



NGAUS Industry Workshop
Denver, CO
30 August 2019

Mr. Mike Mehrman, CFO
Army National Guard



Agenda

- National Guard & Reserve Equipment Appropriation (NGREA) Intent/Authority
- NGREA Process
- Modernization Equipping Requirements Conference (MERC)
- Contracting Overview



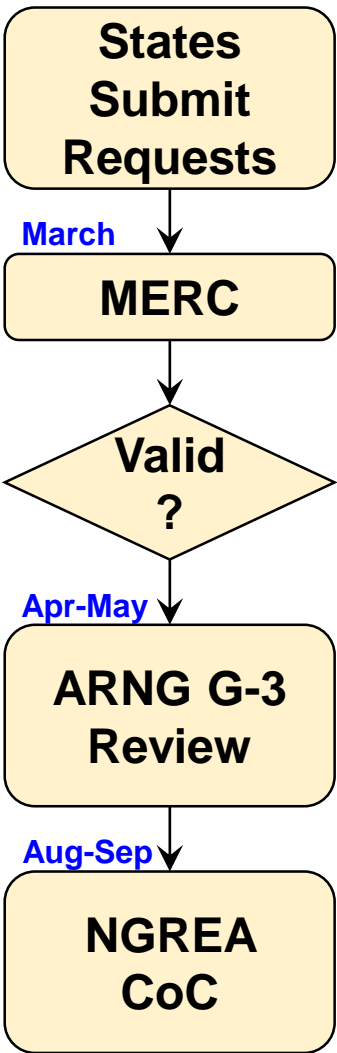
Authority/Intent of NGREA

- Special Defense Appropriation that complements each Reserve Component's base procurement appropriations.
- NGREA *is not programmed or budgeted* as part of the Planning, Programming, Budgeting, Execution (PPBE) process...No President's Budget Request.
- Intended to procure critical shortfall and modernization items of equipment/systems that the base appropriation is not able to fund.
- Must comply with Appropriation language and:
 - Equipment/systems *must have sustainment* funding or sustainment plan;
 - Not intended for Operational Needs Statement (ONS) or JUONS;
 - Must have a validated requirement – MTOE, TDA, or ARNG-G3 Equipment Requirements Validation (ERV) Integrated Planning Team/CoC Validation;
 - Must comply with DoD Financial Management Regulation Investment Criteria – *System cost must be => \$250,000.*
- Funds:
 - Complete Systems/End Items
 - Program Management Costs
 - Fielding Costs
 - PM related New Equipment Training Costs
 - Transportation/Shipping Costs
 - Initial Spares and Initial Sustainment

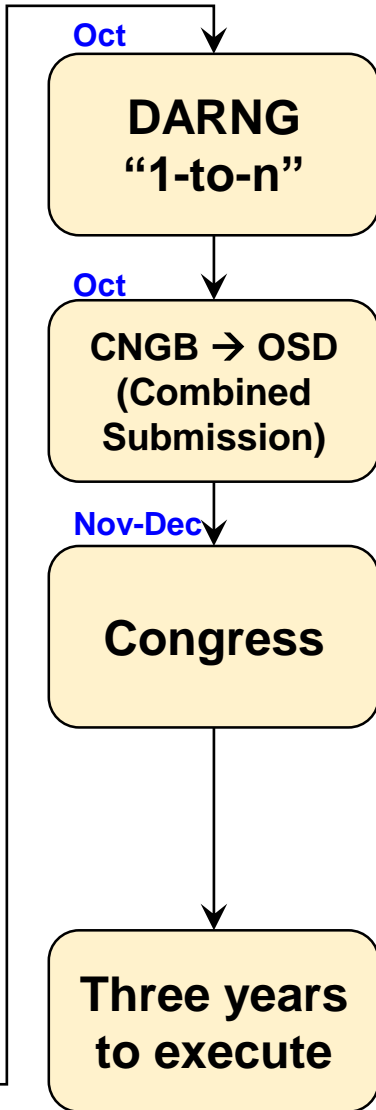
JUONS: Joint Urgent Operational Needs Statement
MTOE: Modified Table of Equipment
TDA: Table of Distribution and Allowances



NGREA Process



- Empower states in NGREA process
- March 2019 MERC (Colorado Springs)
 - 51 of 54 states represented
 - 271 systems nominated
 - 135 systems recommended for validation
 - Prioritize by portfolio
- G-3 Review & initial consolidated prioritization
- NGREA Council of Colonels
 - ARNG G-Staff + state representation
 - Output is prioritized list of validated items
- CNGB submission to OSD-Readiness
 - Combined ARNG & ANG
- OSD submits final “Buy List” to Congress 30 days after enactment



MERC: Modernization Equipping Requirements Conference
 ARNG: Army National Guard
 CNGB: Chief National Guard Bureau

UNCLASSIFIED



FY 20 Modernization Equipping Requirements Conference

Purpose

- Empower States, Territories, and District of Columbia with a direct and coordinated voice in the requirements process.
- Support the ARNG Campaign Plan.
- Create efficiencies and economies within the solicitation and requirements validation process.

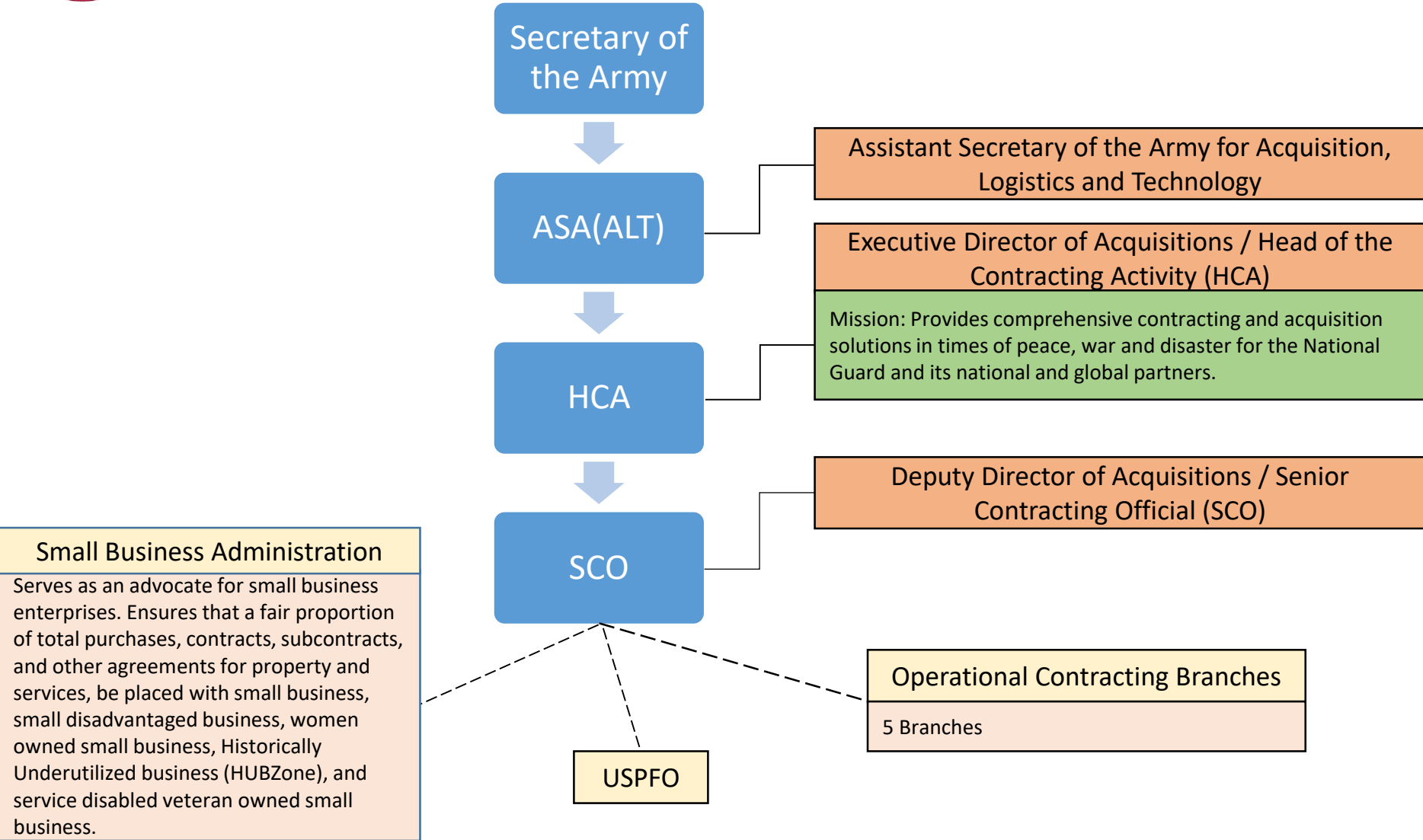
Process

- States, Territories, ARNG and NGB Staff nominate systems for consideration to meet capabilities shortfalls.
- ARNG portfolio managers and state representatives shape nominated systems for consideration within portfolios:
 - Align efforts along ARNG campaign plan objectives
 - Create efficiencies among similar requirements
 - Prioritize requirements within the portfolio – 1 to N
 - Screen priorities and limit to those that meet the intent of NGREA
 - Conduct risk analysis of capability gaps and the ability of nominated capabilities to close gaps.
- Portfolio Managers out brief the DARNG who, on behalf of the TAGs, prioritize the validated requirement submission that feeds the resourcing processes.

Outcome: Synchronized, prioritized, and staffed list of requirements shaped by the TAG's representative that satisfy capabilities shortfalls.



Contracting Overview





Questions/Discussion

