PM JS Strategic Planning Integration
(Improve Coordination, Communication, Partnerships/Leveraging Opportunities between Strategic Plans)

Collective Vision of Strategic Plans

Four Overarching Goals

**Balance Capabilities with Cost and Risk**
Ensure required core capabilities are available to support current Joint Warfighter requirements at an affordable price and acceptable risk

**Modernize/Establish Required Capabilities**
Modernize or establish required capabilities through investment or incentive to support current and future Joint Warfighter requirements at affordable cost while synchronizing with total system improvements

**Transform to Meet Future Requirements**
Transform management strategies, processes and tools for life-cycle support to future Joint Warfighter requirements

**Continuously Improve Effectiveness and Efficiency**
Continuously evaluate and improve effectiveness and efficiency through customer and stakeholder involvement, data driven analysis, and effective communication

Implements Overall Effectiveness and Efficiency

Mission/Business Process Matrix

<table>
<thead>
<tr>
<th>GOAL VS GOAL MATRIX</th>
<th>PM Demil G1 Reduce the demil Stockpile</th>
<th>PM Demil G2 Emphasize closed disposal</th>
<th>PM Demil G3 Implement R3 when economically viable</th>
</tr>
</thead>
<tbody>
<tr>
<td>LS G1 - Balance capabilities with cost and risk (Ensure required core capabilities are available to support current Joint Warfighter requests at affordable price &amp; acceptable risk; Optimize logistics network strategy - balance capabilities of regional distribution, contingency outbounding &amp; ammo storage)</td>
<td>R</td>
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<tr>
<td>LS G2 - Modernize/establish required capabilities (Modernize or establish required capabilities through investment or incentive to support current Joint Warfighter requests at affordable cost while synchronizing with total system improvements)</td>
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<tr>
<td>LS G3 - Transform to meet future requests (Transform management strategies, processes &amp; tools for life-cycle support to future Joint Warfighter requests; Focus depot network based on future training &amp; out basic requests of Warfighter &amp; provide transition strategies to place stocks &amp; capital assets in optimum positions)</td>
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</tbody>
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SMCA Industrial Base Strategic Plan
JMC Integrated Log Strategy Playbook
PM JS Ammo Logistics R&D Strategic Plan
PM Demilitarization Strategic Plan
JOCG Joint Conventional Ammunition Policies and Procedures (JCAPPs) replace DoD Manual 5160.65-M.

- Jointly developed guidance for SMCA and Military Services to execute responsibilities in support of the SMCA mission.
- 15 JCAPPs align with life-cycle management responsibilities described in DoDI 5160.68.

Transition Management
- Developed Transition Process Map
- Established Transition Management Teams
- Created draft Transition Plan format

Preliminary Areas of Concern/Lessons Learned
- Transition Planning Mechanics
- Transition Process Deterioration Over Time
New Demilitarization Law Effective FY2007
Resource Recovery and Recycling (R3)

**BEFORE**
1. Installations execute demilitarization.
2. Salvageable material sold.
3. Proceeds sent to US Treasury.

**AFTER**
1. Installations execute demilitarization.
2. Salvageable material sold.
3. Proceeds reinvested into R3 Programs.

**THE LAW**
The Law allows the Army to sell recyclable munitions materials resulting from demil and to reinvest the proceeds into demil Resource Recovery and Recycling (R3).

**THE BENEFIT**
Estimate $2-3M annually to support Demil R3 Program execution, RDTE and APE.
Modernization Approach

- Implement SMCA Industrial Base Strategic Plan Goal #4: “Modernize Required Manufacturing & Logistics Capacity”
  - Key Strategies:
    - Identify, consolidate and prioritize production deficiencies, aligning with Joint Warfighter needs
    - Establish robust modernization funding lines
    - Establish Science Based Production methodologies at critical Single Point Failure locations
- Objectives:
  - Increase Manufacturing Readiness to Meet Current and Future Requirements
  - Reduce AAP Operating Costs & Footprint
  - Effectively and Efficiently Meet POM Requirements
- Plan and Resource by “Capability Sectors”:
  - Propellants; Explosives; Small Caliber; Metal Parts; Load, Assemble & Pack (LAP)
- Categorize into “Critical” and “Essential” Modernization
  - Critical: Investment Necessary to Avoid Significant Supply Disruptions or to Provide an Immediate and Essential Improvement to Operating Efficiencies
  - Essential: Investment Necessary to Minimize Operating Costs, Reduce Operating Footprint, Reduce Operating Inefficiencies and Minimize Supply Disruption Risk

$153.8M For FY07 Industrial Base Modernization Efforts
General Purpose Bomb Requirements

- Reduced Service Training Requirements
- Challenge to maintain a viable supply chain and production base