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**Department of Defense
Fiscal Year (FY) 2013 President's Budget Submission**

February 2012



Defense Logistics Agency

Justification Book

Procurement, Defense-Wide

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Defense-Wide
FY 2013 President's Budget
Exhibit P-1 FY 2013 President's Budget
Total Obligational Authority
(Dollars in Thousands)

03 Jan 2012

Appropriation -----	FY 2011 Actuals -----	FY 2012 Base -----	FY 2012 OCO -----	FY 2012 Totals -----
Procurement, Defense-Wide	4,819	11,537		11,537
Total Defense-Wide	4,819	11,537		11,537

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Defense-Wide
FY 2013 President's Budget
Exhibit P-1 FY 2013 President's Budget
Total Obligational Authority
(Dollars in Thousands)

03 Jan 2012

Appropriation -----	FY 2013 Base -----	FY 2013 OCO -----	FY 2013 Totals -----
Procurement, Defense-Wide	9,575		9,575
Total Defense-Wide	9,575		9,575

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Defense-Wide
FY 2013 President's Budget
Exhibit P-1 FY 2013 President's Budget
Total Obligational Authority
(Dollars in Thousands)

03 Jan 2012

Organization: Procurement, Defense-Wide -----	FY 2011 Actuals -----	FY 2012 Base -----	FY 2012 OCO -----	FY 2012 Totals -----
Defense Logistics Agency, DLA	4,819	11,537		11,537
Total	4,819	11,537		11,537

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Defense-Wide
FY 2013 President's Budget
Exhibit P-1 FY 2013 President's Budget
Total Obligational Authority
(Dollars in Thousands)

03 Jan 2012

Organization: Procurement, Defense-Wide -----	FY 2013 Base -----	FY 2013 OCO -----	FY 2013 Totals -----
Defense Logistics Agency, DLA	9,575		9,575
Total	9,575		9,575

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Defense-Wide
 FY 2013 President's Budget
 Exhibit P-1 FY 2013 President's Budget
 Total Obligational Authority
 (Dollars in Thousands)

03 Jan 2012

Appropriation: Procurement, Defense-Wide

Budget Activity -----	FY 2011 Actuals -----	FY 2012 Base -----	FY 2012 OCO -----	FY 2012 Totals -----
01. Major equipment	4,819	11,537		11,537
Total Procurement, Defense-Wide	4,819	11,537		11,537

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Defense-Wide
FY 2013 President's Budget
Exhibit P-1 FY 2013 President's Budget
Total Obligational Authority
(Dollars in Thousands)

03 Jan 2012

Appropriation: Procurement, Defense-Wide

Budget Activity -----	FY 2013 Base -----	FY 2013 OCO -----	FY 2013 Totals -----
01. Major equipment	9,575		9,575
Total Procurement, Defense-Wide	9,575		9,575

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Defense-Wide
 FY 2013 President's Budget
 Exhibit P-1 FY 2013 President's Budget
 Total Obligational Authority
 (Dollars in Thousands)

03 Jan 2012

Appropriation: 0300D Procurement, Defense-Wide

Line No	Item Nomenclature	Ident Code	FY 2011 Actuals		FY 2012 Base		FY 2012 OCO		FY 2012 Totals		S e c
			Quantity	Cost	Quantity	Cost	Quantity	Cost	Quantity	Cost	
Budget Activity 01: Major equipment											

Major Equipment, DLA											
22	Major Equipment	A	4,819		11,537				11,537		U
Total Major equipment			4,819		11,537				11,537		
Total Procurement, Defense-Wide			4,819		11,537				11,537		

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Defense-Wide
FY 2013 President's Budget
Exhibit P-1 FY 2013 President's Budget
Total Obligational Authority
(Dollars in Thousands)

03 Jan 2012

Appropriation: 0300D Procurement, Defense-Wide

Line No	Item Nomenclature	Ident Code	FY 2013 Base		FY 2013 OCO		FY 2013 Totals		S e c
			Quantity	Cost	Quantity	Cost	Quantity	Cost	
Budget Activity 01: Major equipment									

Major Equipment, DLA									
22	Major Equipment	A		9,575				9,575	U
				-----		-----		-----	
Total Major equipment				9,575				9,575	
				-----		-----		-----	
Total Procurement, Defense-Wide				9,575				9,575	

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Appropriation 0300D: Procurement, Defense-Wide

Line #	BA	BSA	Line Item Number	Line Item Title	Page
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Line Item Table of Contents (Alphabetically by Line Item Title)

Line Item Title	Line Item Number	Line #	BA	BSA	Page
Major Equipment DLA	22	22	01	07.....	1

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ACRONYM LISTING

DLA – Defense Logistics Agency

PCMV – Passenger Carrying Motor Vehicles

GSA – General Services Administration

COTS - Commercial Off the shelf

IT - Information Technology

VIPS – Virtual Interactive Processing System

DOD – Department of Defense

USMEPCOM – US Military Entrance Processing Command

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Exhibit P-40, Budget Item Justification Sheet: PB 2013 Defense Logistics Agency **Date:** February 2012

Appropriation / Budget Activity / Budget Sub Activity: 0300D : Procurement, Defense-Wide / BA 1 : Major Equipment / BSA 7 : Major Equipment, DLA	P-1 Line Item Nomenclature: 22 - Major Equipment DLA
--	--

Resource Summary	Prior Years	FY 2011	FY 2012	FY 2013 Base	FY 2013 OCO	FY 2013 Total	FY 2014	FY 2015	FY 2016	FY 2017	To Complete	Total
Procurement Quantity (Each)	41	33	33	33	0	33	33	33	33	33	Continuing	Continuing
Gross/Weapon System Cost (\$ in Millions)	7.704	4.819	11.537	9.575	0.000	9.575	6.655	6.652	6.768	6.889	Continuing	Continuing
Less PY Advance Procurement (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Net Procurement (P1) (\$ in Millions)	7.704	4.819	11.537	9.575	0.000	9.575	6.655	6.652	6.768	6.889	Continuing	Continuing
Plus CY Advance Procurement (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Total Obligation Authority (\$ in Millions)	7.704	4.819	11.537	9.575	0.000	9.575	6.655	6.652	6.768	6.889	Continuing	Continuing

(The following Resource Summary rows are for informational purposes only. The corresponding budget requests are documented elsewhere.)

Initial Spares (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Flyaway Unit Cost (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Gross/Weapon System Unit Cost (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-

Description:

Passenger Carrying Motor Vehicles (PCMV) replacement is required to support DLA's overseas logistics operations. DLA maintains field offices in Europe, the Middle East, and the Far East. While our policy is to lease General Services Administration (GSA) vehicles where they are available, GSA lease support is still limited or nonexistent at most locations. Replacement of Agency-owned and commercially leased PCMV's with owned PCMV's is required in cases when it is less expensive to own rather than commercially lease, and PCMV ownership is usually significantly less expensive than commercial leasing at overseas locations. PCMV replacement requirements continue to be driven by age compared to life expectancy, utilization factors, and condition.

OSD COOP Office - this program is reported in accordance with Title 10, United States Code, Section 119(a)(1) in the Special Access Program Annual Report to Congress.

USTRANSCOM procurement funds will be used to purchase hardware (for net-centric, cloud computing operations, and cyber security protection capabilities) and commercial-off-the-shelf (COTS) software tool suites in support of transportation and global distribution planning (Theater AT21) planning and execution activities for theater operations in CENTCOM, EUCOM, PACOM, and other areas supporting the Geographic Combatant Commands.

Virtual Interactive Processing System (VIPS), DOD Enterprise Systems Development & Demonstration, will modernize Department of Defense (DOD) military entrance processing. Compared to the current system, VIPS will be more responsive, more flexible, and faster at bringing capable and qualified people to meet Force Manning needs for routine and contingency operations. The US Military Entrance Processing Command (USMEPCOM) serves as a single entry point for determining the physical, aptitude, and past behavior qualifications of candidates for enlistment. VIPS enables pre-qualification of candidates without their traveling to Military Entrance Processing Stations.

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Exhibit P-40A, Budget Item Justification For Aggregated Items: PB 2013 Defense Logistics Agency														Date: February 2012				
Appropriation / Budget Activity / Budget Sub Activity: 0300D / BA 1 / BSA 7						P-1 Line Item Nomenclature: 22 - Major Equipment DLA						Aggregated Item Name: 4 Items each under \$5M (PCMV, COOP, VIPS, AT 21)						

Items († indicates the presence of a P-5A)	ID CD	All Prior Years			FY 2011			FY 2012			FY 2013 Base			FY 2013 OCO			FY 2013 Total		
		Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
4 items under \$5M																			
† 1 - PCMV ⁽¹⁾	A	0.030	15	0.444	0.030	15	0.452	0.031	15	0.460	0.031	15	0.470	0.000	0	0.000	0.031	15	0.470
† 2 - COOP Office ⁽²⁾	A	0.279	26	7.260	0.243	18	4.367	0.272	16	4.353	0.285	13	3.705	0.000	0	0.000	0.285	13	3.705
† 3 - USTRANSCOM (AT 21) ⁽³⁾	A	0.000	0	0.000	0.000	0	0.000	1.994	1	1.994	2.493	1	2.524	0.000	0	0.000	2.493	1	2.524
† 4 - Virtual Interactive Processing System (VIPS) ⁽⁴⁾	A	0.000	0	0.000	0.000	0	0.000	4.730	1	4.730	2.876	1	2.876	0.000	0	0.000	2.876	1	2.876
<i>Subtotal 4 items under \$5M</i>				7.704			4.819			11.537			9.575			0.000			9.575
Total				7.704			4.819			11.537			9.575			0.000			9.575

Remarks:

- (1)The procurement funds are for the purchase of replacement Passenger Carrying Motor Vehicles (PCMV) required to support DLA's overseas logistics operations.
- (2)This program is reported in accordance with Title 10, United States Code, Section 119(a)(1) in the Special Access Program Annual Report To Congress.
- (3)The procurement funds will used to purchase software licenses for commercial-off-the-shelf (COTS) tool suites in support of transportation planning and execution activities for theater operations. These funds will also be used to purchase hardware to support IT operations in a net-centric, cloud computing environment.
- (4)The procurement funds are for the installatiion, licenses, and database conversion for VIPS. VIPS will modernize the Department of Defense (DoD) military entrance processing.

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Exhibit P-5A, Budget Procurement History and Planning: PB 2013 Defense Logistics Agency										Date: February 2012	
Appropriation / Budget Activity / Budget Sub Activity: 0300D / BA 1 / BSA 7			P-1 Line Item Nomenclature: 22 - Major Equipment DLA					Aggregated Item Name: 4 Items each under \$5M (PCMV, COOP, VIPS, AT 21)			

Items <small>(† indicates the presence of a P-21)</small>	O C O	FY	Contractor and Location	Contract Method and Type	Location of PCO	Award Date	Date of First Delivery	Qty <small>(Each)</small>	Unit Cost <small>(\$ M)</small>	Specs Avail Now?	Date Revsn Avail	RFP Issue Date
4 items under \$5M												
PCMV		12	Various / Various	MIPR	unknown	Jun 2012	Aug 2012	3	0.031	N		
COOP Office		12	Unknown / Unknown	MIPR	unknown	Mar 2012	Jul 2012	16	0.272	N		
USTRANSCOM (AT 21)		12	Unknown / Unknown	TBD	unknown	May 2012	Aug 2012	1	1.500	N		
Virtual Interactive Processing System (VIPS)		12	Unknown / Unknown	TBD	unknown	Jun 2012	Sep 2012	1	4.730	N		

Remarks: