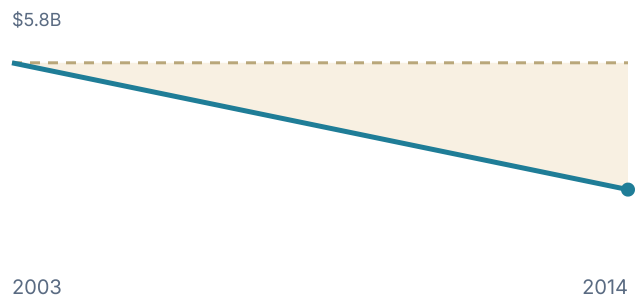


Excalibur M982

Excalibur · Army · Raytheon TRUNCATED

-62% \$5.1B (2003) → \$1.9B (2014)



Dashed = promised baseline · solid = actual estimate · shaded = growth

BASELINE	CURRENT ESTIMATE
\$5.1B (2003)	\$1.9B (2014)
COST GROWTH	COST BASIS
-62%	BY
UNITS	QUANTITY CHANGE
76677 → 7474	-90%
UNIT-COST CHANGE	SCHEDULE SLIP
+292%	—
QUANTITY EFFECT	UNIT-COST EFFECT
-\$4.6B	+\$1.4B
CONFIDENCE	IOC
high · reconciled	— → 2014 (Inc lb)

ASSESSMENT

The bill fell 62% — because the Army cut the buy from 77,000 precision rounds to 7,500. Cost per round nearly QUADRUPLED. A shrinking total is not the same thing as a cheap program.

SOURCE

GAO-15-342SP, Excalibur profile p.79 — constant FY2015 \$M: first full estimate 02/2003 \$5,059.1M / 76,677 rounds vs 08/2014 \$1,934.1M / 7,474; unit cost +292.2%, quantity -90.3% (all stated).