

COMMITTEE LANGUAGE FOR FISCAL YEAR 1999

V-22 (MEDIUM LIFT)

ACCOUNT: APN

PRESBUD	HNSC	SASC	CASC	HAC	SAC	CAC
(7) 671,428	(8)735,428	(7) 671,428	(8)749,428	(8)756,928	(7) 671,428	(7)671,428

V-22 (MEDIUM LIFT) ADVANCE PROCUREMENT (CY)

ACCOUNT: APN

PRESBUD	HNSC	SASC	CASC	HAC	SAC	CAC
54,020	54,020	54,020	54,020	54,020	54,020	-----

V-22A

ACCOUNT: RDT&E, Navy

PRESBUD	HNSC	SASC	CASC	HAC	SAC	CAC
355,142	355,142	355,142	355,142	355,142	355,142	-----

CV-22 SOF MODS

ACCOUNT: Procurement, Defense Wide

PRESBUD	HNSC	SASC	CASC	HAC	SAC	CAC
3,983	-----	3,983	3,983	3,983	3,983	-----

V-22 OSPREY

ACCOUNT: Advance Procurement, Air Force

PRESBUD	HNSC	SASC	CASC	HAC	SAC	CAC
22,276	-----	22,276	22,276	22,276	22,276	-----

HNSC LANGUAGE (Rpt. 105-532)

(Page 19-20)

DIVISION A—DEPARTMENT OF DEFENSE AUTHORIZATION

TITLE I—PROCUREMENT

OVERVIEW

The fiscal year 1999 procurement budget request continues the Department's pattern of neglecting long-term modernization of aging equipment to pay for near-term readiness- and personnel-related shortfalls. Although the \$48.7 billion request finally grows modestly in real terms for the first time in 13 years, it is nevertheless \$2.0 billion less than was projected to be just

a year ago, and the forecast for fiscal year 2000 is an additional \$2.9 billion below last year's forecast. Additionally, the request has been artificially inflated by the inclusion of items not traditionally funded in procurement accounts, such as strategic sealift.

However, the committee is pleased the Department has finally "turned the corner" on procurement spending after having established a pattern of promising year-after-year to do so, only to back-track from its commitment each succeeding year. The committee has added \$15.0 billion to the procurement accounts over the past three fiscal years and, despite the severe fiscal limitations, for a fourth consecutive year, it was able to continue its own established pattern of increasing these accounts. The following increases are of note:

[In millions of dollars]

Army:	
UH-60 blackhawk-	\$66.4
ARL-	35.0
Kiowa warrior safety mods-	16.0
Javelin-	20.0
MLRS launchers-	50.0
Bradley base sustainment-	75.0
Ammunition-	44.6
HMMWV-	10.0
Shortstop-	15.0
Navy/Marine Corps:	
V-22-	78.0
JPATS-	12.2
KC-130J-	112.4
EA-6B modifications-	39.0
Ammunition-	25.0
LCAC SLEP-	16.0
CEC-	35.0
Air Force:	
F-16-	60.0
Joint stars advance procurement-	72.0
Global hawk unmanned aerial vehicle-	32.5
F-15 modifications-	45.0
TCAS/EGPWS navigation safety modifications-	50.0
B-2 post production support-	86.0
Minuteman III modifications-	23.0
Theater deployable communications-	20.0
National Guard and Reserve:	
Various equipment items-	300.0
WC-130J-	59.7
EC-130J-	51.5
C-130J-	174.0

(Page 61 - Aircraft Procurement, Navy)

V 22

The budget request contained \$610.8 million to procure 7 V 22 tiltrotor aircraft and \$54.0 million for advance procurement of 10 aircraft in fiscal year 2000. The committee continues to support accelerated V 22 procurement and endorses the Quadrennial Defense Review's (QDR) recommendation to achieve a long-term production rate of 30 aircraft per year by 2004.

Additionally, the committee notes that the procurement of an additional MV 22 aircraft in fiscal year 1999 is the Commandant of the Marine Corps' highest unfunded aviation acquisition

priority. However, the committee also notes excessive cost growth for peculiar ground support equipment. Therefore, consistent with its prior actions, the recommendations of the QDR, and the Commandant of the Marine Corps' unfunded priorities for fiscal year 1999, the committee recommends an increase of \$78.0 million to procure one additional aircraft. The committee also recommends a decrease of \$14.0 million for peculiar ground support equipment, resulting in a net increase of \$64.0 million.

(Page 92 - Aircraft Procurement, Air Force)

TITLE I - PROCUREMENT						
(Dollars in Thousands)						
PROGRAM TITLE	FY 1999 AUTHORIZATION - REQUEST -		FY 1999 CTME CHANGE FROM REQUEST		FY 1999 COMMITTEE RECOMMENDATION	
	QUANTITY	COST	QUANTITY	COST	QUANTITY	COST
OTHER AIRCRAFT						
HELICOPTERS						
016 HH-60G	-	-	-	-	-	-
017 V-22 OSPREY	-	22,278	-	(22,278)	-	-
MISSION SUPPORT AIRCRAFT						
018 CIVIL AIR PATROL A/C	27	2,619	-	-	27	2,619
019 SMALL VCX	-	-	-	-	-	-
020 C-32A	2	180,901	-	-	2	180,901
021 DRUG INTERDICTION	-	-	-	-	-	-
OTHER AIRCRAFT						
022 E-8C	2	578,209	-	(13,000)	2	565,209
022 LESS: ADVANCE PROCUREMENT (PY)	-	(115,158)	-	-	-	(115,158)
023 ADVANCE PROCUREMENT (CY)	-	-	-	72,000	-	72,000
024 PREDATOR UAV	15	114,492	-	-	15	114,492
024A GLOBAL HAWK	-	-	-	32,500	-	32,500
TOTAL OTHER AIRCRAFT		763,339		66,224		832,563

(Page 95-96 - Aircraft Procurement, Air Force)

CV 22

The budget request contained \$22.3 million for advance procurement of a CV 22 weapons system trainer. The CV 22 is a Special Operations Forces variant of the V 22 tiltrotor aircraft. The Air Force plans to procure and field 50 CV 22 aircraft and associate support equipment for the United States Special Operations Command (USSOCOM). The Air Force also plans to fund 85 percent of the procurement costs for CV 22 training systems with USSOCOM funding the remaining 15 percent. According to the budget justification material for the CV 22 weapons system trainer, it requires a three-year lead time for delivery, requiring procurement funding to begin in fiscal year 1999 in order to support a ready-for-training date of September 2002. The committee is unaware of any previous weapons system trainer of such complexity as to necessitate advance procurement funds two years prior to the request for full funding of the weapons system it supports. Consequently, the committee believes these funds can be deferred until fiscal year 2000 and recommends no authorization for this purpose. Likewise, the committee recommends no funds for CV 22 modifications in the Defense-wide Procurement account, a decrease of \$4.0 million.

(Page 116 - Procurement, Defense-Wide)

SPECIAL OPERATIONS COMMAND					
AVIATION PROGRAMS					
041	RADIO FREQUENCY MOBILE ELECTRONIC TEST SET	-	-	-	-
042	SOF ROTARY WING UPGRADES	46,990	6,500	-	53,490
043	SOF TRAINING SYSTEMS	8,053	-	-	8,053
044	CV-22 SOF MODIFICATION	3,983	(3,983)	-	-
045	MC-130H COMBAT TALON II	18,985	-	-	18,985
046	AC-130U GUNSHIP ACQUISITION	28,600	-	-	28,600
047	C-130 MODIFICATIONS	58,359	-	-	58,359
048	OH-6 PROCUREMENT & MODIFICATIONS	-	-	-	-
049	AIRCRAFT SUPPORT	878	-	-	878
	SHIPBUILDING	-	-	-	-
050	PC,CYCLONE CLASS	-	-	-	-

(Page 328 - Title IX Department of Defense Organization and Management - Legislative Provisions)

SECTION 909--CONSULTATION WITH COMMANDANT OF THE MARINE CORPS REGARDING MARINE CORPS AVIATION

The committee is aware that, due to the unique relationship between the Secretary of the Navy and the Commandant of the Marine Corps, the Commandant has sometimes not been fully consulted on matters related to Marine Corps aviation programs, which are funded in the Navy Aircraft procurement and research, development, test and evaluation accounts. The committee is concerned that this arrangement may be leading to situations where critical decisions affecting the core combat capability of the Marine Corps may be made without the benefit of the input or the perspective of the Commandant, as may have occurred with the decision on how to proceed with depot maintenance support for the V 22 engine. Therefore, the committee recommends a provision (sec. 909) that would require the Secretary of the Navy to ensure that the views of the Commandant of the Marine Corps' are obtained before a major acquisition decision is made on Marine Corps aviation matters. The committee notes that this provision is not intended to provide a mechanism by which the Commandant may block the ability of the Secretary of the Navy to proceed with a particular acquisition decision. Rather, the provision is intended to ensure that the Commandant's expertise and important perspective is taken fully into account when acquisition decisions are made that affect Marine Corps aviation.

SASC LANGUAGE (Rpt. 105-189)

(Page 80 - Navy Shipbuilding and Conversion)

LHD 8 advance procurement

The Navy's current plan is to conduct a service life extension program (SLEP) overhaul on the Tarawa class amphibious assault (LHA) ships when they reach the 35 year point in their operating life. The SLEP would provide another 15 years of life at a cost of nearly \$1.0 billion per SLEP. The SLEP would extend the machinery operating life and provide communications upgrades. However, stability would remain a main concern and the LHA has limited capabilities to support 21st century littoral warfare systems such as the landing craft air cushion (LCAC) and MV-22.

(Page 89 - Aircraft Procurement, Air Force)

		Title I - Procurement					
		(Dollars in Thousands)					
LN	No. Title	Request		FY 1999 Change		Recommended	
		QTY	COST	QTY	COST	QTY	COST
13	WC-130 TRAINER AIRCRAFT OPERATIONAL TRAINERS		-	1	75,400		75,400
14	JPATS	19	107,086	3	9,100	22	116,186
15	TANKER, TRANSPORT, TRAINER SYSTEM OTHER AIRCRAFT HELICOPTERS		-		-		-
16	FH-60G		-		-		-
17	V-22 OSPREY		22,276		-		22,276

(Page 115 - Procurement, Defense-Wide)

CASC LANGUAGE (Rpt. 105-736)

(Page 409)

V-22

The budget request included \$610.8 million to procure seven V-22 tilt-rotor aircraft and \$54.0 million for advance procurement of 10 aircraft in fiscal year 2000.

The House bill would authorize a net increase of \$64.0 million, including an increase of \$78.0 million for the procurement of one additional aircraft and a decrease of \$14.0 million for particular ground support equipment.

The Senate amendment would authorize the budget request.

The conferees agree to authorize an increase of \$78.0 million for the procurement of one additional aircraft.

		Title I - Procurement					
		(Dollars in Thousands)					
LN	No. Title	Request		FY 1999 Change		Recommended	
		QTY	COST	QTY	COST	QTY	COST
33	C41		22,827	-	-		22,827
34	HAWK BN/C3 MODS		-	-	-		-
35	NAVY AREA TBDM PROGRAM NATIONAL IMAGERY AND MAPPING AGENCY DEFENSE COMMISSARY AGENCY	21	43,318	-	-	21	43,318
37	EQUIPMENT DEF THREAT RED & TREATY COMP AGCY		-	-	-		-
38	VEHICLES		134	-	-		134
39	OTHER MAJOR EQUIPMENT DEFENSE SECURITY ASSISTANCE AGENCY		29,029	-	-		29,029
40	OTHER MAJOR EQUIPMENT SPECIAL OPERATIONS COMMAND AVIATION PROGRAMS		73	-	-		73
41	RADIO FREQUENCY MOBILE ELECTRONIC TEST SET		-	-	-		-
42	SOF ROTARY WING UPGRADES		46,990	-	-		46,990
43	SOF TRAINING SYSTEMS		6,053	-	-		6,053
44	CV-22 SOF MODIFICATION		3,983	-	-		3,983
45	MC-130H COMBAT TALON II		18,985	-	-		18,985
46	AC-130U GUNSHIP ACQUISITION		28,600	-	-		28,600
47	C-130 MODIFICATIONS		58,359	-	-		58,359
48	OH-6 PROCUREMENT & MODIFICATIONS		-	-	-		-
49	AIRCRAFT SUPPORT		878	-	-		878

HAC LANGUAGE (Rpt. 105-591)

(Pages 121-122 - Aircraft Procurement, Navy)
V-22 (MEDIUM LIFT)

The Navy requested \$610,766,000 to procure 7 V-22 aircraft. The Committee recommends \$696,266,000, an increase of \$85,500,000 and 1 aircraft. This includes \$78,000,000 for 1 additional aircraft as recommended in the House-passed authorization bill, and an increase of \$7,500,000 to address support equipment shortfalls. Without additional funds for support equipment in this fiscal year, the first two scheduled V-22 deployments will not have any intermediate level maintenance capability, jeopardizing the mission-capable rates of the aircraft for an extended period of time.

(Page 150 - Aircraft Procurement, Air Force)

(IN THOUSANDS OF DOLLARS)

	BUDGET REQUEST QTY	AMOUNT	COMMITTEE RECOMMENDED QTY	AMOUNT	CHANGE FROM REQUEST QTY	AMOUNT
AIRCRAFT PROCUREMENT, AIR FORCE						
COMBAT AIRCRAFT						
STRATEGIC OFFENSIVE						
TACTICAL FORCES						
ADVANCED TACTICAL FIGHTER (F-22)	2	596,094	2	526,094	--	-70,000
ADVANCED TACTICAL FIGHTER (F-22) (AP-CY)	--	180,210	--	180,210	--	---
F-16 C/D (MYP)	--	---	2	80,000	+2	+80,000
TOTAL, COMBAT AIRCRAFT		785,304		776,304		-10,000
AIRLIFT AIRCRAFT						
TACTICAL AIRLIFT						
C-17 (MYP)	13	2,896,992	13	2,896,992	--	---
C-17 (MYP) (AP-CY)	--	303,800	--	303,800	--	---
EC-130J	--	---	1	51,800	+1	+51,800
TOTAL, TACTICAL AIRLIFT		3,200,792		3,251,592		+50,800
OTHER AIRLIFT						
C-130H	--	11,176	--	11,176	--	---
C-130J	1	63,782	4	237,782	+3	+174,000
WC-130	--	---	1	59,700	+1	+59,700
TOTAL, OTHER AIRLIFT		74,958		308,658		+233,700
TOTAL, AIRLIFT AIRCRAFT		3,275,750		3,560,250		+284,500
TRAINER AIRCRAFT						
OPERATIONAL TRAINERS						
JPTS	19	107,086	22	102,186	+3	-4,900
OTHER AIRCRAFT						
HELICOPTERS						
V-22 OSPREY	--	22,276	--	22,276	--	---

SAC LANGUAGE (Rpt. 105-200)

(Page 78 - Aircraft Procurement, Air Force)

AIRCRAFT PROCUREMENT, AIR FORCE						
COMBAT AIRCRAFT:						
STRATEGIC OFFENSIVE:						
B-1B (MYP)						
B-2A (MYP)						
TACTICAL FORCES:						
ADVANCED TACTICAL FIGHTER	2	595,094	2	595,094		
ADVANCED TACTICAL FIGHTER (AP-CY)		190,210		190,210		
F-15A						
F-15A (AP-CY)						
F-16 C/D (MYP)						
TOTAL, COMBAT AIRCRAFT		785,304		785,304		
AIRLIFT AIRCRAFT:						
TACTICAL AIRLIFT:						
C-17 (MYP)	13	2,596,992	13	2,596,992		
C-17 (MYP) (AP-CY)		303,500		303,500		
EC-130J						
OTHER AIRLIFT:						
C-130H		11,176		11,176		
C-130J	1	63,782		30,000	-1	-33,782
WC-130			1	75,400	+1	+75,400
TOTAL, AIRLIFT AIRCRAFT		2,975,450		3,017,068		+41,618
TRAINER AIRCRAFT: OPERATIONAL TRAINERS: JPATS	19	107,086	22	97,186	+3	-9,900
OTHER AIRCRAFT:						
HELICOPTERS: V-22 OSPREY		22,276		22,276		

[In thousands of dollars]

	Qty.	Budget estimate	Qty.	Senate allowance	Qty.	Senate compared to budget estimate
SPECIAL OPERATIONS COMMAND:						
AVIATION PROGRAMS:						
SOF ROTARY WING UPGRADES	46,990	.....	46,990	.....	.....
SOF TRAINING SYSTEMS	6,053	.....	6,053	.....	.....
CV-22 SOF MODIFICATION	3,983	.....	3,983	.....	.....
MC-130H COMBAT TALON II	18,985	.....	18,985	.....	.....
AC-130U GUNSHIP ACQUISITION	28,600	.....	28,600	.....	.....
C-130 MODIFICATIONS	58,359	.....	63,359	.....	+ 5,000
OH-6 PROCUREMENT & MODIFICATIONS
AIRCRAFT SUPPORT	878	.....	878	.....	.....

CAC LANGUAGE (Rpt. 105-746)

(Pages 15-16 – RDT&E, Navy)

For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment; \$8,636,649,000, to remain available for obligation until September 30, 2000: Provided, That funds appropriated in this paragraph which are available for the V-22 may be used to meet unique requirements of the Special Operation Forces: Provided further, That notwithstanding 10 U.S.C. 2366, none of the funds made available under this heading may be used to conduct system-level live-fire shock tests on the SSN-21 class of submarines unless the Commander-in-Chief of the United States Atlantic Command certifies in writing to the congressional defense committees that such testing must be conducted to meet operational requirements for those sub-marines.

(Page 115 – Aircraft Procurement, Navy)

AIRCRAFT PROCUREMENT, NAVY

The conference agreement on items addressed by either the House or the Senate is as follows:

[In thousands of dollars]

	Budget	House	Senate	Qty	Conference
AIRCRAFT PROCUREMENT, NAVY:					
AV-8B (V/STOL) HARRIER	282,713	279,513	282,713	12	279,513
F/A-18E/F (FIGHTER) HORNET	2,787,783	2,568,083	2,787,783	30	2,772,783
V-22 (MEDIUM LIFT)	610,766	696,266	610,766	7	610,766
CH-60	106,027	144,027	106,027	5	125,027
T-45TS (TRAINER) GOSHAWK	282,667	267,167	282,667	15	293,567
T-45TS (TRAINER) GOSHAWK (AP-CY)	60,159	60,159	8,000		8,000
KC-130J		112,400		2	112,400
EA-6 SERIES	75,735	114,735	80,735		95,735
AV-8 SERIES	99,109	112,409	99,109		86,509
F-14 SERIES	223,661	224,361	223,661		216,361
F-18 SERIES	198,049	211,149	198,049		194,149
AH-1W SERIES	22,394	27,894	33,394		27,894
H-1 SERIES	18,220	30,220	18,220		26,220
EP-3 SERIES	5,437	6,937	7,437		7,437
P-3 SERIES	268,633	341,033	279,133		291,633
S-3 SERIES	45,997	69,797	45,997		45,997
E-2 SERIES	91,502	96,502	91,502		93,502
CARGO/TRANSPORT A/C SERIES	27,179	27,179	38,179		27,179
E-6 SERIES	64,660	60,060	64,660		64,660
COMMON ECM EQUIPMENT	37,375	33,075	58,875		37,075
COMMON AVIONICS CHANGES	104,697	109,197	104,697		102,697
SPARES AND REPAIR PARTS	727,838	719,438	727,838		727,838
COMMON GROUND EQUIPMENT	330,952	315,552	333,952		321,952
AIRCRAFT INDUSTRIAL FACILITIES	13,753	11,953	13,753		11,953
ADVISORY AND ASSISTANCE SERVICES		- 15,394			- 15,394