUNICATIONS EQUIP	1,322,724	1,339,268						+ 16,544
	OTHER BASE MAINTENANCE AND SUPPORT EQUIP								
55	PERSONAL SAFETY AND RESCUE EQUIP	14,524	3,640						-10,884
56	NIGHT VISION GOGGLES	28,655	28,655						
57	DEPOT PLANT + MATERIALS HANDLING EQ								
	MECHANIZED MATERIAL HANDLING	9,332	9,332						
	BASE SUPPORT EQUIPMENT								
58	BASE PROCURED EQUIPMENT	16,762	16,762						
59	CONTINGENCY OPERATIONS	33,768	33,768						
60	PRODUCTIVITY CAPITAL INVESTMENT	2,495	2,495						
61	MOBILITY EQUIPMENT	12,859	12,859						
62	ITEMS LESS THAN \$5M (BASE SUPPORT)	1,954	1,954						
	SPECIAL SUPPORT PROJECTS								
64	DARP RC135	24,528	24,528						
65	DISTRIBUTED GROUND SYSTEMS	137,819	137,819						
67	SPECIAL UPDATE PROGRAM	479,586	479,586						
68	DEFENSE SPACE RECONNAISSANCE PROGRAM	45,159	96,159						+ 51,000
	TOTAL, OTHER BASE MAINTENANCE AND SUPPORT EQUIP	807,441	847,557						+ 40,116
69	SPARE AND REPAIR PARTS	25,746	25,746						
	CLASSIFIED PROGRAMS	14,519,256	15,244,642						+ 725,386
	TOTAL, OTHER PROCUREMENT, AIR FORCE	16,760,581	17,542,627						+ 782,046

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
15	Intelligence Comm Equipment .....	31,875	67,575	+ 35,700
	Air National Guard unfunded requirement: Remote Split Operation equipment and intel targeting facilities .....			+ 35,700
23	Strategic Command And Control .....	22,723	44,023	+ 21,300
	Air Force unfunded requirement: Stratcom facility fit out .....			+ 21,300
31	Combat Training Ranges .....	10,431	20,431	+ 10,000
	Range improvements .....			+ 10,000
46	Milsatcom Space .....	105,935	60,935	- 45,000
	Restoring acquisition accountability: Acquisition strategy—FAB-T .....			- 45,000
47	Def Meteorological Sat Prog(Space) .....	37,861	35,861	- 2,000
	Improving funds management: OCS modernization ...			- 2,000
50	Combat Survivor Evader Locator .....	11,884	8,428	- 3,456
	Restoring acquisition accountability: Unit cost growth for batteries .....			- 3,456
55	Night Vision Goggles .....	14,524	3,640	- 10,884
	Program termination: Night vision goggles cueing and display .....			- 10,884
68	Defense Space Reconnaissance Prog. ....	45,159	96,159	+ 51,000
	Classified adjustment .....			+ 51,000
	Classified Programs .....	14,519,256	15,244,642	+ 725,386
	Classified adjustment .....			+ 725,386

*MQ-1/9 Remote Split Operations.*—As a result of the Air Force force structure actions, six Air National Guard squadrons will transition to MQ-1/9 remote split operations by fiscal year 2020. The Committee recommends \$35,700,000 to fully fund a shortfall that the Air Force identified to the Committee for equipment to support the standup of these Squadron Operations Centers. The Committee directs the Secretary of the Air Force to submit an execution plan for these additional funds no later than 90 days after the enactment of this act. The execution plan should include detailed plans for funding, training, manning, and equipping all six Air National Guard squadrons. Further, the Committee directs that training will begin for all six squadrons in fiscal year 2014 as previously indicated by the Air Force and expects that funding to equip the remaining squadrons will be included in the fiscal year 2015 budget request.

## PROCUREMENT, DEFENSE-WIDE

Appropriations, 2013 <sup>1</sup> .....	\$4,872,546,000
Budget estimate, 2014 .....	4,534,083,000
Committee recommendation .....	4,434,769,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$4,434,769,000. This is \$99,314,000 below the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	PROCUREMENT, DEFENSE-WIDE						
	MAJOR EQUIPMENT						
	MAJOR EQUIPMENT, DCAA						
1	MAJOR EQUIPMENT ITEMS LESS THAN \$5M		1,291		1,291		
2	MAJOR EQUIPMENT, DCMA		5,711		5,711		
3	MAJOR EQUIPMENT, DHRA		47,201		47,201		
	PERSONNEL ADMINISTRATION						
	MAJOR EQUIPMENT, DISA						
8	INFORMATION SYSTEMS SECURITY		16,189		16,189		
11	TELEPORT PROGRAM		66,075		66,075		
12	ITEMS LESS THAN \$5M		83,881		69,375		-14,506
13	NET CENTRIC ENTERPRISE SERVICES (NCES)		2,572		2,572		
14	DEFENSE INFORMATION SYSTEMS NETWORK		125,557		125,557		
16	CYBER SECURITY INITIATIVE		16,941		16,941		
	MAJOR EQUIPMENT, DLA						
17	MAJOR EQUIPMENT		13,137		13,137		
18	MAJOR EQUIPMENT, DDMCT	5	15,414	5	15,414		
19	AUTOMATION/EDUCATIONAL SUPPORT & LOGISTICS		1,454		1,454		
20	EQUIPMENT		978		978		
21	OTHER CAPITAL EQUIPMENT		5,020		5,020		
	MAJOR EQUIPMENT, DEFENSE THREAT REDUCTION AGENCY						
22	VEHICLES	2	100	2	100		
23	OTHER MAJOR EQUIPMENT	3	13,395	3	13,395		
	MAJOR EQUIPMENT, DTSA						
	MAJOR EQUIPMENT, MDA						
25	THAAD SYSTEM	36	581,005	36	576,851		-4,154
26	AEGIS BMD	52	580,814	52	580,814		
27	BMDs AN/TPY-2 RADARS		62,000		62,000		
28	AEGIS ASHORE PHASE III	1	131,400	1	131,400		

30	IRON DOME SYSTEM .....	1	220,309	1	220,309	.....	.....
37	MAJOR EQUIPMENT, NSA INFORMATION SYSTEMS SECURITY PROGRAM (ISSP) .....	.....	14,363	.....	14,363	.....	.....
38	MAJOR EQUIPMENT, OSD .....	.....	37,345	.....	37,345	.....	.....
39	MAJOR EQUIPMENT, INTELLIGENCE .....	.....	16,678	.....	16,678	.....	.....
40	MAJOR EQUIPMENT, TJS .....	.....	14,792	.....	14,792	.....	.....
41	MAJOR EQUIPMENT, WHS .....	.....	35,259	.....	35,259	.....	.....
	TOTAL, MAJOR EQUIPMENT .....	.....	2,108,881	.....	2,090,221	.....	- 18,660
	SPECIAL OPERATIONS COMMAND						
	AVIATION PROGRAMS						
43	SOF ROTARY WING UPGRADES AND SUSTAINMENT .....	.....	112,456	.....	110,456	.....	- 2,000
44	MH-60 SOF MODERNIZATION PROGRAM .....	.....	81,457	.....	81,457	.....	.....
45	NON-STANDARD AVIATION .....	.....	2,650	.....	2,650	.....	.....
46	SOF U-28 .....	.....	56,208	.....	56,208	.....	.....
47	MH-47 CHINOOK .....	.....	19,766	.....	19,766	.....	.....
48	RQ-11 UNMANNED AERIAL VEHICLE .....	.....	850	.....	850	.....	.....
49	CV-22 SOF MODIFICATION .....	3	98,927	3	98,927	.....	.....
50	MQ-1 UNMANNED AERIAL VEHICLE .....	.....	20,576	.....	20,576	.....	.....
51	MQ-9 UNMANNED AERIAL VEHICLE .....	.....	1,893	.....	14,893	.....	+ 13,000
53	STUASLO .....	.....	13,166	.....	13,166	.....	.....
54	PRECISION STRIKE PACKAGE .....	.....	107,687	.....	93,520	.....	- 14,167
55	AC/MC-130J .....	.....	51,870	.....	51,870	.....	.....
57	C-130 MODIFICATIONS .....	.....	71,940	.....	61,317	.....	- 10,623
	SHIPBUILDING						
59	UNDERWATER SYSTEMS .....	.....	37,439	.....	30,439	.....	- 7,000
	AMMUNITION PROGRAMS						
61	SOF ORDNANCE ITEMS UNDER \$5,000,000 .....	.....	159,029	.....	159,029	.....	.....
	OTHER PROCUREMENT PROGRAMS						
69	SOF INTELLIGENCE SYSTEMS .....	.....	79,819	.....	79,819	.....	.....
71	DCGS-SOF .....	.....	14,906	.....	14,906	.....	.....
	OTHER ITEMS UNDER \$5,000,000 .....	.....	81,711	.....	79,604	.....	- 2,107



[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
74	SOF COMBATANT CRAFT SYSTEMS .....		35,053		32,753		-2,300
72	SPECIAL PROGRAMS .....		41,526		9,526		-32,000
73	TACTICAL VEHICLES .....		43,353		37,353		-6,000
74	WARRIOR SYSTEMS UNDER \$5,000,000 .....		210,540		210,540		
76	COMBAT MISSION REQUIREMENTS .....		20,000		20,000		
81	SOF GLOBAL VIDEO SURVEILLANCE ACTIVITIES .....		6,645		6,645		
82	SOF OPERATIONAL ENHANCEMENTS INTELLIGENCE .....		25,581		25,581		
87	SOF OPERATIONAL ENHANCEMENTS .....		191,061		191,061		
	TOTAL, SPECIAL OPERATIONS COMMAND .....		1,586,109		1,522,912		-63,197
	CHEMICAL/BIOLOGICAL DEFENSE						
89	INSTALLATION FORCE PROTECTION .....		14,271		13,314		-957
90	INDIVIDUAL PROTECTION .....		101,667		101,667		
92	JOINT BIOLOGICAL DEFENSE PROGRAM .....		13,447		13,447		
93	COLLECTIVE PROTECTION .....		20,896		20,896		
94	CONTAMINATION AVOIDANCE .....		144,540		133,040		-11,500
	TOTAL, CHEMICAL/BIOLOGICAL DEFENSE .....		294,821		282,364		-12,457
	TOTAL, CHEMICAL/BIOLOGICAL DEFENSE .....		544,272		539,272		-5,000
	CLASSIFIED PROGRAMS .....		4,534,083		4,434,769		-99,314
	TOTAL, PROCUREMENT, DEFENSE-WIDE .....						

## COMMITTEE RECOMMENDED ADJUSTMENTS

The following table details the adjustments recommended by the Committee:

[In thousands of dollars]

Line	Item	2014 budget estimate	Committee recommendation	Change from budget estimate
12	Items Less Than \$5 Million .....	83,881	69,375	- 14,506
	DISA requested transfer to O&M, DW DISA line for the Senior Leadership Enterprise Program .....			- 14,506
25	THAAD .....	581,005	576,851	- 4,154
	Maintaining program affordability: Launchers excess cost growth .....			- 4,154
43	Rotary Wing Upgrades and Sustainment .....	112,456	110,456	- 2,000
	Improving funds management: Block simulator upgrades delayed .....			- 2,000
51	MQ-9 Unmanned Aerial Vehicle .....	1,893	14,893	+ 13,000
	Authorization adjustment: MQ-9 Unmanned Aerial Vehicle capability improvements .....			+ 13,000
54	Precision Strike Package .....	107,687	93,520	- 14,167
	Restoring acquisition accountability: Contract award delays since new start .....			- 14,167
57	C-130 Modifications .....	71,940	61,317	- 10,623
	Restoring acquisition accountability: Milestone C delay to FY15 .....			- 10,623
59	Underwater Systems .....	37,439	30,439	- 7,000
	Restoring acquisition accountability: Milestone C delay to FY15 .....			- 7,000
68	Other Items <\$5M .....	81,711	79,604	- 2,107
	Improving funds management: Family of loudspeakers unobligated .....			- 2,107
69	Combatant Craft Systems .....	35,053	32,753	- 2,300
	Improving funds management: Excess support costs ..			- 2,300
72	Special Programs .....	41,526	9,526	- 32,000
	Restoring acquisition accountability: Unjustified request .....			- 32,000
73	Tactical Vehicles .....	43,353	37,353	- 6,000
	Improving funds management: Reduction for under-execution .....			- 6,000
89	Installation Force Protection .....	14,271	13,314	- 957
	Restoring acquisition accountability: Early to need Common Analytical Lab system .....			- 957
90	Individual Protection .....	101,667	101,667	
	Restoring acquisition accountability: Joint Service Aircrew Mask milestone C delay to FY14 .....			- 10,000
	Department identified joint service ground purpose mask shortfall .....			+ 10,000
94	Contamination Avoidance .....	144,540	133,040	- 11,500
	Restoring acquisition accountability: Dismounted Reconnaissance system milestone C delay to FY14 ..			- 11,500
	Classified Programs .....	544,272	539,272	- 5,000
	Classified adjustment .....			- 5,000

## DEFENSE PRODUCTION ACT PURCHASES

Appropriations, 2013 <sup>1</sup> .....	\$223,236,000
Budget estimate, 2014 .....	25,135,000
Committee recommendation .....	50,135,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112-25.

The Committee recommends an appropriation of \$50,135,000. This is \$25,000,000 above the budget estimate.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
1	DEFENSE PRODUCTION ACT PURCHASES		25,135		50,135		+ 25,000

*Additional Funding.*—The Committee recognizes the critical role that the DPA Title III program serves in strengthening the U.S. defense industrial base and believes that this work is in the national interest. Therefore, the Committee increases funding for DPA by \$25,000,000 over the budget request. The Committee directs that the additional funding be competitively awarded to new initiatives and priority consideration should be given to completion of DPA projects initiated in prior years. Furthermore, the Committee directs the Under Secretary of Defense for Acquisition, Technology, and Logistics to inform the congressional defense committees 30 days prior to any obligation or expenditure of these funds.

NATIONAL GUARD AND RESERVE EQUIPMENT

Appropriations, 2013 <sup>1</sup> .....	\$1,500,000,000
Budget estimate, 2014 .....	.....
Committee recommendation .....	1,000,000,000

<sup>1</sup> Does not reflect the March 1, 2013, sequester of funds under Public Law 112–25.

The Committee recommends an appropriation of \$1,000,000,000. This is \$1,000,000,000 above the budget estimate.

The appropriation includes direction for each Reserve and National Guard component commander to submit to the congressional defense committees a detailed assessment of that component’s modernization priorities, not later than 30 days after enactment of this act.

COMMITTEE RECOMMENDED PROGRAM

The following table summarizes the budget estimate for this appropriation, the Committee recommendation, and the Committee recommended adjustments to the budget estimate:

[Dollars in thousands]

	Item	Qty.	2014 budget estimate	Qty.	Committee recommendation	Change from	
						Qty.	Budget estimate
	NATIONAL GUARD AND RESERVE EQUIPMENT						
	RESERVE EQUIPMENT						
	ARMY RESERVE						
1	MISCELLANEOUS EQUIPMENT				175,000		+ 175,000
2	MISCELLANEOUS EQUIPMENT				70,000		+ 70,000
3	MARINE CORPS RESERVE				55,000		+ 55,000
4	MISCELLANEOUS EQUIPMENT				70,000		+ 70,000
	TOTAL, RESERVE EQUIPMENT				370,000		+ 370,000
	NATIONAL GUARD EQUIPMENT						
	ARMY NATIONAL GUARD						
5	MISCELLANEOUS EQUIPMENT				315,000		+ 315,000
	AIR NATIONAL GUARD						
6	MISCELLANEOUS EQUIPMENT				315,000		+ 315,000
	TOTAL, NATIONAL GUARD EQUIPMENT				630,000		+ 630,000
	TOTAL, NATIONAL GUARD AND RESERVE EQUIPMENT				1,000,000		+ 1,000,000

*High-Priority Items.*—The Committee directs that the National Guard and Reserve Equipment Account shall be executed by the Chiefs of the National Guard and Reserve components with priority consideration given to the following items: 13K AT Forklift; ARC 210 Radios for ANG F-16s; Arctic Sustainment Kits; Base Physical Security Systems; Blue Force Tracker Next Generation; CBRN Reconnaissance Equipment; Chemical and Biological Protective Shelters; Coastal Riverine Force Boats and Communications Upgrades; Counter Communications Systems; Digital Radar Warning Receivers [ALR-69A] for F-16s; F-15 AESA Radars; F-16/F-15/A-10 Radar Warning Receivers and Defensive Systems Upgrades; General Engineering Equipment; Generation 4 Advanced Targeting Pods; HC-130 Hostile Fire Indication System; Helmet-Mounted Integrated Targeting System; In-Flight Propeller Balancing System; Integrated Vehicle Health Management System for UH-72As; Internal and External Auxiliary Fuel Tanks for Rotary Wing Aircraft; Joint Threat Emitters; KC-135 and C-130 Real Time Information in Cockpit [RTIC] Data Link; Large Aircraft Infrared Countermeasures [LAIRCM]; Light Utility Helicopters; Lightweight Multi-Band Satellite Terminal; Mobile Ad Hoc Network Emergency Communications Equipment; Modernized Medical Equipment Sets for HMMWVs; Modular Small Arms Training Systems; Reactive Skin Decontamination Lotion; RED HORSE Squadron Vehicles; Remotely Piloted Aircraft Squadron Operations Centers and Targeting Unit Equipment; Simulation Training Systems; Small and Light Arms; Tactical Trucks; Targeting Pod Upgrades; UH-60 A-L Modernization; UH-60 Civilian Communications Package A & B Kits; Ultra-Light Tactical Vehicles; VSS Modernization for Geographically Separated Units and Unified Capabilities; and Wireless Mobile Mesh Network Systems.

*Chemical and Biological Protective Shelters [CBPS].*—The Committee supports the National Guard's effort to acquire critical dual use equipment. The Committee believes National Guard and Reserve Equipment [NGRE] funds should be used to acquire equipment identified on the NGRE Report for fiscal year 2014 Top 25 Equipment Modernization/Shortfall Category List, such as CBPS. The CBPS is a self-contained, mobile medical unit that is a rapidly deployable collective protection system designed to operate in the forward battle area and for domestic response. Previously, the Commission on National Guard and Reserves stated that the Secretary of Defense should ensure forces identified as rapid responders to domestic catastrophes are "manned, trained, and equipped to the highest levels of readiness." The CBPS has been identified as a critical shortfall item for the past 5 years and is essential to the National Guard in support of both its national security and homeland missions. Recent events and natural disasters highlighted the need for a protected, mobile medical capability. Therefore, the Committee encourages the Department to use a portion of this funding to continue the procurement of CBPS.

*Intent of the National Guard and Reserve Equipment Account [NGREA].*—Congress established the National Guard and Reserve Equipment Account [NGREA] in 1981 to provide the equipment necessary to maintain the readiness of National Guard and Reserve components. The Committee recognizes that the Active components

do not procure all of the required equipment necessary to resource their reserve components, especially in a time of fiscal constraint.

NGREA funding is intended to supplement the services' base procurement appropriations, not substitute for it. The Active components are still expected and required to fund and equip their respective Guard and Reserve components to ensure reserve units are at a high level of readiness should they need to be deployed. Consistent with the total force concept, the Active components serve as the procurement contracting authority in support of the Guard and Reserve components.

Congress expects the Chiefs of the National Guard and Reserve components to enhance readiness by procuring items that the services' base appropriations do not fund. As already established in law, NGREA funds have and should continue to be used to procure new aircraft; major weapon systems that are already established as a stable procurement program; equipment support items; and modifications to rebuild, overhaul, or refurbish existing items without expanding on the platform capability currently supported by the Active components.

NGREA provides the needed flexibility to the Guard and Reserve Chiefs to procure priority readiness items subject only to the authority, direction, and control of the Secretary of Defense. The Committee expects that the Guard and Reserve Chiefs will continue to execute their portion of NGREA as Congress has historically directed within the bill, and outlined within the annual law pertaining to the NGRE account, without prejudice to size or function of the Reserve unit benefitting from this account.

*Total Force.*—The National Defense Authorization Act for Fiscal Year 2013 established the National Commission on the Structure of the Air Force to determine whether and how the structure should be modified to best fulfill current and anticipated mission requirements for the Air Force in a manner consistent with available resources. As Congress awaits the recommendations of the Commission, the Committee notes the likelihood that the fleets of the Active, Guard, and Reserve components will diverge in the coming years. As aircraft and other equipment are increasingly operated solely by the Guard and Reserve, the Committee directs the Active component to continue to resource and invest in the necessary maintenance and upgrades of these aircraft and equipment, to include program management administration and research, development, test, and evaluation efforts required to integrate items procured using National Guard and Reserve Equipment funding.