

# **IN FOCUS**

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# Navy DDG(X) Next-Generation Destroyer Program: Background and Issues for Congress

#### Introduction

The Navy's DDG(X) program envisages procuring a class of next-generation guided-missile destroyers (DDGs) to replace the Navy's Ticonderoga (CG-47) class Aegis cruisers and older Arleigh Burke (DDG-51) class Aegis destroyers. The Navy wants to procure the first DDG(X) in FY2030. The Navy's proposed FY2023 budget requests \$195.5 million in research and development funding for the program.

## Navy Large Surface Combatants (LSCs)

#### **Force-Level Goal**

The Navy refers to its cruisers and destroyers collectively as large surface combatants (LSCs). The Navy's current 355-ship force-level goal, released in December 2016, calls for achieving and maintaining a force of 104 LSCs. The Navy's FY2023 30-year (FY2023-FY2052) shipbuilding plan, released on April 20, 2022, summarizes Navy and OSD studies outlining potential successor Navy force-level goals that include 63 to 96 LSCs.

#### **Existing LSCs**

The Navy's CG-47s and DDG-51s are commonly called Aegis cruisers and destroyers because they are equipped with the Aegis combat system, an integrated collection of sensors and weapons named for the mythical shield that defended Zeus. The Navy procured 27 CG-47s between FY1978 and FY1988. The ships entered service between 1983 and 1994. The first five, which were built to an earlier technical standard, were judged by the Navy to be too expensive to modernize and were removed from service in 2004-2005. Of the remaining 22 ships, the Navy's FY2023 budget submission proposes retiring 5 in FY2023, another 12 in FY2024-FY2027, and the final 5 in years after FY2027.

The first DDG-51 was procured in FY1985 and entered service in 1991. The version of the DDG-51 that the Navy is currently procuring is called the Flight III version. The Navy also has three Zumwalt (DDG-1000) class destroyers that were procured in FY2007-FY2009 and are equipped with a combat system that is different than the Aegis system. (For more on the DDG-51 and DDG-1000 programs, see CRS Report RL32109, *Navy DDG-51 and DDG-1000 Destroyer Programs: Background and Issues for Congress*, by Ronald O'Rourke.)

#### **LSC** Industrial Base

All LSCs procured for the Navy since FY1985 have been built at General Dynamics/Bath Iron Works (GD/BIW) of Bath, ME, and Huntington Ingalls Industries/Ingalls Shipbuilding (HII/Ingalls) of Pascagoula, MS. Lockheed Martin and Raytheon are major contractors for Navy surface ship combat system equipment. The surface combatant industrial base also includes hundreds of additional component and material supplier firms.

## DDG(X) Program

#### **Program Designation**

In the program designation DDG(X), the X means the precise design for the ship has not yet been determined.

#### **Procurement Date for Lead Ship**

As mentioned earlier, the Navy wants to procure the first DDG(X) in FY2030, though the date for procuring the first ship has changed before and could change again. Procurement of DDG-51s—the type of LSC currently being procured by the Navy—would end sometime after procurement of DDG(X)s begins.

#### Navy's General Concept for the Ship

**Figure 1** shows a Navy rendering of a notional DDG(X) design concept. The Navy approved the DDG(X)'s top-level requirements (i.e., its major required features) in December 2020. Navy officials envision the DDG(X) as being larger than the 9,700-ton Flight III DDG-51 design, but smaller than the 15,700-ton DDG-1000 design. A DDG(X) design midway in displacement between the DDG-51 and DDG-1000 designs would displace about 12,700 tons, but the DDG(X)'s displacement could turn out to be less than or more than that figure.

#### Figure I. Navy Rendering of Notional DDG(X) Design



**Source:** Slide 5 from briefing on DDG(X) program by Captain David Hart, DDG(X) Program Manager, January 12, 2022, presented at Surface Navy Association annual symposium.

The Navy envisages the DDG(X) as having (1) Flight III DDG-51 Aegis combat system elements; (2) more growth margin than the Flight III DDG-51 design, meaning more space, weight-carrying capacity, electrical power, and cooling capacity (aka SWAP-C) for accepting additional or higher-power equipment and weapons (including directedenergy weapons) over the ship's service life; (3) an integrated power system (IPS); (4) reduced vulnerability due to reduced infrared, acoustic, and underwater electromagnetic signatures; (5) increased cruising range and time on station; and (6) increased weapon capacity.

The Navy states that the baseline DDG(X) design, like the Fight III DDG-51 design, is to include 96 standard Vertical Launch System (VLS) cells, with an ability to incorporate 12 large missile launch cells in place of 32 of the 96 standard VLS cells. It is also to include two 21-cell Rolling Airframe Missile (RAM) launchers and an ability to be built with an additional mid-body hull section, called the Destroyer Payload Module (see **Figure 1**), that would provide additional payload capacity. The Navy states that

The Future Naval Force Study (FNFS) and the Future Surface Combatant Force Analysis of Alternatives (FSCF AoA) identified the requirement for future large surface combatants (LSCs) to be capable of hosting directed energy (DE) weapons, larger missiles for increased range and speed, increased magazine depth, growth in organic sensors, and an efficient integrated power system to manage the dynamic loads... [S]tudies were performed from FY 2018 to FY 2020 that considered modification of existing surface combatant and amphibious ships in addition to new concepts. These studies concluded that a new material solution via DDG(X) is required to deliver the necessary margins and flexibility to succeed the DDG 51 Class as the next enduring LSC.... By including the DDG 51 FLT III combat system elements in the DDG(X) baseline, Navy is taking an "evolutionary" (vice "revolutionary") approach to the [DDG(X)]class, incorporating a critical lesson learned from the successful evolution of the DDG 51 Class from [the Aegis cruiser design].

(Source: Department of Defense Fiscal Year (FY) 2023 Budget Estimates, Navy, Justification Book, Volume 2 of 5, Research, Development, Test & Evaluation, Navy, April 2022, p. 475.)

#### **Potential Procurement Quantities**

The Navy has not specified how many DDG(X)s it wants to procure. The Navy's FY2023 30-year shipbuilding plan projects LSCs being procured in FY2030 and subsequent years in annual quantities of one to three ships per year.

#### **Potential Unit Procurement Cost**

In constant FY2019 dollars, the Navy wants the first DDG(X) to have a procurement cost of \$3.5 billion to \$4.0 billion, and for the  $10^{th}$  ship in the class to have a procurement cost of \$2.1 billion to \$2.5 billion. An April 2021 Congressional Budget Office (CBO) report estimates the average procurement cost of the DDG(X) at \$2.9 billion in constant FY2021 dollars. By way of comparison, the

Flight III DDG-51's current procurement is about \$2.2 billion.

#### **Issues for Congress**

Issues for Congress regarding the DDG(X) program include the following: (1) Would a new LSC larger than the Flight III DDG-51 design be consistent with the Navy's Distributed Maritime Operations (DMO) concept, which envisages a future fleet with a smaller proportion of larger ships and a larger proportion of smaller ships? (2) The Navy in the past has studied options for a lengthened version of the DDG-51 that would displace between 11,000 and 12,000 tons. Would the DDG(X) be more cost-effective than a lengthened DDG-51? (3) Has the Navy accurately identified the DDG(X)'s required operational capabilities and estimated procurement cost? (4) Would future Navy budgets permit the procurement of DDG(X)s in desired numbers while adequately funding other Navy program priorities? (5) Has the Navy taken adequate steps to mature DDG(X) technologies and mitigate technical, schedule, and cost risk in the DDG(X) program? (6) Has the Navy planned adequately for the transition from DDG-51 procurement to DDG(X) procurement, and for resulting impacts on the shipbuilding industrial base?

# FY2023 Funding Request and Congressional Action

The Navy's proposed FY2023 budget requests \$195.5 million in research and development funding for the program, including \$49.7 million in Project 0411 (DDG[X] Concept Development) within Program Element (PE) 0603564N (Ship Preliminary Design & Feasibility Studies), which is line 47 in the Navy's FY2023 research and development account, and \$145.8 million for "DDG(X) Power & Propulsion Risk Mitigation & Demonstration," which forms part of Project 2471 (Integrated Power Systems [IPS]) within PE 0603573N (Advanced Surface Machinery Systems), which is line 49 in the Navy's FY2023 research and development account.

The House Armed Services Committee's report (H.Rept. 117-397 of July 1, 2022, page 473) on the FY2023 National Defense Authorization Act (NDAA) (H.R. 7900) and the Senate Armed Services Committee's report (S.Rept. 117-130 of July 18, 2022, page 444) on the FY2023 NDAA (S. 4543) both recommend approving the Navy's FY2023 funding requests for the program. Section 121 of S. 4543 as reported would prescribe certain aspects of the program, including GD/BIW's and HII/Ingalls' participation, competitive incentives, technology maturation, and transitioning from DDG-51 procurement. Section 121 is discussed on pages 5-6 of S.Rept. 117-130. The House Appropriations Committee, in its report (H.Rept. 117-388 of June 24, 2022) on the FY2023 DOD Appropriations Act (H.R. 8236), recommends reducing the Navy's request for line 47 by \$13.244 million for "Project 0411 DDG(X) design and analysis excess growth," and reducing the Navy's request for line 49 by \$58.179 million for "Project 2471 DDG(X) power and propulsion risk mitigation and demonstration excess growth" (page 198).

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