

Army Materiel Command



**Sustainment Funding of Secondary
items using AWCF-SMA dollars
Price & Credit Development**

24 Aug 2011



UNCLASSIFIED



Purpose:

- Communicate the required data element to transition to Army Working Capital Fund - Supply Management Army (AWCF-SMA) sustainment funding.
- Sale Price times Quantity Sold must generate the necessary revenue into the AWCF-SMA to replenish the inventory without profit or loss - - IE: Break Even.

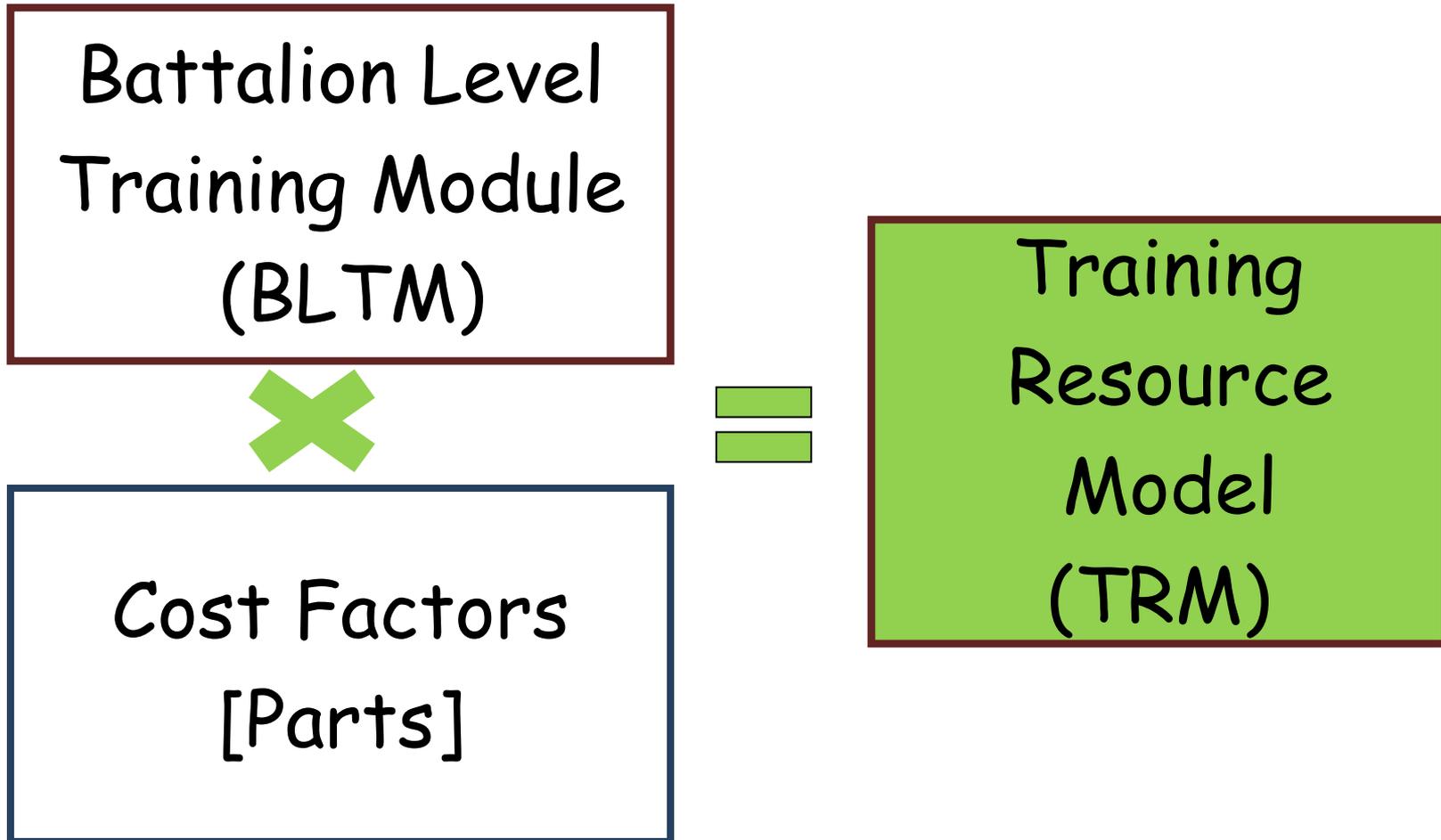


Program Objective Memorandum

- Peace Time Home Station Training
 - Forecast dollars to train and sustain readiness
 - Customers:
 - House Appropriation Committee
 - Senate Appropriation Committee
 - Stakeholder = Soldier funded to buy parts
 - Timeframe: Two Years (POM14)



Training Requirement Funding



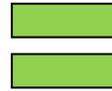


Training Requirement Funding

OSMIS:
NIIN Quantity
per/
Hour | Mile | System



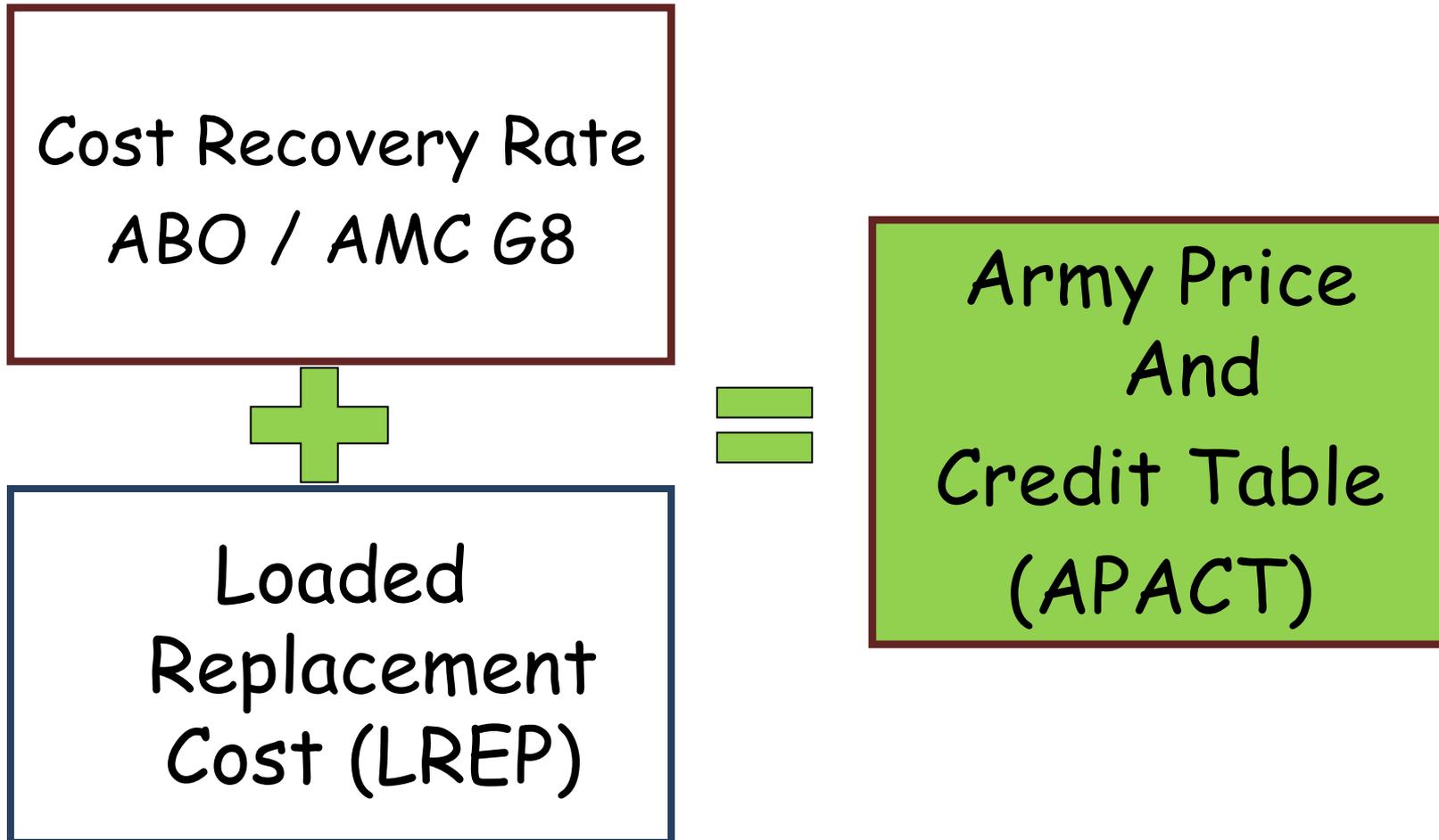
Army Price And
Credit Table
(APACT)



Cost Factors
[Parts]

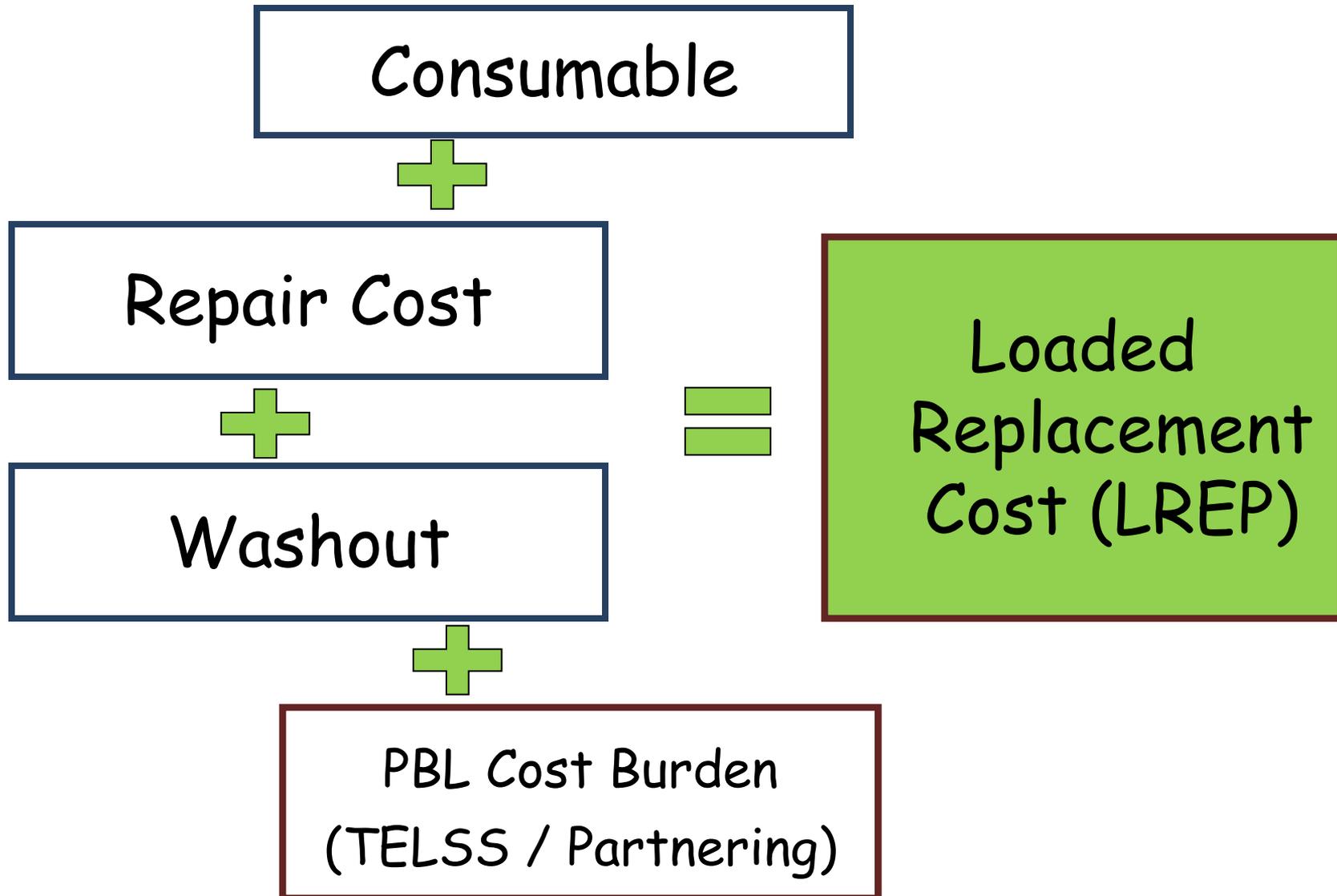


Training Requirement Funding



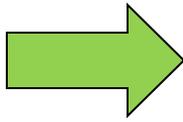
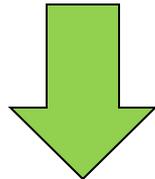


Loaded Replacement Cost Elements





Pricing Exercise (FY 2013)

- Depot Unit Funded Cost (UFC)
 - Non Depot UFC
 - Contract UFC
 - Stratification quantities
 - Inflation
 - Rates review
 - Conversion 2013 to POM14 Dollars
- 
- 
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AMC G3 Repair Data Call Minimum

- Serviceable Credit Decision (Y/N)
- Repair Decision - Exchange Price (Y/N)
- Prime Average Repair Cost (\$\$\$)
- Final Recovery Rate (%%)
- Washout replacement Buy36 (Y/N)
- PBL Burden (AWCF-SMA \$ paying Contracts)
- Note: AMC G4 is dependant on AMC G8 providing the final Latest Acquisition Cost (LAC) & LAC Year.



System Fielding -versus- Sustainment

- Conversion from System cost to component cost
- Secondary Item provisioning (PMR)
- Sustainment Funding