U.S. Army Materiel Command

Partnership Opportunities with Industry

6 Feb 07



as of 30 Jan 0900 hrs





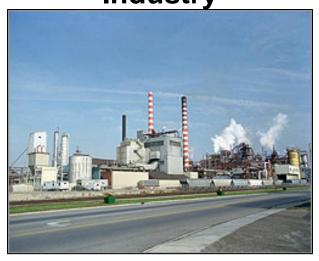
What is a Partnership?

- Agreement between an Army facility and one or more private industry entities to perform work or utilize the Army's facilities and equipment.
- Includes one or more of the following:
 - ✓ Use of public sector facilities, equipment and employees to perform work for public or private sector.
 - ✓ Work sharing arrangements.



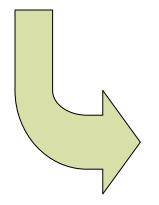
Partnerships

Industry

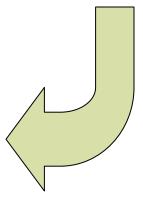












Mutually Beneficial Relationships

"Need to be faster, more agile, less bureaucratic – Need to fight this every day"

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Benefits to Partners

- Access to advanced-technology equipment/ facilities.
- Potential use of hard-to-receive hazardous waste permits.
- Leverage long-term use agreements.
- Reduce investment costs



Armament Retooling and Manufacturing Support (ARMS) Program

- ❖ Goals: Provide for commercial use of Army facilities and equipment to:
 - ✓ Sustain Army manufacturing capability for Armed Services national security requirements.
 - ✓ Reduce ownership, facility operations and maintenance costs.
 - ✓ Reduce product costs.
 - ✓ Accelerate private sector economic growth, employment and investment.

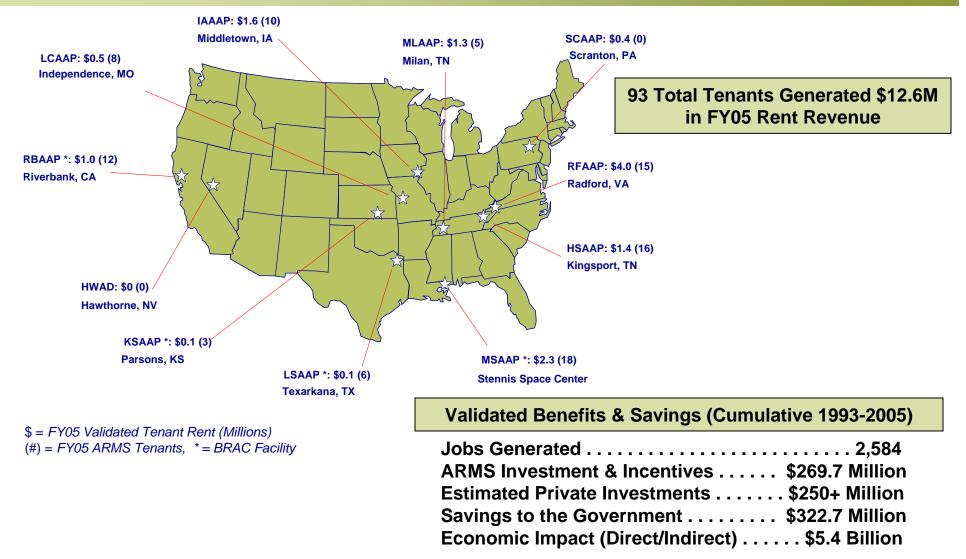
ARMS Funding Profile FY08-13 (\$Ms), PAA Activity 2							
FY08	FY09	FY1 0	FY11	FY12	FY13		
2.9444	3.014	3.137	3.181	3.251	3.322		

ARMS Team





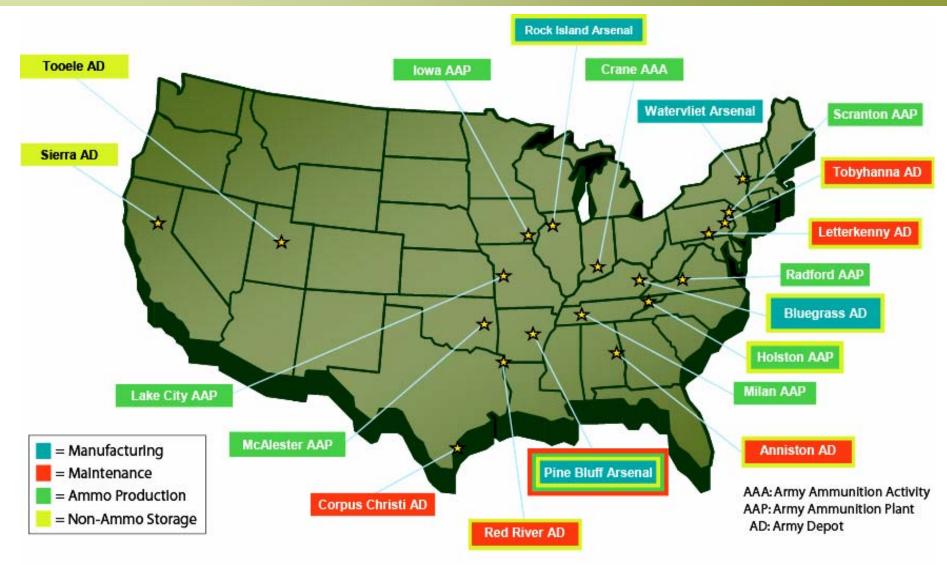
ARMS Program



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The AMC Enterprise



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What's Available

Facilities:

- ✓ Warehouses
- ✓ Manufacturing/repair facilities
- ✓ Ranges (firing & test)
- ✓ Secure locations

Equipment (specialized equipment and tooling):

- ✓ Foundry and rotary forge
- ✓ Seven axis machining centers
- ✓ Guided boring of thick wall cylinders
- ✓ Tool, die & gage development/production

Trained workforce

- ✓ Competent & competitive
- ✓ LEAN Six Sigma experience



Enterprise Capabilities

- Overhaul/repair/remanufacture
 - ✓ Ground vehicles & helicopters (including components)
 - ✓ Radios, radars & other electronic items
- Product design, development, engineering & fabrication
- Heavy and light machining

- Heat treatment, plating & finishes
- Wood pallet manufacturing
- Explosive and propellant production
- Chemical/Biological protective equipment repair/rebuild











Non-Traditional Partnership Examples

Pine Bluff Arsenal	McAlester Army Ammunition Plant	Milan Army Ammunition Plant	Bluegrass Army Depot
Railcar Storage	Wood Pallet Manufacturing	Commercial Plant Nursery	Logging, Forestry and Cattle Grazing



Partnership Examples

Tobyhanna Army Depot	Red River Army Depot	Letterkenny Army Depot	Anniston Army Depot
AAI Corp	Armor Holdings	Lockheed Martin	General Dynamics
Shadow UAV	FMTV	TADS/PNVS	M1 Abrams Stryker



Challenge

- How can Army create greater opportunities to partner with industry?
 - ✓ Right laws?
 - ✓ Right regulations?
 - ✓ Right policies?



Back Up



Statutory Authorities

General Statutory Authority

10 USC 4544: Army industrial facilities: cooperative activities with non-Army entities

Reutilization of Army Manufacturing Plants

10 USC 4551-4555:

Armament Retooling and Manufacturing Support (ARMS) Initiative

PL 106-398:

Arsenal Support Program Initiative (ASPI)

Sale of Articles and Services to Persons
Outside DOD

10 USC 2208(h)

10 USC 2539b

10 USC 4543

22 USC 2770

10 USC 4544

<u>15 USC 3710a:</u>

Cooperative Research and Development Agreements

Participate in Public Competitions

10 USC 2208j

10 USC 2470

Section 8026 PL 109-289

10 USC 4544

Lease or Use Army Property

10 USC 2667

10 USC 2474

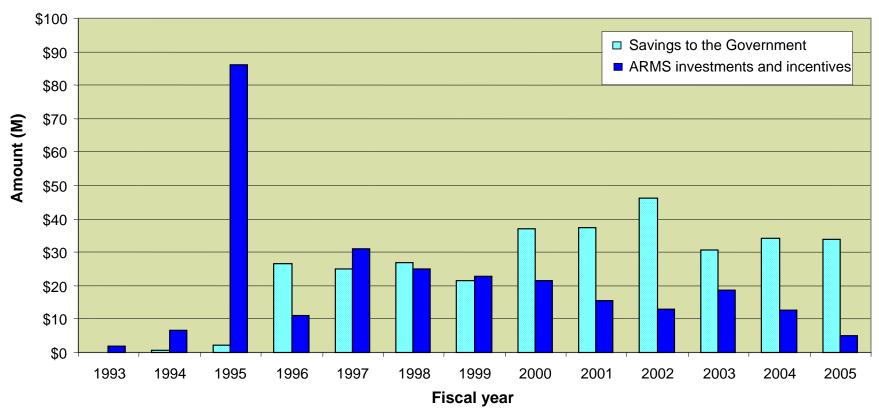
10 USC 4544

FAR Subpart 45.3



Program Savings and Investments

ARMS Savings and Investments, by Fiscal Year



Since its inception in FY 1993, the ARMS Program has saved the Government \$322.7M, with investments in the amount of \$269.7M.

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Full Spectrum Capabilities

Engineering & Prototyping

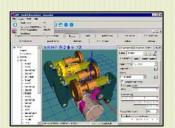
Test & Evaluation

Manufacturing









Lean Six Sigma

Effectiveness and Efficiency

Management System

Legislative and financial reform

Voice of the Customer





Field Services



Storage

Maintenance & Overhaul