

**UNCLASSIFIED**

|                                                                       |                         |
|-----------------------------------------------------------------------|-------------------------|
| <b>Exhibit R-2, RDT&amp;E Budget Item Justification:</b> PB 2015 Navy | <b>Date:</b> March 2014 |
|-----------------------------------------------------------------------|-------------------------|

| <b>Appropriation/Budget Activity</b>                                                                    | <b>R-1 Program Element (Number/Name)</b>           |                |                |                     |                      |                      |                |                |                |                |                         |                   |
|---------------------------------------------------------------------------------------------------------|----------------------------------------------------|----------------|----------------|---------------------|----------------------|----------------------|----------------|----------------|----------------|----------------|-------------------------|-------------------|
| 1319: <i>Research, Development, Test &amp; Evaluation, Navy I BA 7: Operational Systems Development</i> | PE 0205675N I <i>Operational Nuclear Power Sys</i> |                |                |                     |                      |                      |                |                |                |                |                         |                   |
| <b>COST (\$ in Millions)</b>                                                                            | <b>Prior Years</b>                                 | <b>FY 2013</b> | <b>FY 2014</b> | <b>FY 2015 Base</b> | <b>FY 2015 OCO #</b> | <b>FY 2015 Total</b> | <b>FY 2016</b> | <b>FY 2017</b> | <b>FY 2018</b> | <b>FY 2019</b> | <b>Cost To Complete</b> | <b>Total Cost</b> |
| Total Program Element                                                                                   | 0.000                                              | 79.229         | 116.928        | 104.023             | -                    | 104.023              | 102.138        | 104.448        | 127.155        | 116.959        | Continuing              | Continuing        |
| 1303: <i>Operational Nuclear Power System</i>                                                           | 0.000                                              | 79.229         | 116.928        | 104.023             | -                    | 104.023              | 102.138        | 104.448        | 127.155        | 116.959        | Continuing              | Continuing        |

# The FY 2015 OCO Request will be submitted at a later date.

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

The details of this program element are classified CONFIDENTIAL and are submitted annually to Congress in the classified budget justification books.

| <b><u>B. Program Change Summary (\$ in Millions)</u></b> | <b><u>FY 2013</u></b> | <b><u>FY 2014</u></b> | <b><u>FY 2015 Base</u></b> | <b><u>FY 2015 OCO</u></b> | <b><u>FY 2015 Total</u></b> |
|----------------------------------------------------------|-----------------------|-----------------------|----------------------------|---------------------------|-----------------------------|
| Previous President's Budget                              | 86.435                | 116.928               | 104.764                    | -                         | 104.764                     |
| Current President's Budget                               | 79.229                | 116.928               | 104.023                    | -                         | 104.023                     |
| Total Adjustments                                        | -7.206                | -                     | -0.741                     | -                         | -0.741                      |
| • Congressional General Reductions                       | -                     | -                     |                            |                           |                             |
| • Congressional Directed Reductions                      | -                     | -                     |                            |                           |                             |
| • Congressional Rescissions                              | -                     | -                     |                            |                           |                             |
| • Congressional Adds                                     | -                     | -                     |                            |                           |                             |
| • Congressional Directed Transfers                       | -                     | -                     |                            |                           |                             |
| • Reprogrammings                                         | -                     | -                     |                            |                           |                             |
| • SBIR/STTR Transfer                                     | -                     | -                     |                            |                           |                             |
| • Rate/Misc Adjustments                                  | -                     | -                     | -0.741                     | -                         | -0.741                      |
| • Congressional General Reductions Adjustments           | -7.206                | -                     | -                          | -                         | -                           |

**Change Summary Explanation**

Technical: Not applicable.

Schedule: Not applicable.