



UNDER SECRETARY OF DEFENSE  
1100 DEFENSE PENTAGON  
WASHINGTON, DC 20301-1100

COMPTROLLER

The Honorable John Culberson  
Chairman  
Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
U.S. House of Representatives  
Washington, DC 20515

JUN 21 2013

Dear Mr. Chairman:

The purpose of this letter is to notify the committee of the proposed reprogramming of funds for the projects and amounts shown below. A detailed justification is enclosed.

<u>Service/Installation</u>	<u>Project</u>	<u>Program</u>	<u>Request (\$)</u>
<u>Air Force</u>			
Al Udeid, Qatar	Blatchford-Preston Complex, Phase III	2011	16,217,000
<u>Army National Guard</u>			
Stout Field, Indiana	Joint Forces Headquarters Addition/Alterations	2012	9,271,000

A similar letter is being sent to the Chairman of the Senate Subcommittee on Military Construction, Veterans Affairs, and Related Agencies. Additional details will be provided separately. Thank you for your continued support of DoD programs.

Sincerely,

Robert F. Hale

Enclosure:  
As stated

cc:  
The Honorable Sanford D. Bishop, Jr.  
Ranking Member



UNDER SECRETARY OF DEFENSE

1100 DEFENSE PENTAGON  
WASHINGTON, DC 20301-1100

COMPTROLLER

The Honorable Tim Johnson  
Chairman  
Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
United States Senate  
Washington, DC 20510

JUN 21 2013

Dear Mr. Chairman:

The purpose of this letter is to notify the committee of the proposed reprogramming of funds for the project and amount shown below. A detailed justification is enclosed.

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<u>Army National Guard</u>			
Stout Field, Indiana	Joint Forces Headquarters Addition/Alterations	2012	9,271,000

A similar letter is being sent to the Chairman of the House Subcommittee on Military Construction, Veterans Affairs, and Related Agencies. Additional details will be provided separately. Thank you for your continued support of DoD programs.

Sincerely,

Robert F. Hale

Enclosure:  
As stated

cc:  
The Honorable Mark Kirk  
Ranking Member

Bid Expiration Date: Not Applicable  
Military Construction, Air Force  
Reprogramming Request

Installation: Al Udeid Air Base, Qatar  
Project: Blatchford-Preston Complex, Phase III  
Authorization: Ike Skelton National Defense Authorization Act for Fiscal Year 2011,  
P.L. 111-383

Estimated Cost (\$000):

Appropriated	37,000
Previously Reprogrammed	-
Requested Reprogramming <sup>1</sup>	16,217
Total Estimated Cost	53,217

<sup>1</sup> *The requested reprogramming includes \$1,390 thousand reprogrammed using Below threshold reprogramming (BTR authority to award the initial contract. If approved the reprogramming basis will be \$53,217 thousand).*

Description: The National Defense Authorization Act for Fiscal Year 2011 authorized the construction of 2 dormitories, additional support facilities, a medical administrative facility and a medical and furnishings management warehouse to support deployed base personnel. The project, authorized for \$62.3 million, includes all required site work, infrastructure, utilities, communications, fire protection, and force protection.

Justification: Due to fiscal constraints enacted in the Department of Defense and Full-Year Continuing Resolution Appropriations Act, 2011 (P.L. 112-10), the Air Force decided to construct the 2 dormitories but deferred construction of the a medical administrative facility, medical logistics warehouse, and furnishings management warehouse. Consequently, funding for this project was reduced to \$37 million in the FY 2011 Spend Plan. A contract for the reduced scope was awarded for \$38,389,580. To cover the additional contract cost, funds were reprogrammed to this project using the Department's below threshold reprogramming authority. No Title 10 Section 2853 notification was submitted to Congress since the scope of the awarded contract exceeded 75% of authorized scope,.

This action fully funds the original project scope by reprogramming bid savings on other Military Construction, Air Force projects to the Blatchford Preston Complex Phase III project. These funds will be used to award a follow-on contract to construct the medical administrative facility, medical logistics warehouse, and furnishings management warehouse. Contingency funds will be restored to avoid costly project delays if unplanned within scope changes emerge.

Bid Expiration Date: 31 July 2013  
Military Construction, Army National Guard  
Reprogramming Request

Installation: Stout Field, Indianapolis, Indiana

Project: Joint Forces Headquarters Addition/Alterations

Authorization: National Defense Authorization Act, Fiscal Year 2012,  
Public Law 112-81

Estimated Cost (\$000):

Appropriated	25,700
Previously Reprogrammed	-
Requested Reprogramming	9,271
Total Estimated Cost	34,971

Description: The project consists of addition/alterations to three existing buildings at Stout Field for Joint Forces Headquarters (JFHQ) to meet current construction criteria per National Guard Pamphlet 415-12, Army National Guard Facilities Allowances. When completed, the project will provide adequate spaces for assembly hall, auditorium, education areas, kitchen area, administration space, storage space, locker room, and special functional spaces. Supporting facilities will include military and privately owned vehicle parking, fencing, sidewalks, access roads, and utilities.

Justification: Project bid proposals were requested in August 2012. All the bids received for the project exceeded the appropriated amount of \$25,700,000. Utilizing below threshold reprogramming authority the project was awarded, at less than authorized scope, to F.A. Wilhelm Construction Inc. on 18 September 2012 for \$26,683,000. This construction project is a 100% federally funded construction project on a State owned site.

This reprogramming action provides additional funds for critical programmed features that could not be awarded due to budgetary constraints, such as an auditorium, a security fence, paved roads, alteration of existing space, an emergency generator, parking, and window treatments.

Source of Funds: Funds for this increased cost will be provided from the following projects:

(Dollars in Thousands)

<u>Location &amp; Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Papago Park, AZ Readiness Center PN: 040226	2009	24,000 <sup>1/</sup>	14,115	4,540
Lawrence, IN Armed Forces Reserve Center PN: 180116	2009	21,000 <sup>2/</sup>	15,325	3,805
Muscatatuck, IN Combined Arms Collective Training Facility PN: 180137	2009	6,000 <sup>3/</sup>	5,417	510
Camp Grayling, MI Urban Assault Course PN: 260211	2009	2,000 <sup>4/</sup>	1,452	416
Total				9,271

PN = Project Number

<sup>1/</sup> Project was authorized and appropriated at \$24.0 million and subsequently reduced by \$3.38 million due to rescission in PL 111-117 which resulted in the new authorized and appropriated amount of \$21.62 million. A 10 USC 2853 cost variation report was forwarded to the congressional committees through DASA (I&H) in Sep 2009. The project is 100% complete.

<sup>2/</sup> Project was authorized and appropriated at \$21.0 million and subsequently reduced by \$991 thousand due to rescission in PL 111-117, and then further reduced by \$755 thousand through formal reprogramming to UMMC approved in Jan 2013 resulting in the new authorized and appropriated amount of \$19.254 million. The project is 100% complete.

<sup>3/</sup> Project was authorized and appropriated at \$6.0 million and subsequently reduced by \$73 thousand due to rescission in PL 111-117 which resulted in the new authorized and appropriated amount of \$5.927 million. The project is 100% complete.

<sup>4/</sup> Project was authorized and appropriated at \$2.0 million and subsequently reduced by \$118 thousand due to rescission in PL 111-117 which resulted in the new authorized and appropriated amount of \$1.882 million. The project is 100% complete.

Source of Funds: The required funds are available from bid savings on the following projects.

(Dollars in Thousands)

<u>Location &amp; Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Nellis AFB, Nevada F-35 AGE Facility	2012	21,500	12,545	6,390
Elmendorf AFB, Alaska Brigade Combat Team (Light) Complex 480 Room	2012	97,000	77,834	9,827
Total				<hr/> 16,217