

**UNCLASSIFIED**

<b>Exhibit R-2, RDT&amp;E Budget Item Justification: FY 2018 Navy</b>	<b>Date: May 2017</b>
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<b>Appropriation/Budget Activity</b> 1319: Research, Development, Test & Evaluation, Navy / BA 4: Advanced Component Development & Prototypes (ACD&P)					<b>R-1 Program Element (Number/Name)</b> PE 0603576N / (U)CHALK EAGLE							
<b>COST (\$ in Millions)</b>	<b>Prior Years</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018 Base</b>	<b>FY 2018 OCO</b>	<b>FY 2018 Total</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>Cost To Complete</b>	<b>Total Cost</b>
Total Program Element	0.000	493.472	367.016	191.610	-	191.610	30.713	54.863	62.041	73.867	Continuing	Continuing
1578: Chalk Eagle	0.000	493.472	367.016	191.610	-	191.610	30.713	54.863	62.041	73.867	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><u>B. Program Change Summary (\$ in Millions)</u></b>	<b><u>FY 2016</u></b>	<b><u>FY 2017</u></b>	<b><u>FY 2018 Base</u></b>	<b><u>FY 2018 OCO</u></b>	<b><u>FY 2018 Total</u></b>
Previous President's Budget	511.651	367.016	127.270	-	127.270
Current President's Budget	493.472	367.016	191.610	-	191.610
Total Adjustments	-18.179	0.000	64.340	-	64.340
• Congressional General Reductions	-	-			
• Congressional Directed Reductions	-	-			
• Congressional Rescissions	-	-			
• Congressional Adds	-	-			
• Congressional Directed Transfers	-	-			
• Reprogrammings	-	-			
• SBIR/STTR Transfer	-18.179	0.000			
• Program Adjustments	0.000	0.000	53.127	-	53.127
• Rate/Misc Adjustments	0.000	0.000	11.213	-	11.213

**Change Summary Explanation**

Technical: Not applicable.

Schedule: Not applicable.