

**UNCLASSIFIED**

<b>Exhibit R-2, RDT&amp;E Budget Item Justification:</b> PB 2016 Navy	<b>Date:</b> February 2015
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<b>Appropriation/Budget Activity</b> 1319: <i>Research, Development, Test &amp; Evaluation, Navy I BA 4: Advanced Component Development &amp; Prototypes (ACD&amp;P)</i>					<b>R-1 Program Element (Number/Name)</b> PE 0603751N I (U)RETRACT ELM							
<b>COST (\$ in Millions)</b>	<b>Prior Years</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016 Base</b>	<b>FY 2016 OCO</b>	<b>FY 2016 Total</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>Cost To Complete</b>	<b>Total Cost</b>
Total Program Element	0.000	56.519	42.233	37.944	-	37.944	25.209	26.075	29.809	33.369	Continuing	Continuing
2003: <i>Retract Elm</i>	0.000	56.519	42.233	37.944	-	37.944	25.209	26.075	29.809	33.369	Continuing	Continuing

**A. Mission Description and Budget Item Justification**

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.

<b>B. Program Change Summary (\$ in Millions)</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>FY 2016 Base</b>	<b>FY 2016 OCO</b>	<b>FY 2016 Total</b>
Previous President's Budget	56.358	42.233	44.223	-	44.223
Current President's Budget	56.519	42.233	37.944	-	37.944
Total Adjustments	0.161	-	-6.279	-	-6.279
• Congressional General Reductions	-	-			
• Congressional Directed Reductions	-	-			
• Congressional Rescissions	-	-			
• Congressional Adds	-	-			
• Congressional Directed Transfers	-	-			
• Reprogrammings	0.940	-			
• SBIR/STTR Transfer	-0.779	-			
• Program Adjustments	-	-	-20.186	-	-20.186
• Rate/Misc Adjustments	-	-	13.907	-	13.907

**Change Summary Explanation**

Technical: Not applicable.

Schedule: Not applicable.