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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		Ident	FY 2011		FY 2012		FY 2012		FY 2012	S
No	Item Nomenclature	Code	Actuals		Base		OCO		Totals	e
			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		Ident	FY 2013		FY 2013		FY 2013	S
No	Item Nomenclature	Code	Base		OCO		Totals	e
----	-----	-----	Quantity	Cost	Quantity	Cost	Quantity	c
----	-----	-----	-----	----	-----	----	-----	-
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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Line Item Table of Contents (by Appropriation then Line Number)

Appropriation 0300D: Procurement, Defense-Wide

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

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Line Item Table of Contents (Alphabetically by Line Item Title)

Line Item Title	Line Item Number	Line #	BA	BSA	Page
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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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<b>Exhibit P-40, Budget Item Justification Sheet:</b> PB 2013 Defense Logistics Agency										<b>Date:</b> February 2012		
<b>Appropriation / Budget Activity / Budget Sub Activity:</b> 0300D : Procurement, Defense-Wide / BA 1 : Major Equipment / BSA 7 : Major Equipment, DLA							<b>P-1 Line Item Nomenclature:</b> 22 - Major Equipment DLA					
<b>ID Code</b> (A=Service Ready, B=Not Service Ready) : A			<b>Program Elements for Code B Items:</b>					<b>Other Related Program Elements:</b>				
<b>Resource Summary</b>	<b>Prior Years</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>FY 2013 Base</b>	<b>FY 2013 OCO</b>	<b>FY 2013 Total</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>To Complete</b>	<b>Total</b>
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
<i>(The following Resource Summary rows are for informational purposes only. The corresponding budget requests are documented elsewhere.)</i>												
Initial Spares (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Flyaway Unit Cost (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Gross/Weapon System Unit Cost (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
<p><b>Description:</b></p> <p>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.</p> <p>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.</p> <p>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.</p> <p>Virtual Interactive Processing System (VIPS), DOD Enterprise Systems Development &amp; 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.</p>												

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<b>Exhibit P-40, Budget Item Justification Sheet:</b> PB 2013 Defense Logistics Agency	<b>Date:</b> February 2012
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<b>Appropriation / Budget Activity / Budget Sub Activity:</b> 0300D : Procurement, Defense-Wide / BA 1 : Major Equipment / BSA 7 : Major Equipment, DLA	<b>P-1 Line Item Nomenclature:</b> 22 - Major Equipment DLA
--	--

ID Code (A=Service Ready, B=Not Service Ready) : A						Program Elements for Code B Items:						Other Related Program Elements:								
Item Schedule			Prior Years			FY 2011			FY 2012			FY 2013 Base			FY 2013 OCO			FY 2013 Total		
Item Nomenclature*	Exhibits	ID CD	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 each under \$5M (PCMV, COOP, VIPS, AT 21) (See enclosed P-40A)	P40A, P5A				7.704			4.819			11.537			9.575			0.000			9.575
<b>Total Gross/Weapon System Cost</b>					<b>7.704</b>			<b>4.819</b>			<b>11.537</b>			<b>9.575</b>			<b>0.000</b>			<b>9.575</b>

\*Item Nomenclature represents Item Number, DODIC, and Item Name for the P40A and P5; Name for the P18 and P23; Modification Number and Modification Title for the P3A; Item Number and Item Name for the P10.

**Justification:**

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<b>Exhibit P-40A, Budget Item Justification For Aggregated Items:</b> PB 2013 Defense Logistics Agency															<b>Date:</b> February 2012				
<b>Appropriation / Budget Activity / Budget Sub Activity:</b> 0300D / BA 1 / BSA 7								<b>P-1 Line Item Nomenclature:</b> 22 - Major Equipment DLA							<b>Aggregated Item Name:</b> 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 <sup>(1)</sup>	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 <sup>(2)</sup>	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) <sup>(3)</sup>	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) <sup>(4)</sup>	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
Subtotal 4 items under \$5M				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 be 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 installation, 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 († indicates the presence of a P-21)	O C O	FY	Contractor and Location	Contract Method and Type	Location of PCO	Award Date	Date of First Delivery	Qty (Each)	Unit Cost (\$ M )	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:**