

COMMITTEE LANGUAGE FOR FISCAL YEAR 2003

**MH-60R
ACCOUNT: APN**

PRESBUD	HASC	SASC	CASC	HAC	SAC	CAC
86,871	86,871	91,871	91,871	86,871	91,871	90,400

**MH-60R (AP-CY)
ACCOUNT: APN**

PRESBUD	HASC	SASC	CASC	HAC	SAC	CAC
29,341	29,341	29,341	29,341	29,341	29,341	29,341

**MH-60S (MYP)
ACCOUNT: APN**

PRESBUD	HASC	SASC	CASC	HAC	SAC	CAC
(15)284,155	(19)372,155	(15)284,155	(15)284,155	(15)279,155	(15)284,155	(15)279,155

**MH-60S (AP-CY)
ACCOUNT: APN**

PRESBUD	HASC	SASC	CASC	HAC	SAC	CAC
88,000	88,000	88,000	88,000	88,000	78,000	78,000

**SH-60 SERIES
ACCOUNT: APN**

PRESBUD	HASC	SASC	CASC	HAC	SAC	CAC
15,419	70,419	15,419	15,419	15,419	24,419	21,719

HASC LANGUAGE (Rpt. 107-436)

Page 55, Aircraft Procurement, Navy

7	UH-1Y/AH-1Z	-	-	-	-	-	-
8	MH-60S (MYP)	15	348,367	4	88,000	19	436,367
8	MH-60S (MYP)	-	(64,212)	-	-	-	(64,212)
9	MH-60S (MYP)	-	-	-	-	-	-
9	MH-60S (MYP)	-	88,000	-	-	-	88,000
10	MH-60R	-	86,871	-	-	-	86,871
11	MH-60R	-	29,341	-	-	-	29,341
12	E-2C (EARLY WARNING) HAWKEYE (MYP)	5	435,242	-	-	5	435,242
AIRLIFT AIRCRAFT							
14	MH-60S (MYP)	-	-	-	-	-	-
14	MH-60S (MYP)	-	-	-	-	-	-
15	MH-60S (MYP)	-	-	-	-	-	-
16	LC-35	-	-	1	8,300	1	8,300

31	SH-60 SERIES	15,419	55,000	70,419
	Link 16		[+55,000]	[+85,000]

H-60 series modifications

The budget request contained \$15.4 million for H-60 series modifications, but included no funds for the H-60 link 16 upgrade. The committee understands that the link 16 upgrade is required in the Navy's H-60 series helicopters to provide situational awareness to the aircraft and the warfare commander of crucial and time critical information for strike operations and defense within an area of responsibility, and notes that the Chief of Naval Operations has included the H-60 link 16 upgrade among his unfunded priorities for fiscal year 2003. Consequently, the committee recommends \$70.4 million for H-60 series modifications, an increase of \$55.0 million, for the H-60 link 16 upgrade.

MH-60S

The budget request contained \$284.2 million for 15 MH-60S helicopters and \$88.0 million for advance procurement of 13 MH-60S helicopters in fiscal year 2004. The MH-60S helicopter's primary mission will be organic airborne mine countermeasures; however, it will also replace the H-46D for the Navy's helicopter combat support missions including vertical replenishment, cargo and personnel transfer, and search and rescue. The committee understands that the aging H-46D helicopter is increasingly expensive to operate, and that, because of its diminished availability, the Navy's inventory of combat support helicopters is 24 less than required to sustain its battle group combat support needs. The committee also notes that the Chief of Naval Operations has identified additional MH-60S helicopters among his top four unfunded priorities for fiscal year 2003. The committee believes that the aging H-46D fleet should be retired as soon as practical, and recommends \$372.2 million, an increase of \$88.0 million for four additional MH-60S helicopters and for advance procurement of long-lead components for five additional helicopters in fiscal year 2004.

SASC LANGUAGE (Rpt. 107-151)

8	MH-60S (MYP)	15	284,155	0	0	15	284,155
9	ADVANCE PROCUREMENT (CY)	0	88,000	0	0	0	88,000
10	MH-60R	0	86,871	0	5,000	0	91,871
	Airborne low frequency sonar (ALFS) nonrecurring costs				[5,000]		
11	ADVANCE PROCUREMENT (CY)	0	29,341	0	0	0	29,341
12	E-2C (EARLY WARNING) HAWKEYE (MYP)	5	267,851	0	0	5	267,851

27	H-53 SERIES	0	18,411	0	0	0	18,411
30	H-53 SERIES	0	22,517	0	0	0	22,517
31	SH-60 SERIES	0	15,419	0	0	0	15,419
32	H-1 SERIES	0	1,825	0	0	0	1,825

Airborne low frequency sonar

The budget request included \$86.9 million to pay for various non-recurring charges and production support items for the MH-60R helicopter program. The budget does not include any such funding for the AN/AQS-22 airborne low frequency sonar (ALFS), a dipping sonar system that will be part of the MH-60R helicopter's equipment. The Navy competitively selected ALFS to outfit the MH-60R fleet. The Navy intends to use the MH-60R to replace two helicopters:

(1) the SH-60R, which currently fills needs for antisubmarine warfare capability on cruisers, destroyers and frigates; and (2) SH-60F, which performs similar functions and provides other administrative support to aircraft carriers.

The Navy plans to begin production of the MH-60R helicopter in fiscal year 2004. There is a requirement for non-recurring funds in fiscal year 2003 to redesign circuit card assemblies to eliminate obsolete parts, upgrade power amplifiers, and qualify a second source for the ALFS cable. Such efforts could lead to significant reductions in total life cycle costs. Therefore, the committee recommends an increase of \$5.0 million to pay for non-recurring activities to support ALFS production in fiscal year 2004.

CASC LANGUAGE (Rpt. 107-772)

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8	MH-60S (MYP)	15	284,155	19	372,155	15	284,155	15	284,155
9	MH-60S (MYP) ADVANCE PROCUREMENT (CY)		88,000		88,000		88,000		88,000
10	MH-60R		86,871		86,871		91,871	5,000	91,871
	Airborne low frequency sonar (ALFS) nonrecurring costs						[5,000]	[5,000]	
11	MH-60R ADVANCE PROCUREMENT (CY)		29,341		29,341		29,341		29,341

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- 14 MH-60S (MYP)
- 15 MH-60S (MYP) ADVANCE PROCUREMENT (CY)

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31	SH-60 SERIES		15,419		70,419		15,419		15,419
	Link 16				[55,000]				

Contains no language.

HAC LANGUAGE (Rpt. 107-532)

Page 125, Aircraft Procurement, Navy

6	AH-1W (HELICOPTER) SEA COBRA				U		U		U
8	MH-60S (MYP)				284,155		279,155		-5,000
	Support Cost Growth								-5,000
16	UC-35				0		8,300		+8,300

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V-22 (MEDIUM LIFT) (AP-CY)	---	60,298	---	60,298	---	---
MH-60S (MYP)	15	284,155	15	279,155	---	-5,000
MH-60S (MYP) (AP-CY)	---	88,000	---	88,000	---	---
MH-60R	---	86,871	---	86,871	---	---
MH-60R (AP-CY)	---	29,341	---	29,341	---	---

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H-53 SERIES	---	22,517	---	29,517	---	+7,000
SH-60 SERIES	---	15,419	---	15,419	---	---
H-1 SERIES	---	1,825	---	8,825	---	+7,000
RD-1 SERIES	---	28,084	---	20,584	---	-7,500

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CH-60S COMMON COCKPIT MULTI-YEAR PROCUREMENT

The Committee notes that the CH-60S helicopter is being procured under two separate acquisition plans. The basic air vehicle is being procured under a cost effective multi-year contract, while the CH-60S cockpit avionics and other components are being procured on an annual basis. The Navy may be able to realize additional costs savings through a multi-year procurement of the aircraft cockpit equipment as well. The Committee urges the Department of the Navy to thoroughly examine the business case for multi-year procurement of the MH-60S helicopter cockpits and if warranted by the analysis, submit a request for multi-year procurement of said cockpits as part of the fiscal year 2004 budget re-quest.

SAC LANGUAGE (Rpt. 107-213)

Page 112, Aircraft Procurement, Navy

5	V-22 (MEDIUM LIFT) (AP-CY)	---	60,298	---	60,298	---	51,098	---	-9,200	---	-9,200
8	MH-60S (MYP)	15	284,155	15	279,155	15	284,155	---	+5,000	---	+5,000
9	MH-60S (MYP) (AP-CY)	---	88,000	---	88,000	---	78,000	---	-10,000	---	-10,000
10	MH-60R	---	86,871	---	86,871	---	91,871	---	+5,000	---	+5,000
11	MH-60R (AP-CY)	---	29,341	---	29,341	---	29,341	---	---	---	---
12	E-2C (EARLY WARNING) HAWKEYE (MYP)	---	267,851	---	267,851	---	253,351	---	-14,500	---	-14,500

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30	H-53 SERIES	---	22,517	---	29,517	---	22,517	---	---	---	-7,000
31	SH-60 SERIES	---	15,419	---	15,419	---	24,419	---	+9,000	---	+9,000
32	H-1 SERIES	---	1,825	---	8,825	---	1,825	---	---	---	-7,000

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9	MH-60S ADVANCE PROCUREMENT (CY)	---	88,000	---	78,000	---	---	---	-10,000	---	-10,000
	Excessive unit cost growth	---	---	---	---	---	---	---	-10,000	---	-10,000
10	MH-60R	---	86,871	---	91,871	---	---	---	+5,000	---	+5,000
	AQS-22 Airborne Low Frequency Sonar (ALFS)	---	---	---	---	---	---	---	+5,000	---	+5,000
12	E-2C (EARLY WARNING) HAWKEYE (MYP)	---	267,851	---	253,351	---	---	---	-14,500	---	-14,500

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	Night targeting system	+ 6,000
31	SH-60 SERIES	15,419	24,419	+ 9,000
	Integrated mechanical diagnostics	+ 9,000
34	FP-3 SERIES	26 061	53 561	+ 27 500

Contains no language.

CAC LANGUAGE (Rpt. 107-732)

Page 172, Aircraft Procurement, Navy

MH-60S (MYP)	284,155	279,155	284,155	279,155
MH-60S (MYP) (AP-CY)	88,000	88,000	78,000	78,000
MH-60R	86,871	86,871	91,871	90,371
MH-60R (AP-CY)	29,341	29,341	29,341	29,341

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H-53 SERIES	22,517	29,517	22,517	28,517
SH-60 SERIES	15,419	15,419	24,419	21,719
H-1 SERIES	1,825	8,825	1,825	5,825

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Authorized Level			-9,200	-18,400
8 MH-60S (MYP)	284,155	279,155	284,155	279,155
Support Cost Growth		-5,000		-5,000
9 MH-60S Advanced Procurement (CY)	88,000	88,000	78,000	78,000
Excessive unit cost growth			-10,000	-10,000
10 MH-60R	86,871	86,871	91,871	90,371
AQS-22 Airborne Low Frequency Sonar (ALFS)			+5,000	+3,500
13 H-1 SERIES	1,825	8,825	1,825	5,825

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	Budget	House	Senate	Conference
31 SH-60 SERIES	15,419	15,419	24,419	21,719
Integrated Mechanical Diagnostics			+9,000	+6,300
32 H-1 SERIES	1,825	8,825	1,825	5,825

Contains no language.