

UNCLASSIFIED



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Air Force Intercontinental Ballistic Missile Fuze Modernization (ICBM Fuze Mod)

As of FY 2021 President's Budget

Defense Acquisition Management
Information Retrieval
(DAMIR)

UNCLASSIFIED

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Common Acronyms and Abbreviations for MDAP Programs

Acq O&M - Acquisition-Related Operations and Maintenance
ACAT - Acquisition Category
ADM - Acquisition Decision Memorandum
APB - Acquisition Program Baseline
APPN - Appropriation
APUC - Average Procurement Unit Cost
\$B - Billions of Dollars
BA - Budget Authority/Budget Activity
Blk - Block
BY - Base Year
CAPE - Cost Assessment and Program Evaluation
CARD - Cost Analysis Requirements Description
CDD - Capability Development Document
CLIN - Contract Line Item Number
CPD - Capability Production Document
CY - Calendar Year
DAB - Defense Acquisition Board
DAE - Defense Acquisition Executive
DAMIR - Defense Acquisition Management Information Retrieval
DoD - Department of Defense
DSN - Defense Switched Network
EMD - Engineering and Manufacturing Development
EVM - Earned Value Management
FOC - Full Operational Capability
FMS - Foreign Military Sales
FRP - Full Rate Production
FY - Fiscal Year
FYDP - Future Years Defense Program
ICE - Independent Cost Estimate
IOC - Initial Operational Capability
Inc - Increment
JROC - Joint Requirements Oversight Council
\$K - Thousands of Dollars
KPP - Key Performance Parameter
LRIP - Low Rate Initial Production
\$M - Millions of Dollars
MDA - Milestone Decision Authority
MDAP - Major Defense Acquisition Program
MILCON - Military Construction
N/A - Not Applicable
O&M - Operations and Maintenance
ORD - Operational Requirements Document
OSD - Office of the Secretary of Defense
O&S - Operating and Support
PAUC - Program Acquisition Unit Cost

PB - President's Budget
PE - Program Element
PEO - Program Executive Officer
PM - Program Manager
POE - Program Office Estimate
RDT&E - Research, Development, Test, and Evaluation
SAR - Selected Acquisition Report
SCP - Service Cost Position
TBD - To Be Determined
TY - Then Year
UCR - Unit Cost Reporting
U.S. - United States
USD(AT&L) - Under Secretary of Defense (Acquisition, Technology and Logistics)
USD(A&S) - Under Secretary of Defense (Acquisition and Sustainment)

Program Information

Program Name

Air Force Intercontinental Ballistic Missile Fuze Modernization (ICBM Fuze Mod)

DoD Component

Air Force

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Date Assigned: June 1, 2019

References

SAR Baseline (Development Estimate)

Defense Acquisition Executive (DAE) Approved Acquisition Program Baseline (APB) dated September 29, 2014

Approved APB

Defense Acquisition Executive (DAE) Approved Acquisition Program Baseline (APB) dated September 29, 2014

Mission and Description

The Intercontinental Ballistic Missile Fuze Modernization (ICBM Fuze Mod) Program is providing a replacement Arming and Fuzing Assembly (AFA) for the Mk21/W87 Reentry Vehicle/Warhead. The program is executing a tailored acquisition utilizing Department of Defense Instruction (DoDI) 5030.55, Procedures for Joint DoD-Department of Energy (DOE) Nuclear Weapons Life-Cycle Activities (Phase 6.X Process), as the governing acquisition directive for program milestones and activities while meeting MDAP statutory requirements.

The ICBM Fuze Mod Program is providing a form, fit, and functionally equivalent replacement for the Mk21 AFA. The fuzes require recapitalization due to the legacy fuze being three times past the original design life. The ICBM Fuze Mod is being developed with a 30-year design life to meet current and future Combatant Command ICBM needs for MMIII and a future Ground Based Strategic Deterrent (GBSD). The Air Force is leveraging the Navy's Mk5 Alteration 370 program to develop and produce fuzes with common technology and components achieving cost savings and cost avoidance over the lifecycle.

Executive Summary

Program Highlights Since Last Report

As reported in the June 2019 exception SAR, a schedule delay and breach to the APB for the Arming and Fuzing Assembly (AFA) Final Design Review (FDR), Production Readiness Review (PRR) and First Production Unit (FPU) delivery was caused by a \$37M funding realignment to higher AF priorities. Specifically major component FDRs were delayed along with Kansas City National Security Campus (KCNSC) hardware purchases until FY 2020.

Also reported in the June 2019 exception SAR was an issue surrounding the high-density Base Metal Electrode (BME) capacitor qualification test failure. The BME capacitors are used in 4 of the 7 major components of the AFA.

As of this reporting period, the Department of Energy (DOE) has determined a redesign of AFA components incorporating the BME capacitor is required. This redesign will cause a delay to the Required Assets Available (IOC surrogate) and the DOE Phase 6.6 Milestone Decision (Full Scale Production). In addition, a breach of the APB Cost parameters is anticipated. Upon completion of the Air Force Cost Analysis Agency Service Cost Position, new APB parameters will be submitted to the Milestone Decision Authority (MDA) for consideration.

There are no operational impacts to Minuteman III (MM III) and no integration risks with the Ground Based Strategic Deterrent (GBSD) program as a result of these delays. Air Force Global Strike Command (AFGSC) has updated the 5-year plan to slip Flight Test Unit (FTU) 3 and 4 events due to the restructure.

There are no significant software-related issues with this program at this time.

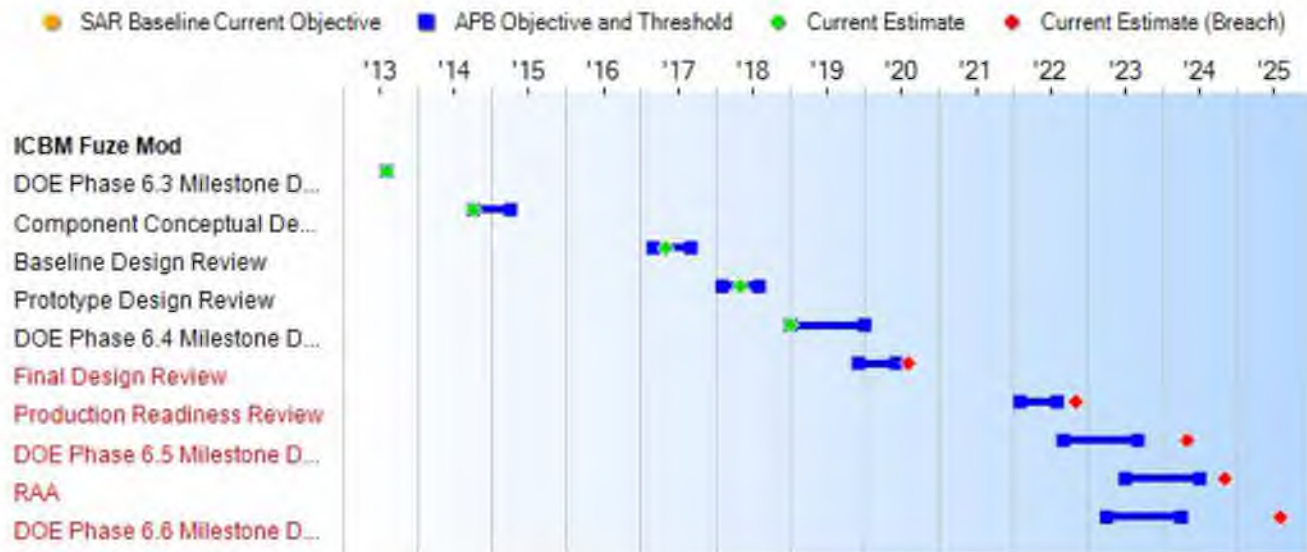
History of Significant Developments Since Program Initiation

History of Significant Developments Since Program Initiation	
Date	Significant Development Description
August 2011	National Nuclear Security Administration's (NNSA) contractors were designing, developing, and producing the Mark 21 (Mk21) 2A3660 Arming and Fuzing Assembly (AFA). A Determinations & Findings (D&F) was signed on August 22, 2011 to go to Sandia for the design of the 2A3660 AFA. The Production D&F was assigned on December 28, 2012 indicating that the production of the fuze would be through NNSA's Kansas City Plant.
August 2013	The USD(AT&L), as the Chairman of the Nuclear Weapons Council, authorized use of the joint DoD/DOE Instruction 5030.55 for the implementation of the ICBM Fuze Mod program and entry into Phase 6.3 Development Engineering. This decision is documented in the ADM, dated August 18, 2013, entitled "Air Force Intercontinental Ballistic Missile Fuze Program Phase 6.3 Development Engineering Authorization.
December 2013	ICBM Fuze Modernization Program Requirements Traceability Memorandum, dated December 12, 2013, established the performance parameters and capability characteristics objectives and thresholds. These fuze performance parameters were derived from existing Legacy Mk21 Fuze performance specifications/requirements, as well as from the requirements memorandum from Air Force Global Strike Command (AFGSC) A5/8 <i>ICBM Fuze Modernization Requirements</i> , dated July 8, 2011.
September 2014	DAE approved APB dated September 29, 2014.
February 2015	The government executed an Integrated Baseline Review jointly with the Navy from February 26, 2015 - March 6, 2015. Upon the final concurrence of the executable baseline, the Design Agent (Sandia National Laboratories) began to officially report EVM data.
September 2015	ADM dated September 22, 2015 directed the Air Force to continue to plan and execute the program based on Nuclear Weapons Council, Phase 6.X guidelines while also ensuring all MDAP statutory requirements are met. Since this decision was made after the Phase 6.X equivalent of Milestone B, the program worked to meet or determine equivalency for all Milestone B relevant statutory requirements.
May 2017	Program successfully executed the Baseline Design Review on May 25, 2017.
January 2019	The Fuze program successfully completed Phase 6.3 (Development Engineering) and entered Phase 6.4 (Production Engineering). Phase 6.4 covers those activities that adopt the development or sustainment design into a manufacturing system that can produce components on a production basis.
August 2019	The Fuze program declared a schedule breach to Final Design Review (FDR), Production Readiness Review (PRR) and DOE Phase 6.5 Milestone Decision (First Production Unit (FPU)) due to the FY 2019 funding reduction. The Fuze program began re-baseline activities including updating the schedule and cost estimate.
February 2020	The Fuze program declared additional schedule breaches to Required Assets Available (RAA) and DOE Phase 6.6 Milestone Decision (Full Scale Production). The delays were caused by a failure of a Base Metal Electrode capacitor during the Navy's W88 Alt370 qualification testing. The capacitor failure requires a redesign to change capacitors in 4 of the 7 major components in the Arming and Fuzing Assembly.

Threshold Breaches

APB Breaches			Explanation of Breach
Schedule		<input checked="" type="checkbox"/>	<p>Schedule Breach:</p> <p>The program is forecasting a schedule delay and a breach to APB for the following events: Arming and Fuzing Assembly (AFA) Final Design Review (FDR), Production Readiness Review (PRR), First Production Unit (FPU), Required Assets Available (RAA), Department of Energy (DOE) Phase 6.6 Milestone Decision (MD) (Full Scale Production).</p> <p>Delays are a result of the \$37M reduction in FY 2019 and the failure of a high-density Base Metal Electrode (BME) capacitor. Decreased funding caused FDRs to be delayed and deferred Process Prove-In procurement and fabrication efforts until FY 2020, delaying PRR and FPU.</p> <p>There are no operational impacts to Minuteman III (MM III) or integration risks with the Ground Based Strategic Deterrent (GBSD) program as a result of these delays. The MM III legacy Fuze refurbishment yields are higher than originally anticipated and delivery of required test assets to GBSD remain on schedule.</p> <p>Two Program Deviation Reports (PDR) have been submitted detailing the schedule slips to FDR, PRR, and FPU (signed Aug 18), and RAA and DOE Phase 6.6 (submitted Feb 20).</p>
Performance		<input type="checkbox"/>	
Cost	RDT&E	<input type="checkbox"/>	
	Procurement	<input type="checkbox"/>	
	MILCON	<input type="checkbox"/>	
	Acq O&M	<input type="checkbox"/>	
O&S Cost		<input type="checkbox"/>	
Unit Cost	PAUC	<input type="checkbox"/>	
	APUC	<input type="checkbox"/>	
Nunn-McCurdy Breaches			
Current UCR Baseline			
	PAUC	None	
	APUC	None	
Original UCR Baseline			
	PAUC	None	
	APUC	None	

Schedule



Schedule Events				
Events	SAR Baseline Development Estimate	Current APB Development Objective/Threshold		Current Estimate
DOE Phase 6.3 Milestone Decision (Program Initiation)	Aug 2013	Aug 2013	Aug 2013	Aug 2013
Component Conceptual Design Review	Oct 2014	Oct 2014	Apr 2015	Oct 2014
Baseline Design Review	Mar 2017	Mar 2017	Sep 2017	May 2017
Prototype Design Review	Feb 2018	Feb 2018	Aug 2018	May 2018
DOE Phase 6.4 Milestone Decision (Production Engineering)	Jan 2019	Jan 2019	Jan 2020	Jan 2019
Final Design Review	Dec 2019	Dec 2019	Jun 2020	Aug 2020¹ (Ch-1)
Production Readiness Review	Feb 2022	Feb 2022	Aug 2022	Nov 2022¹
DOE Phase 6.5 Milestone Decision (First Production)	Sep 2022	Sep 2022	Sep 2023	May 2024¹ (Ch-1)
RAA	Jul 2023	Jul 2023	Jul 2024	Nov 2024¹ (Ch-1)
DOE Phase 6.6 Milestone Decision (Full Scale Production)	Apr 2023	Apr 2023	Apr 2024	Aug 2025¹ (Ch-1)

¹ APB Breach

Change Explanations

(Ch-1) Current estimate for Final Design Review, Production Readiness Review, DOE Phase 6.5 Milestone Decision (First Production), RAA, and DOE Phase 6.6 Milestone Decision (Full Scale Production) were updated to reflect program restructure.

Notes

1/ The USD(AT&L), as the Chairman of the Nuclear Weapons Council, authorized entry into Phase 6.3 Development Engineering in a memo dated August 18, 2013, titled "Air Force Intercontinental Ballistic Missile Fuze Program Phase 6.3 Development Engineering Authorization." For the purpose of acquisition oversight and the APB, the Phase 6.3 milestone is roughly equivalent to Milestone B. During Phase 6.3, the program is executing a LOPB strategy as authorized in the FY 2015 National Defense Authorization Act to maintain commonality with the Navy's Mk5 Alteration 370 program. The production funding supporting LOPB is only being utilized to procure materials and sub-parts to reduce nuclear qualification costs during Phase 6.3.

2/ Phase 6.4, "Production Engineering," does not have an equivalent milestone under DoDI 5000.02. The purpose of Phase 6.4 is to adapt the development design into a design suitable for quantity production. At this point, the provisioning of spares also occurs in conjunction with the DoD. An LRIP quantity ADM was approved May 2018 for a quantity of 26 total lots ordered between FY 2020 and FY 2021. An updated ADM reflecting purchase of 26 total LRIP lots ordered between FY 2022 and FY 2023 is pending approval post completion of re-baseline activities. Between Phase 6.4 and Phase 6.5 "First Production" the program will execute production funding to support build-up, production process prove-in, and nuclear certification of the ICBM Fuze.

3/ Milestones with threshold dates of 12 months beyond the objective dates reflect the nominal time to recover from an ICBM flight test failure.

4/ RAA is being used as a surrogate for IOC. RAA is defined as 10 Mk21 fuzes available for deployment with the technical data, test equipment, and technical training materials required to support wing operations.

5/ DOE Phase 6.5 and 6.6 current estimate dates changes were highlighted during horizontal schedule alignment between the Production and Design Agents with schedule disconnects to maintain the assumptions made in the WDCR. Production flow times, design changes and long lead COTS delivery timelines have increased.

6/The program is forecasting a schedule delay and a breach to Acquisition Program Baseline (APB) for the following events: AFA Final Design Review (FDR), Production Readiness Review (PRR), First Production Unit (FPU), Required Assets Available (RAA), DOE Phase 6.6 Milestone Decision (MD) (Full Scale Production). Delays are a result of the \$37M reduction in FY 2019 and the failure of a high-density Base Metal Electrode (BME) capacitor. Decreased funding caused FDRs to be delayed and deferred Process Prove-In procurement and fabrication efforts until FY 2020, delaying PRR and FPU.

7/Due to differences between the DOE 6.X process and the DoD 5000 process, the Milestone C Decision must occur prior to DOE Phase 6.5 entry. As a result, the Milestone C Decision will actually occur in late FY 2021.

Acronyms and Abbreviations

AFA - Arming & Fuzing Assembly
BME - Base Metal Electrode
DOE - Department of Energy
FDR - Final Design Review
FPU - First Production Unit
FTU - Flight Test Unit
GBSD - Ground Based Strategic Deterrent
KCNSC - Kansas City National Security Campus
LOPB - Life of Program Buy
Mk - Mark
PDR - Prototype Design Review
PPI - Process Prove-In
PRR - Production Readiness Review
RAA - Required Assets Available
WDCR - Weapons Development Cost Report

Performance

Performance Characteristics				
SAR Baseline Development Estimate	Current APB Development Objective/Threshold		Demonstrated Performance	Current Estimate
System Qualification Attribute 4: Fuze Replacement Design Life				
30-year service life upon DoD custody.	30-year service life upon DoD custody.	20-year service life upon DoD custody.	TBD	30-year service life upon DoD custody.

Classified Performance information is provided in the classified annex to this submission.

Requirements Reference

AFGSC ICBM Fuze Program Requirements Traceability Memorandum dated December 12, 2013

Change Explanations

None

Notes

The ICBM Fuze Modernization Program is a form, fit, and functional equivalent replacement for the existing Legacy Mk21 AFA. AFGSC published the ICBM Fuze Modernization Program Requirements Traceability Memorandum documenting the requirements that must be met by the replacement fuze. In order to meet MDAP statutory requirements, the program briefed the JROC resulting in the JROC Memorandum providing "Validation of Operational Requirements for the Intercontinental Ballistic Missile Fuze Modernization Program" dated December 6, 2016.

Acronyms and Abbreviations

AFA - Arming and Fuzing Assembly
 AFGSC - Air Force Global Strike Command
 Mk - Mark

Track to Budget

RDT&E

Appn	BA	PE	
Air Force	3600	05	0604222F
	Project	Name	
	654236	Engineering Analysis	(Sunk)
Air Force	3600	05	0604851F
	Project	Name	
	657006	ICBM EMD: Fuze Support	(Sunk)
Air Force	3600	05	0604933F
	Project	Name	
	655082	ICBM Fuze Modernization	

Notes

In FY 2011, program efforts began in PE 0604222F and are represented in the Joint Fuze major thrust of project 654236. In FY 2012, program efforts were assigned the unique project number 657006 and were transferred to PE 0604851F. In FY 2013, program efforts were assigned the unique project number 655082 and were transferred to the unique PE 0604933F. Funding remains in PE 0604933F throughout the remainder of the life of the RDT&E efforts.

Procurement

Appn	BA	PE	
Air Force	3020	03	0101213F
	Line Item	Name	
	M30FLH	MM III Modifications	(Sunk)
Air Force	3020	03	0101328F
	Line Item	Name	
	M30FLH	ICBM Fuze Mod	
Air Force	3020	03	0101213F
	Line Item	Name	
	M30MLG	MM III Modifications	(Sunk)

Notes: The ICBM Fuze Mod has an individual modification number of 5915 / ICBM Fuze Modernization (Service Life Extension).

Notes

FY 2015 and FY 2016, program efforts are in PE 0101213F and are represented in the Minuteman III Modifications line item 5915 ICBM Fuze Modernization. FY 2017 and FY 2018 production documents reflect PE 0604933 but the funds remain in PE 0101213F. FY 2019 procurement funding is reflected in PE 0101328F.

Cost and Funding

Cost Summary

Total Acquisition Cost							
Appropriation	BY 2014 \$M			BY 2014 \$M	TY \$M		
	SAR Baseline Development Estimate	Current APB Development Objective/Threshold		Current Estimate	SAR Baseline Development Estimate	Current APB Development Objective	Current Estimate
RDT&E	1151.3	1151.3	1266.4	1208.4	1246.1	1246.1	1303.8
Procurement	663.5	663.5	729.9	725.5	829.6	829.6	902.2
Flyaway	--	--	--	611.4	--	--	756.5
Recurring	--	--	--	611.4	--	--	756.5
Non Recurring	--	--	--	0.0	--	--	0.0
Support	--	--	--	114.1	--	--	145.7
Other Support	--	--	--	114.1	--	--	145.7
Initial Spares	--	--	--	0.0	--	--	0.0
MILCON	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Acq O&M	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total	1814.8	1814.8	N/A	1933.9	2075.7	2075.7	2206.0

Current APB Cost Estimate Reference

Service Cost Position dated June 12, 2014

Cost Notes

No cost estimate for the program has been completed in the previous year.

Total Quantity			
Quantity	SAR Baseline Development Estimate	Current APB Development	Current Estimate
RDT&E	88	88	88
Procurement	693	693	693
Total	781	781	781

Quantity Notes

The funded quantity of 781 includes all of the units necessary for development, qualification, certification, operational fielding, aging/surveillance, and replenishment spares.

Schedule restructure delayed procurement of 6 units in FY 2020 and 20 units in FY 2021. These quantities will be procured later in the program's lifecycle.

Cost and Funding

Funding Summary

Appropriation Summary									
FY 2021 President's Budget / December 2019 SAR (TY\$ M)									
Appropriation	Prior	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	To Complete	Total
RDT&E	846.1	161.2	167.1	104.7	20.5	2.1	2.1	0.0	1303.8
Procurement	55.7	19.5	46.9	101.7	114.8	121.0	121.3	321.3	902.2
MILCON	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Acq O&M	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
PB 2021 Total	901.8	180.7	214.0	206.4	135.3	123.1	123.4	321.3	2206.0
PB 2020 Total	950.9	180.7	178.6	160.6	114.6	120.5	123.0	231.1	2060.0
Delta	-49.1	0.0	35.4	45.8	20.7	2.6	0.4	90.2	146.0

Funding Notes

The ICBM Fuze Mod program is being executed via a "Work for Others" agreement with the National Nuclear Security Administration and is 100% funded by the Air Force. There are no Department of Energy funds being used to support the design and production of the ICBM Fuze Mod program. In the appropriations summary, prior years' totals do not match budget justification documents due to multiple Program Element Codes (PEC).

Quantity Summary										
FY 2021 President's Budget / December 2019 SAR (TY\$ M)										
Quantity	Undistributed	Prior	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	To Complete	Total
Development	88	0	0	0	0	0	0	0	0	88
Production	0	0	0	0	80	106	118	121	268	693
PB 2021 Total	88	0	0	0	80	106	118	121	268	781
PB 2020 Total	88	0	6	20	80	106	118	121	242	781
Delta	0	0	-6	-20	0	0	0	0	26	0

Cost and Funding

Annual Funding By Appropriation

Annual Funding							
3600 RDT&E Research, Development, Test, and Evaluation, Air Force							
Fiscal Year	Quantity	TY \$M					
		End Item Recurring Flyaway	Non End Item Recurring Flyaway	Non Recurring Flyaway	Total Flyaway	Total Support	Total Program
2011	--	--	--	--	--	--	9.7
2012	--	--	--	--	--	--	39.7
2013	--	--	--	--	--	--	65.4
2014	--	--	--	--	--	--	82.4
2015	--	--	--	--	--	--	57.9
2016	--	--	--	--	--	--	136.7
2017	--	--	--	--	--	--	163.2
2018	--	--	--	--	--	--	166.6
2019	--	--	--	--	--	--	124.5
2020	--	--	--	--	--	--	161.2
2021	--	--	--	--	--	--	167.1
2022	--	--	--	--	--	--	104.7
2023	--	--	--	--	--	--	20.5
2024	--	--	--	--	--	--	2.1
2025	--	--	--	--	--	--	2.1
Subtotal	88	--	--	--	--	--	1303.8

Annual Funding 3600 RDT&E Research, Development, Test, and Evaluation, Air Force							
Fiscal Year	Quantity	BY 2014 \$M					
		End Item Recurring Flyaway	Non End Item Recurring Flyaway	Non Recurring Flyaway	Total Flyaway	Total Support	Total Program
2011	--	--	--	--	--	--	10.1
2012	--	--	--	--	--	--	40.5
2013	--	--	--	--	--	--	65.6
2014	--	--	--	--	--	--	81.5
2015	--	--	--	--	--	--	56.7
2016	--	--	--	--	--	--	132.0
2017	--	--	--	--	--	--	154.4
2018	--	--	--	--	--	--	154.4
2019	--	--	--	--	--	--	113.2
2020	--	--	--	--	--	--	143.7
2021	--	--	--	--	--	--	146.0
2022	--	--	--	--	--	--	89.7
2023	--	--	--	--	--	--	17.2
2024	--	--	--	--	--	--	1.7
2025	--	--	--	--	--	--	1.7
Subtotal	88	--	--	--	--	--	1208.4

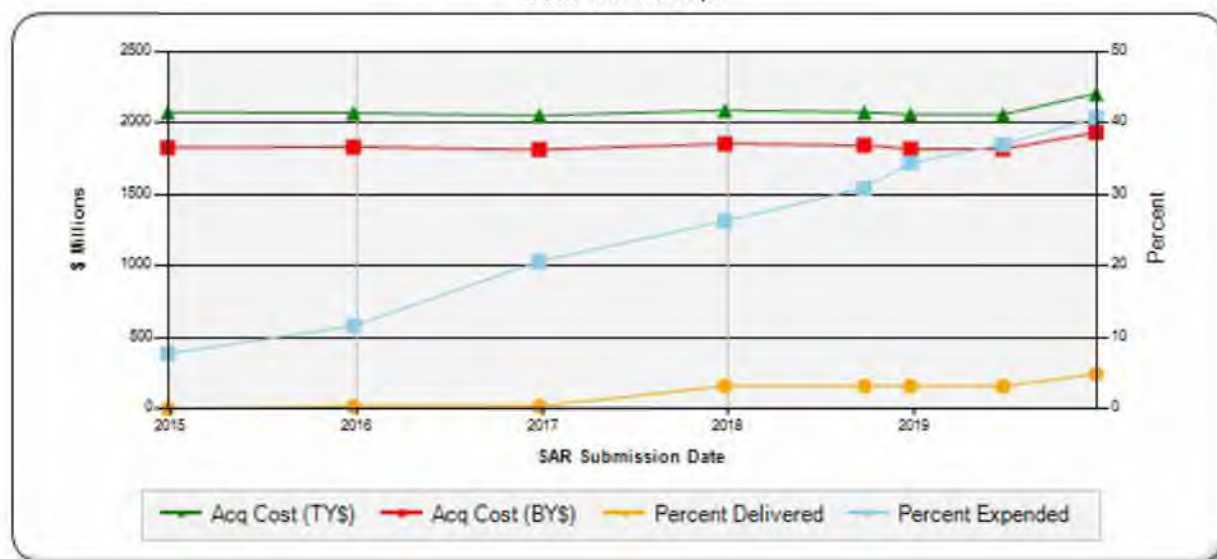
Annual Funding 3020 Procurement Missile Procurement, Air Force							
Fiscal Year	Quantity	TY \$M					
		End Item Recurring Flyaway	Non End Item Recurring Flyaway	Non Recurring Flyaway	Total Flyaway	Total Support	Total Program
2015	--	--	4.7	--	4.7	--	4.7
2016	--	--	13.7	--	13.7	--	13.7
2017	--	--	17.1	--	17.1	--	17.1
2018	--	--	6.3	--	6.3	--	6.3
2019	--	--	13.9	--	13.9	--	13.9
2020	--	--	19.5	--	19.5	--	19.5
2021	--	--	46.9	--	46.9	--	46.9
2022	80	72.5	23.0	--	95.5	6.2	101.7
2023	106	77.9	20.0	--	97.9	16.9	114.8
2024	118	69.1	18.1	--	87.2	33.8	121.0
2025	121	110.5	--	--	110.5	10.8	121.3
2026	147	176.8	--	--	176.8	34.8	211.6
2027	121	39.4	--	--	39.4	31.9	71.3
2028	--	--	12.3	--	12.3	5.4	17.7
2029	--	--	11.9	--	11.9	3.4	15.3
2030	--	--	2.9	--	2.9	2.5	5.4
Subtotal	693	546.2	210.3	--	756.5	145.7	902.2

Annual Funding 3020 Procurement Missile Procurement, Air Force							
Fiscal Year	Quantity	BY 2014 \$M					
		End Item Recurring Flyaway	Non End Item Recurring Flyaway	Non Recurring Flyaway	Total Flyaway	Total Support	Total Program
2015	--	--	4.5	--	4.5	--	4.5
2016	--	--	12.9	--	12.9	--	12.9
2017	--	--	15.8	--	15.8	--	15.8
2018	--	--	5.7	--	5.7	--	5.7
2019	--	--	12.3	--	12.3	--	12.3
2020	--	--	17.0	--	17.0	--	17.0
2021	--	--	40.0	--	40.0	--	40.0
2022	80	60.6	19.2	--	79.8	5.2	85.0
2023	106	63.8	16.5	--	80.3	13.8	94.1
2024	118	55.5	14.5	--	70.0	27.2	97.2
2025	121	87.0	--	--	87.0	8.5	95.5
2026	147	136.5	--	--	136.5	26.9	163.4
2027	121	29.8	--	--	29.8	24.2	54.0
2028	--	--	9.1	--	9.1	4.0	13.1
2029	--	--	8.6	--	8.6	2.5	11.1
2030	--	--	2.1	--	2.1	1.8	3.9
Subtotal	693	433.2	178.2	--	611.4	114.1	725.5

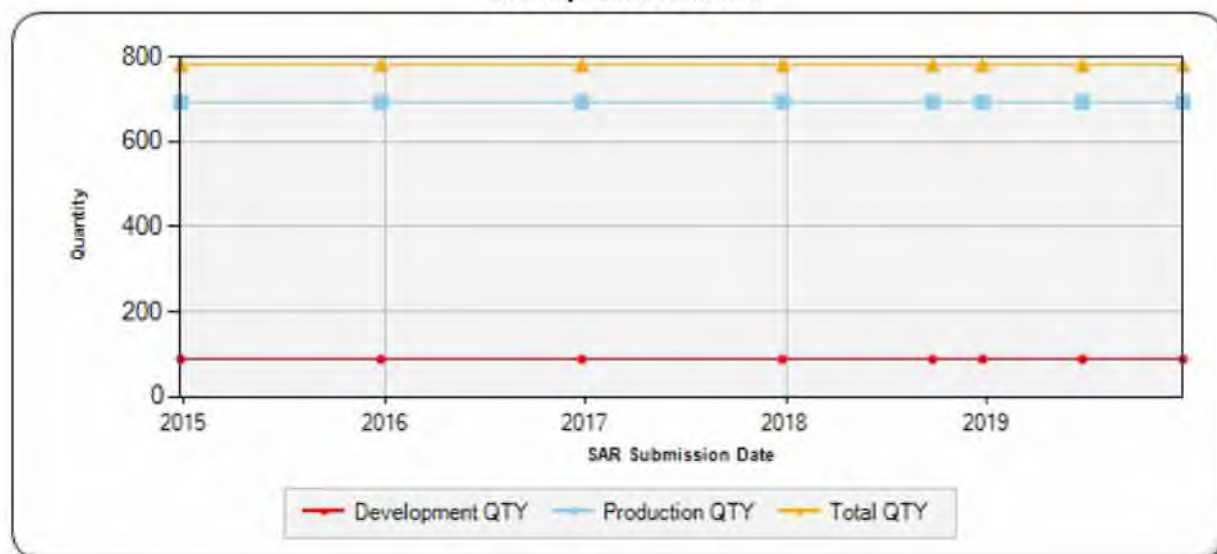
Charts

ICBM Fuze Mod first began SAR reporting in December 2014

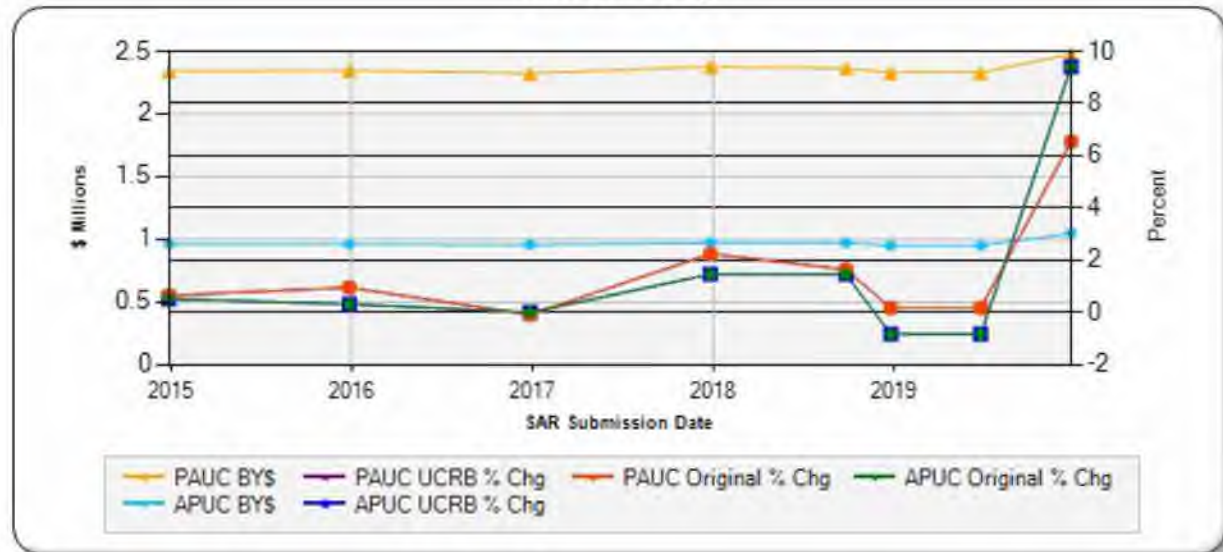
Program Acquisition Cost - ICBM Fuze Mod
Base Year 2014 \$M



Quantity - ICBM Fuze Mod



Unit Cost - ICBM Fuze Mod
Base Year 2014 \$M



Risks

Significant Schedule and Technical Risks

Significant Schedule and Technical Risks	
Current Estimate (December 2019)	
1.	Production Tester Development and Availability-- If testers are not available for Process Prove In 1 build, then schedule will be impacted.
2.	Kansas City National Security Campus (KCNSC) Production Schedule/Ground Based Strategic Deterrent (GBSD) Effects--If KCNSC cannot maintain or increase their production throughput then the Fuze program will have a significant slip in schedule and will have downstream effects on GBSD, which needs fuzes for their flight test schedule beginning in October 2024.

Risks

Risk and Sensitivity Analysis

Risks and Sensitivity Analysis	
Current Baseline Estimate (September 2014)	
1.	Original baseline estimate for the program is the current baseline.
Original Baseline Estimate (September 2014)	
1.	General uncertainty and tailored cost risk was applied to the Original Baseline Estimate while taking into consideration reduced risk in leveraging Navy commonality.
Revised Original Estimate (N/A)	
None	
Current Procurement Cost (December 2019)	
1.	The current estimate has a PAUC of \$2.378M and an APUC of \$.974M.

Low Rate Initial Production

Item	Initial LRIP Decision	Current Total LRIP
Approval Date	5/19/2018	5/19/2018
Approved Quantity	26	26
Reference	ICBM Fuze Modernization Program ADM	ICBM Fuze Modernization Program ADM
Start Year	2020	2022
End Year	2021	2023

Notes

LRIP quantities shifted two years to reflect restructured schedule; new ADM pending completion of re-baseline activities.

Foreign Military Sales

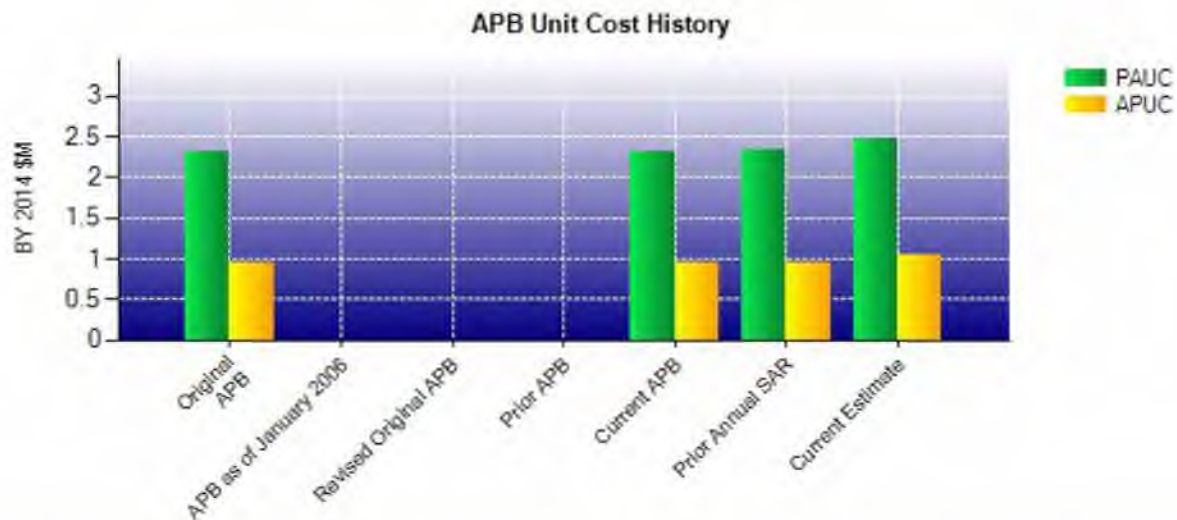
None

Nuclear Costs

None

Unit Cost

Current UCR Baseline and Current Estimate (Base-Year Dollars)			
Item	BY 2014 \$M	BY 2014 \$M	% Change
	Current UCR Baseline (Sep 2014 APB)	Current Estimate (Dec 2019 SAR)	
Program Acquisition Unit Cost			
Cost	1814.8	1933.9	
Quantity	781	781	
Unit Cost	2.324	2.476	+6.54
Average Procurement Unit Cost			
Cost	663.5	725.5	
Quantity	693	693	
Unit Cost	0.957	1.047	+9.40
Original UCR Baseline and Current Estimate (Base-Year Dollars)			
Item	BY 2014 \$M	BY 2014 \$M	% Change
	Original UCR Baseline (Sep 2014 APB)	Current Estimate (Dec 2019 SAR)	
Program Acquisition Unit Cost			
Cost	1814.8	1933.9	
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Average Procurement Unit Cost			
Cost	663.5	725.5	
Quantity	693	693	
Unit Cost	0.957	1.047	+9.40



APB Unit Cost History					
Item	Date	BY 2014 \$M		TY \$M	
		PAUC	APUC	PAUC	APUC
Original APB	Sep 2014	2.324	0.957	2.658	1.197
APB as of January 2006	N/A	N/A	N/A	N/A	N/A
Revised Original APB	N/A	N/A	N/A	N/A	N/A
Prior APB	N/A	N/A	N/A	N/A	N/A
Current APB	Sep 2014	2.324	0.957	2.658	1.197
Prior Annual SAR	Dec 2018	2.328	0.949	2.638	1.175
Current Estimate	Dec 2019	2.476	1.047	2.825	1.302

SAR Unit Cost History

Current SAR Baseline to Current Estimate (TY \$M)									
PAUC Development Estimate	Changes								PAUC Current Estimate
	Econ	Qty	Sch	Eng	Est	Oth	Spt	Total	
2.658	-0.026	0.000	0.005	0.000	0.001	0.000	0.187	0.167	2.825

Current SAR Baseline to Current Estimate (TY \$M)									
Initial APUC Development Estimate	Changes								APUC Current Estimate
	Econ	Qty	Sch	Eng	Est	Oth	Spt	Total	
1.197	-0.008	0.000	0.005	0.000	-0.103	0.000	0.210	0.104	1.302

SAR Baseline History				
Item	SAR Planning Estimate	SAR Development Estimate	SAR Production Estimate	Current Estimate
Milestone A	N/A	N/A	N/A	N/A
Milestone B	N/A	Aug 2013	N/A	Aug 2013
Milestone C	N/A	Sep 2022	N/A	May 2024
IOC	N/A	Jul 2023	N/A	Nov 2024
Total Cost (TY \$M)	N/A	2075.7	N/A	2206.0
Total Quantity	N/A	781	N/A	781
PAUC	N/A	2.658	N/A	2.825

Cost Variance

Summary TY \$M				
Item	RDT&E	Procurement	MILCON	Total
SAR Baseline (Development Estimate)	1246.1	829.6	--	2075.7
Previous Changes				
Economic	-14.8	-5.0	--	-19.8
Quantity	--	--	--	--
Schedule	--	--	--	--
Engineering	--	--	--	--
Estimating	+14.2	-10.1	--	+4.1
Other	--	--	--	--
Support	--	--	--	--
Subtotal	-0.6	-15.1	--	-15.7
Current Changes				
Economic	-0.2	-0.3	--	-0.5
Quantity	--	--	--	--
Schedule	--	+3.8	--	+3.8
Engineering	--	--	--	--
Estimating	+58.5	-61.5	--	-3.0
Other	--	--	--	--
Support	--	+145.7	--	+145.7
Subtotal	+58.3	+87.7	--	+146.0
Total Changes	+57.7	+72.6	--	+130.3
Current Estimate	1303.8	902.2	--	2206.0

Summary BY 2014 \$M				
Item	RDT&E	Procurement	MILCON	Total
SAR Baseline (Development Estimate)	1151.3	663.5	--	1814.8
Previous Changes				
Economic	--	--	--	--
Quantity	--	--	--	--
Schedule	--	--	--	--
Engineering	--	--	--	--
Estimating	+9.2	-5.6	--	+3.6
Other	--	--	--	--
Support	--	--	--	--
Subtotal	+9.2	-5.6	--	+3.6
Current Changes				
Economic	--	--	--	--
Quantity	--	--	--	--
Schedule	--	--	--	--
Engineering	--	--	--	--
Estimating	+47.9	-46.5	--	+1.4
Other	--	--	--	--
Support	--	+114.1	--	+114.1
Subtotal	+47.9	+67.6	--	+115.5
Total Changes	+57.1	+62.0	--	+119.1
Current Estimate	1208.4	725.5	--	1933.9

Previous Estimate: June 2019

RDT&E	\$M	
Current Change Explanations	Base Year	Then Year
Revised escalation indices. (Economic)	N/A	-0.2
Revised estimate change due to FY 2019 reprogramming and program restructure. (Estimating)	+47.7	+58.3
Adjustment for current and prior escalation. (Estimating)	+0.2	+0.2
RDT&E Subtotal	+47.9	+58.3

Procurement	\$M	
Current Change Explanations	Base Year	Then Year
Revised escalation indices. (Economic)	N/A	-0.3
Stretch-out of procurement buy profile from FY 2020/2021 to FY 2026 due to schedule breaches and program restructure. (Schedule)	0.0	+3.8
Revised estimate change due to FY 2019 reprogramming and program restructure. (Estimating)	-46.5	-61.5
Increase in Other Support due to program restructure. (Support)	+114.1	+145.7
Procurement Subtotal	+67.6	+87.7

Contracts

General Notes

The design agent for the ICBM Fuze Modernization Program is Sandia National Labs (SNL) a Federally Funded Research and Development Center (FFRDC) providing services to the Air Force through a Work for Others agreement with the National Nuclear Security Administration (NNSA). While this is a Full Cost Reimbursement contract, it is tracked as a Cost Plus Fixed Fee to enable EV-like reporting. SNL began reporting EVM data for ICBM Fuze Modernization in 2015; however, since this effort is not a standard industry contract with a Contract Number the data cannot be imported into DAMIR for DAES or SAR submissions. EVM data as of the end of April 2019, shows cost performance continued a favorable trend while schedule variance increased slightly due to poor performance within Joint Test Assembly (JTA), Thermal Battery Assembly (TBA), and Ground Test Unit/Flight Test Unit.

End of Month December 2019 SNL EVM Data Summary:

Target Cost: \$837.6M

Cost Variance: \$30.9M

Schedule Variance: -\$11.5M

Variance at Complete: \$30.7M

Cost Performance Index: 1.06

Schedule Performance Index: 0.98

Percent Complete: 62.9%

Contract Identification

Appropriation: RDT&E
Contract Name: ICBM Fuze Weapons System Integration (WSIC)
Contractor: Lockheed Martin Corporation
Contractor Location: 230 Mall Blvd
 King of Prussia, PA 19406-2902
Contract Number: FA8214-14-D-0002/3
Contract Type: Cost Plus Fixed Fee (CPFF), Cost (CR)
Award Date: January 29, 2015
Definitization Date: January 29, 2015

Contract Price								
Initial Contract Price (\$M)			Current Contract Price (\$M)			Estimated Price At Completion (\$M)		
Target	Ceiling	Qty	Target	Ceiling	Qty	Contractor	Program Manager	
19.7	N/A	0	19.7	N/A	0	13.4	13.9	

Contract Variance			
Item	Cost Variance		Schedule Variance
Cumulative Variances To Date (12/22/2019)	+0.3		0.0
Previous Cumulative Variances	+0.2		0.0
Net Change	+0.1		+0.0

Cost and Schedule Variance Explanations

The favorable net change in the cost variance is due to reduced manpower from what was originally planned.

Notes

The WSIC contract is in Option Year 4; the award date reflected is the base year award date. The WSIC contract contains a trade studies CLIN; it is funded by multiple programs.

This contract is more than 90% complete; therefore, this is the final report for this contract.

Deliveries and Expenditures

Deliveries				
Delivered to Date	Planned to Date	Actual to Date	Total Quantity	Percent Delivered
Development	38	38	88	43.18%
Production	0	0	693	0.00%
Total Program Quantity Delivered	38	38	781	4.87%

Expended and Appropriated (TY \$M)			
Total Acquisition Cost	2206.0	Years Appropriated	10
Expended to Date	899.4	Percent Years Appropriated	50.00%
Percent Expended	40.77%	Appropriated to Date	1082.5
Total Funding Years	20	Percent Appropriated	49.07%

The above data is current as of February 10, 2020.

Notes

The funded quantity of 781 includes all of the units necessary for development, qualification, certification, operational fielding, aging/surveillance, and replenishment spares.

Operating and Support Cost

Cost Estimate Details

Date of Estimate:	June 12, 2014
Source of Estimate:	SCP
Quantity to Sustain:	400
Unit of Measure:	Missile
Service Life per Unit:	30.00 Years
Fiscal Years in Service:	FY 2027 - FY 2060

ICBM Fuze Mod O&S costs are the additive costs for sustaining the Mk21 replacement fuze being delivered by this program. O&S costs for the Mk21 replacement fuze will be collected as part of the overall ICBM weapon system. The funded quantity of 781 includes all of the units necessary for development, qualification, certification, operational fielding, surveillance, and replenishment spares. The sustainment strategy is built around sustaining the 400 operational missiles, not the total quantity of fuzes.

Sustainment Strategy

Throughout the O&S phase, the Weapons Evaluation and Testing Laboratory (WETL) will provide aging/surveillance and Kansas City National Security Campus (KCNSC) will provide depot level testing and support for the new fuze. Sandia National Laboratories will provide systems engineering, sustainment engineering support, and surveillance engineering support from both California and New Mexico.

It is anticipated that there will be annual shipments of Mk21 replacement fuzes from the three wings to the WETL each year for aging/surveillance and reliability testing. As items are received at the depot from the wings, replenishment spares will be shipped to the wings from the Nuclear War Readiness Material (NWRM) storage facility.

The National Nuclear Security Administration will provide management and oversight support to the Intercontinental Ballistic Missile Systems Directorate for the Mk21 replacement fuzes throughout their 30-year life cycle.

Antecedent Information

No Antecedent

Annual O&S Costs BY2014 \$K		
Cost Element	ICBM Fuze Mod Average Annual Cost Per Missile	None (Antecedent) None
Unit-Level Manpower	0.000	--
Unit Operations	0.119	--
Maintenance	8.007	--
Sustaining Support	13.107	--
Continuing System Improvements	0.000	--
Indirect Support	0.000	--
Other	0.000	--
Total	21.233	--

The fuze is a relatively small component within the framework of the much larger Minuteman III weapon system. Therefore, it is not expected that there will be any change to unit level manpower, continuing system improvements, or indirect support at the wings or depot.

Item	Total O&S Cost \$M			
	ICBM Fuze Mod			None (Antecedent)
	Current Development APB Objective/Threshold	Current Estimate		
Base Year	259.0	285.0	254.7	N/A
Then Year	466.0	N/A	456.0	N/A

Disposal Cost is included in the Operating and Support Cost of the current APB objective and threshold for this program.

Equation to Translate Annual Cost to Total Cost

Average Annual Missile O&S Cost = Total O&S cost / number of missiles / service life of fuze

\$21.2K = \$254.7M / 400 / 30

O&S Cost Variance		
Category	BY 2014 \$M	Change Explanations
Prior SAR Total O&S Estimates - Jun 2019 SAR	254.7	
Programmatic/Planning Factors	0.0	
Cost Estimating Methodology	0.0	
Cost Data Update	0.0	
Labor Rate	0.0	
Energy Rate	0.0	
Technical Input	0.0	
Other	0.0	
Total Changes	0.0	
Current Estimate	254.7	

Disposal Estimate Details

Date of Estimate:	June 12, 2014
Source of Estimate:	SCP
Disposal/Demilitarization Total Cost (BY 2014 \$M):	4.3

Demilitarization and disposal will be a coordinated effort between the Air Force and the National Nuclear Security Administration Complex. Older fuzes that are no longer fielded will remain in storage in the Nuclear Materials storage facility located at Hill Air Force Base (AFB), Utah, until demilitarization begins in FY 2056.

Beginning in FY 2056, the Air Force will begin receiving shipments of aged-out fuzes for demilitarization and disposal. It is expected that quarterly shipments from each wing will be sent to the Nuclear Materials storage area at Hill AFB in preparation for demilitarization and disposal.

Demilitarization engineering support will be provided by a support contractor to coordinate removal of precious and environmentally sensitive material from the Mk21 replacement fuzes prior to disposal.

An environmentally protective container will be used to house the demilitarized fuzes for the disposal process. Each container is estimated to hold approximately 66 fuzes.

Fuzes ready for disposal will be transferred from the National Security Campus to the approved disposal site. The projected disposal process will consist of deep earth burial on the Utah Test and Training Range in demilitarized containers.