

UNCLASSIFIED

RDT&E BUDGET ITEM JUSTIFICATION SHEET (R-2 Exhibit)								DATE February 1997		
BUDGET ACTIVITY 6 - Management and Support				PE NUMBER AND TITLE 0605218C Ballistic Missile Defense					PROJECT 4000	
<i>COST (\$ In Thousand\$)</i>	FY 1996 Actual	FY 1997 Estimate	FY 1998 Estimate	FY 1999 Estimate	FY 2000 Estimate	FY 2001 Estimate	FY 2002 Estimate	FY 2003 Estimate	Cost to Complete	Total Cost
4000 Program Management and Support	158,748	0	0	0	0	0	0	0	TBD	TBD
<p>A. <u>Mission Description and Budget Item Justification</u></p> <p>This project provides support in three basic areas: personnel and related support costs; funding to meet fluctuation costs and contract terminations; and assistance required to fund support service contracts.</p> <p>Personnel and related support costs common to all BMDO projects include support of the Office of the Director, Ballistic Missile Defense Organization and his staff located within the Washington, D.C. area, as well as BMDO's Executing Agents within the US Army Space & Strategic Defense Command, U.S. Army PEO Air and Missile Defense, U.S. Navy PEO for Theater Air Defense, SAF\AQP, and the Joint National Test Facility. This project supports funding for overhead/indirect personnel costs, benefits, and infrastructure costs such as rents, utilities, supplies, etc.</p> <p>The BMDO prioritizes funding within this project to meet operational, contractual, and statutory fiscal requirements. Operational requirements include reimbursable services acquired through the Defense Business Operating Fund (DBOF), such as accounting services provided by the Defense Finance and Accounting Service (DFAS). Contractual requirements include reserves for special termination costs on designated contracts and provisions for terminating other programs as required. BMDO has additional requirements to provide for foreign currency fluctuations on its limited number of foreign contracts. Finally, statutory requirements include funding for charges to cancelled appropriations in accordance with Public Law 101-510.</p> <p>Assistance required to support BMDO overhead management functions is contained in this project. This assistance ranges from operational contracts to fully support functions such as ADP operations, Access control offices, and graphics support, to supportive efforts required, as well as to supplement the BMDO government personnel. Typical efforts include cost estimating, security management, contracts management, strategic relations management and information management. These efforts include assessment of technical project design, development and testing, test planning, assessment of technology maturity and technology integration across BMDO projects; and support of design reviews and technology interface meetings. Program control tasks include assessment of schedule, cost, and performance, with attendant documentation of the many related programmatic issues. The requirement for this area is based on most economical and efficient utilization of contractors versus government personnel.</p> <p>The FY 1996 Defense Authorization Act eliminates the management program element effective with the FY 1997 President's Budget submission. This overhead management and indirect program support funding has been realigned in accordance with Public Law 104-106.</p> <p>This project is assigned to the Budget Activity and Program Element codes as identified in this descriptive summary in accordance with existing Department of Defense policy. It further provides an audit trail for FY 1995 and FY 1996 management account funding.</p>										
Project 4000			Page 1 of 3 Pages				Exhibit R-2 (PE 0605218C)			

UNCLASSIFIED

RDT&E BUDGET ITEM JUSTIFICATION SHEET (R-2 Exhibit)		DATE February 1997																		
BUDGET ACTIVITY 6 - Management and Support	PE NUMBER AND TITLE 0605218C Ballistic Missile Defense	PROJECT 4000																		
<p><u>FY 1996 (\$ in Thousands)</u></p> <ul style="list-style-type: none"> - \$ Provided management and support for overhead/indirect fixed costs such as civilian payroll, travel, rents & utilities and supplies. - \$ The funding provided by this project has enabled the executing agents to centralize funding and management of these common and recurring operating and infrastructure costs. - \$ Products were generated on a continuing basis. - \$0 Total <p><u>FY 1997 (\$ in Thousands)</u></p> <ul style="list-style-type: none"> - \$ This project has no funding in FY 1997 under this PE. - \$0 Total <p><u>FY 1998 (\$ in Thousands)</u></p> <ul style="list-style-type: none"> - \$ This project has no funding in FY 1998 under this PE. - \$0 Total <p><u>FY 1999 (\$ in Thousands)</u></p> <ul style="list-style-type: none"> - \$ This project has no funding in FY 1999 under this PE. - \$0 Total <p><u>B. Program Change Summary (\$ in Thousands)</u></p> <table style="width:100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th align="center"><u>FY 1996</u></th> <th align="center"><u>FY 1997</u></th> <th align="center"><u>FY 1998</u></th> <th align="center"><u>FY 1999</u></th> <th align="center"><u>Total</u> <u>Cost</u></th> </tr> </thead> <tbody> <tr> <td>Previous President's Budget</td> <td align="right">146,530</td> <td align="right">0</td> <td align="right">0</td> <td align="right">0</td> <td align="right">146,530</td> </tr> <tr> <td>Current Budget Submit/President's Budget</td> <td align="right">158,748</td> <td align="right">0</td> <td align="right">0</td> <td align="right">0</td> <td align="right">158,748</td> </tr> </tbody> </table> <p>Change Summary Explanation:</p> <p style="padding-left: 20px;">Funding: Funding reduced in conjunction with congressional direction to eliminate program growth; management costs realigned to technical program elements effective with FY 1997.</p> <p style="padding-left: 20px;">Schedule: None</p>				<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>Total</u> <u>Cost</u>	Previous President's Budget	146,530	0	0	0	146,530	Current Budget Submit/President's Budget	158,748	0	0	0	158,748
	<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>Total</u> <u>Cost</u>															
Previous President's Budget	146,530	0	0	0	146,530															
Current Budget Submit/President's Budget	158,748	0	0	0	158,748															
Project 4000	Page 2 of 3 Pages	Exhibit R-2 (PE 0605218C)																		

RDT&E BUDGET ITEM JUSTIFICATION SHEET (R-2 Exhibit)	DATE February 1997
--	------------------------------

BUDGET ACTIVITY 6 - Management and Support	PE NUMBER AND TITLE 0605218C Ballistic Missile Defense	PROJECT 4000
--	--	------------------------

Technical: None

C. Other Program Funding Summary (\$ in Thousands)

<u>FY 1996</u>	<u>FY 1997</u>	<u>FY 1998</u>	<u>FY 1999</u>	<u>FY 2000</u>	<u>FY 2001</u>	<u>FY 2002</u>	<u>FY 2003</u>	<u>To Compl</u>	<u>Total Cost</u>
----------------	----------------	----------------	----------------	----------------	----------------	----------------	----------------	---------------------	-----------------------

D. Schedule Profile

	<u>FY 1996</u>			<u>FY 1997</u>			<u>FY 1998</u>		<u>FY 1999</u>	
1	2 3	4	1	2 3	4	1	2 3	4	1	2 3 4