AMMO FUNDING

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Army G8 / FDX Munitions Division

February 2010
How Ammo Works

G3

- COMBAT REQUIREMENTS
- TRAINING REQUIREMENTS
- DAMO-TRA
- AMMO REQUIREMENTS

G4/USAMC/ASA(ALT)

- Logistical Functions
- OCONUS TRANS
- CONUS TRANS
- RECEIPT/ISSUE
- STORAGE
- INSPECTION
- INVENTORY
- MAINTENANCE
- REWAREHOUSING
- SURETY MATERIEL
- DEMIL

G8

- PROGRAMMING AND ANALYSIS OF EXECUTABLE PROGRAMS

MACOMs/USAMC

- Ammo Stockpile
  - War Reserves
  - Training
  - Testing

USAMC/PEO AMMO

- Procurement Functions
  - Industrial Base (Overhead)
  - Ammo Production (Rounds)

How Ammo Works

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Ammunition Categories

WAR RESERVE
UNIQUE
(not drawn down)
APPROX 60 ITEMS
(DU tank rds, DPICM & ext range rds, AP rounds)

TRAINING
STANDARD
WR USABLE FOR TNG
APPROX 110 ITEMS
(155mm HE, smoke, Illum, Mortars, sm Arms, pyro, demo)

TRAINING
UNIQUE
APPROX 50 ITEMS
(Simulators, sub-caliber, Blanks, tank Ammo, range/Environment Safe ammo)

WARFIGHT

PROCURED
CUMULATIVELY

PROCURED
ANNUALLY

TRAINING

TRAINING
STANDARD
WR USABLE FOR TNG
APPROX 110 ITEMS
(155mm HE, smoke, Illum, Mortars, sm Arms, pyro, demo)
Total Ammunition (PAA) Picture

- Non-ammo BOSs
- Demil (SS)
- Other FD (EE) BOSs
- Production Base
- War Reserve
- Training

Ammo BOS

Total Ammunition (PAA) Picture

Production Base

02/08/2010/CHRANS/DAPR-FDX/604-7233
What is PAA?

(Procurement of Ammunition, Army)

Two Activities:

• Activity 1 - Ammunition
  • Training/Test Ammo
  • War Reserve Fill
  • Hydra Rockets Training Ammo
  • War Reserves/Modernization

FY10 $1,732M
  • $1,125M - Ammo BOS
  • $343M - Ammo BOS.
  • $100M - Aviation BOS
  • $164M - Other FD BOSs.

• Activity 2 - Prod Base Support
  • Industrial Facilities
  • ARMS
  • Demil

$319M
  • $170M - Ammo BOS.
  • $3M - Ammo BOS.
  • $146M - SS PEG / G-4

• TOTAL $2051M

Supplemental $371M
What is Ammo BOS?

Three Major Decision Packages (MDEPs)

FY 10$$

1. RE01  TRAINING AMMO  $1125M
2. RE06  WAR AND OPS AMMO  $ 343M
3. RE04  PRODUCTION BASE  $ 173M

TOTAL  $1641M

• Does not include non-Ammo BOS items (Hydra Rockets, Excaliber, M829A3, etc. in RE01 Or RE06, and does not include Demil in RE04)
## AMMO FUNDING
### FY10 Base Budget

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<tr>
<th>Root</th>
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<th>Delta</th>
<th>Reason for Delta</th>
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# AMMO FUNDING
## FY09 Base Budget Request

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Ongoing Budget Actions

• FY11 Base Budget and Overseas Contingency Operations (OCO) Requests at Congress (last week – hopefully)

• Currently building FY12-17 POM and 12 OCO

• Incorporating changes based on SECDEF decisions on programs

• Quadrennial Defense Review underway

• Impacts of Cluster Munitions policy

• Army evaluating ARFORGEN impact to training
Ammo Procurement Summary

Ammo Funding is a Balancing Act
- Training
  - Provide enough ammo for units to train
  - Buy enough ammo to replenish what is expended
- War and Operations
  - SUSTAIN SOLDIERS IN CURRENT OPERATIONS
  - Replenish stocks expended in operations
  - Build/Replenish War Reserve stocks
  - Modernize stocks in the process
- Industrial Base
  - Replace/Upgrade/Repair organic capabilities
  - Transition to efficiency upgrades
  - Ramp down production to avoid sharp changes