



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

JUL 28 2008

COMPTROLLER

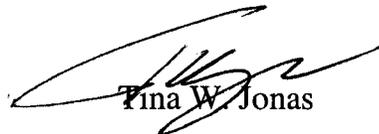
The Honorable Chet Edwards  
Chairman, Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
U.S. House of Representatives  
Washington, DC 20515

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. A similar letter is being sent to the Chairman and Ranking Member of the Military Construction, Veterans Affairs, and Related Agencies Subcommittee of the Senate Appropriations Committee.

<u>Service/Installation</u>	<u>Project</u>	<u>Fiscal Program</u>	<u>Reprogramming Request</u>
Department of Air Force Whiteman AFB, Missouri	Replace Family Housing	2005	\$37,553,000

Sincerely,



Tina W. Jonas

Enclosure:

As stated

cc:

The Honorable Zach Wamp  
Ranking Member



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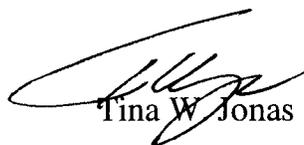
The Honorable Tim Johnson  
Chairman, Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
U.S. Senate  
Washington, DC 20510

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. A similar letter is being sent to the Chairman and Ranking Member of the Military Construction, Veterans Affairs, and Related Agencies Subcommittee of the House Appropriations Committee.

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Department of Air Force Whiteman AFB, Missouri	Replace Family Housing	2005	\$37,553,000

Sincerely,



Tina W. Jonas

Enclosure:  
As stated

cc:  
The Honorable Kay Bailey Hutchison  
Ranking Member

Bid Expiration Date: September 8, 2008  
Family Housing Construction, Air Force  
Reprogramming Request

Installation: Whiteman AFB, Missouri  
Project: Replace Family Housing, PN YWHG029302  
Authorization: Ronald W. Reagan National Defense Authorization Act for FY 2005  
(P.L. 108-375)

Estimated Cost (\$000):

Previously Appropriated	37,087
Previously Reprogrammed	-
Requested Reprogramming	37,553
Total Estimated Cost	74,640

Description: The FY 2005 Replace Family Housing project at Whiteman AFB was originally programmed to construct 160 housing units and demolish 160 housing units for a programmed amount of \$37,087,000. Due to cost increases in the current bid climate, the appropriated amount is sufficient to construct only 91 of the original 160 units programmed. This action provides funding for the remaining 69 units in the original program plus 31 housing units authorized in FY 2006 and FY 2007 but never awarded. To summarize, this reprogramming action funds a total of 191 housing units and demolishes 200 housing units for a total cost of \$74,640,000.

Justification: This project has been bid three times, each time the bids exceeded the appropriated amount; the May 2008 recent bids expire on September 8, 2008.

This project was advertised on April 15, 2005, September 8, 2006, and January 19, 2007 and each time the bid proposals significantly exceeded the programmed amount. On April 15, 2005 the project was initially advertised at the full scope of 160 units and bids exceeded the programmed amount by 22%. On September 8, 2006 the project was solicited a second time with an approved scope reduction of 22% (construct 126 housing units and demolish 126 housing units) and the proposals received exceeded the amount programmed by 33%. On January 19, 2007, this project was solicited a third time at a reduced scope of 126 units and the bids received exceeded the programmed amount by 30%.

On August 13, 2007, the project was re-advertised and multiple proposals were received on October 11, 2007. These proposals were compatible to the revised government

estimate; 91 units are awardable within the appropriated amount of \$37,087,000. To construct 191 units and demolish 200 units, required for Whiteman AFB to meet the FY 2007 Office of the Secretary of Defense inadequate housing elimination goal, \$37,553,000 must be added to the project bringing the total funding to \$74,640,000.

Source of Funds. Bid savings from the following projects will be used to fund this action.

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Amount Reprogrammed</u>
Eglin AFB, FL	2004	\$32,166,000	\$15,000,000	\$17,166,000
Travis AFB, CA	2004	\$12,723,000	\$ 9,500,000	\$ 3,223,000
Davis-Monthan, AZ	2005	\$48,500,000	\$37,139,000	\$11,361,000
Sheppard, TX	2004	\$18,095,000	\$13,379,000	\$ 4,716,000
Shaw, SC	2004	\$ 3,150,000	\$ 2,063,000	\$ 1,087,000