

Item	1995	1996	1997	1998	1999
Cumulative proportion implemented	0	0.5	1	1	1
Change in costs for:					
Labor	0	-5	-10	-10	-10
Non-Labor	0	-2.5	-5	-5	-5
Materiel	0	-5	-10	-10	-10
Depot Costs	0	-5	-10	-10	-10
External Charges	0	-2.5	-5	-5	-5
TOTAL	0	-20	-40	-40	-40
See attached note for explanation of calculations					
Effect on Overhead Rate:					
Cost of Sales	665	660	655	650	645
As-Is Operations Costs	79.403	78.806	78.209	77.6119	77.0149
Change in Operations Costs	0	-20	-40	-40	-40
Projected Operations Costs	79.403	58.806	38.209	37.6119	37.0149
Current Overhead Rate	11.9	11.9	11.9	11.9	11.9
Projected Overhead Rate	11.9403008	8.91	5.83343511	5.78644615	5.73874419
Change in Overhead Rate	0	-3	-6.1	-6.1	-6.2

2000		Full Implementation	
1			
-10		-10	
-5		-5	
-10		-10	
-10		-10	
-5		-5	
-40		-40	
640			
76.4179			
-40			
36.4179			
11.9			
5.69029688			
-6.2			