



UNDER SECRETARY OF DEFENSE

1100 DEFENSE PENTAGON
WASHINGTON, DC 20301-1100

COMPTROLLER

AUG 7 2013

The Honorable Tim Johnson
Chairman
Subcommittee on Military Construction,
Veterans Affairs, and Related Agencies
Committee on Appropriations
United States 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.

<u>Service/Installation</u>	<u>Project</u>	<u>Program</u>	<u>Request (\$)</u>
<u>Army</u>			
Fort Hood, Texas	Brigade Complex	2011	3,289,000
Joint Base San Antonio, Texas	Vehicle Maintenance Facility	2012	3,900,000
Fort Polk, Louisiana	Fire Station	2012	5,000,000

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



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AUG 7 2013

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

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>
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Fort Hood, Texas	Brigade Complex	2011	3,289,000
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Fort Polk, Louisiana	Fire Station	2012	5,000,000

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

Bid Expiration Date: September 21, 2013

Military Construction, Army

Reprogramming Request

Installation: Fort Hood, Texas

Project: Brigade Complex

Authorization: Ike Skelton National Defense Authorization Act for Fiscal Year 2011,
Public Law 111-383

Estimated Cost (\$000):

Previously Appropriated*	34,191
Previously Reprogrammed	-
Requested Reprogramming	3,289
Total Estimated Cost	37,480

** Reflects amount reported on the FY 2011 Congressional Spend Plan and includes the 0.2 percent rescission directed in Section 1119 of Public Law 112-10, the Department of Defense and Full-Year Continuing Appropriations Act, 2011.*

Description: This project will construct a standard design Brigade Complex, to include a Company Operations Facility (COF), a Tactical Equipment Maintenance Facility (TEMF), covered hardstand, organizational vehicle parking, hazardous material storage, supporting utilities, and infrastructure at Fort Hood, Texas. This reprogramming action will allow for the construction of the full scope of the project.

Justification: This project is required to address the shortage of adequate company operations facility and vehicle maintenance facility space at Fort Hood, Texas. The Program Amount (PA) was reduced on the FY 2011 Congressional Spend Plan based on bid data available at that time. Once the acquisition process was underway, it became apparent that the revised PA would only allow for the COF and site work to be awarded. The Army awarded the COF and infrastructure on September 29, 2011. The TEMF was re-advertised and proposals above PA were received February 7, 2013, as the bidding climate in the Southwest Region is not as favorable as other U.S. locations. In the Southwest region of the United States, there continues to be less competition and higher bids for the Army's military construction projects. It is unclear why this is occurring in this marketplace at this time. The best value proposal for the 57,031 square foot TEMF is guaranteed until September 21, 2013. This facility will complete the Brigade Complex project and provide essential company and battalion maintenance facilities.

Source of Funds: Bid savings will be provided from the following project.

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Estimate</u>	<u>Proposed Reprogramming</u>
Fort Belvoir, VA Warrior in Transition Complex PN 65745	2009	\$76,000 ¹	\$60,500 ²	\$3,289

PN = Project Number

Notes:

^{1/} Funding for the Warrior in Transition Complex was appropriated in the Supplemental Appropriations Act, 2009 (P.L. 111-32) and remains available until September 30, 2013.

^{2/} A 10 U.S.C. §2853 cost reduction notification was sent to the congressional committees on October 8, 2009, reflecting an award CWE of \$57.7 million. The Army plans to use additional bid savings from this project for other Above Threshold Reprogramming Requests.

Bid Expiration Date: September 16, 2013

Military Construction, Army

Reprogramming Request

Installation: Joint Base San Antonio, Texas

Project: Vehicle Maintenance Facility

Authorization: National Defense Authorization Act for Fiscal Year (FY) 2012,
Public Law 112-81

Estimated Cost (\$000):

Previously Appropriated	10,400
Previously Reprogrammed	-
Requested Reprogramming	3,900
Total Estimated Cost	14,300

Description: This project will construct a standard Tactical Equipment Maintenance Facility (TEMF) and Company Operations Facility (COF) complex at Joint Base San Antonio, Texas. The project includes one vehicle maintenance facility, organizational vehicle parking, oil and hazardous waste storage, COF with covered hardstand, organizational storage, and roadway. This reprogramming action funds the full scope of the project.

Justification: This project is required to provide adequate space to house and properly maintain the vehicles and equipment of a modern, equipped unit. The current facilities are geographically dispersed and undersized, causing inefficiencies and decreased productivity of the unit. During the proposal evaluation process, it was determined that the best value contract proposal would not allow for a full scope award within the Army's authority. In the Southwest region of the United States, there continues to be less competition and higher bids for the Army's military construction projects. It is unclear why this is occurring in this marketplace at this time. Thus, the Army awarded 75 percent of the approved scope for the TEMF and roadway on December 27, 2012. The contract option for the remaining scope, an 11,798 square foot COF, expires on September 16, 2013. The 10 U.S.C. § 2853 cost increase notification was sent to the congressional committees on June 20, 2013, reflecting a Current Working Estimate (CWE) of \$14.3 million.

Source of Funds: Bid savings will be provided from the following project:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Estimate</u>	<u>Proposed Reprogramming</u>
Fort Belvoir, VA Warrior in Transition Complex PN 65745	2009	\$76,000 ¹	\$60,500 ²	\$3,900

PN = Project Number

Notes:

^{1/} Funding for the Warrior in Transition Complex was appropriated in the Supplemental Appropriations Act, 2009 (P.L. 111-32) and remains available until September 30, 2013.

^{2/} A 10 U.S.C. §2853 cost reduction notification was sent to the congressional committees on October 8, 2009, reflecting an award CWE of \$57.7 million. The Army plans to use additional bid savings from this project for other Above Threshold Reprogramming Requests.

Bid Expiration Date: September 15, 2013

Military Construction, Army

Reprogramming Request

Installation: Fort Polk, Louisiana

Project: Fire Station

Authorization: National Defense Authorization Act for Fiscal Year (FY) 2012,
Public Law 112-81

Estimated Cost (\$000):

Previously Appropriated	9,200
Previously Reprogrammed	-
Requested Reprogramming	5,000
Total Estimated Cost	14,200

Description: This project will construct a modified standard design two company headquarters fire station at Fort Polk, Louisiana. The facility includes apparatus bays, residential areas, administrative areas, an oil/water separator, and training areas. This reprogramming action will allow for the construction of the full scope of the project.

Justification: As the first responder for South Fort Polk and a backup for the Leesville fire department, this project is required to provide adequate emergency service response capability to Fort Polk and the surrounding areas and to replace the existing World War II-era wooden facilities, which are in violation of life, safety, and health codes. In addition, the existing facilities cannot house the vehicles and equipment necessary to complete the firefighting mission and are geographically dispersed, causing inefficiencies. The bids came in higher than the program amount. In the Southwest region of the United States, there continues to be less competition and higher bids for the Army's military construction projects. It is unclear why this is occurring in this marketplace at this time. The 10 U.S.C. §2853 cost increase notification was sent to the congressional committees on June 20, 2013, reflecting a Current Working Estimate (CWE) of \$14.2 million.

Source of Funds: Bid savings from the following project will fund this action:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Estimate</u>	<u>Proposed Reprogramming</u>
Fort Belvoir, VA Warrior in Transition Complex PN 65745	2009	\$76,000 ^{/1}	\$60,500 ^{/2}	\$5,000

PN = Project Number

Notes:

^{1/} Funding for the Warrior in Transition Complex was appropriated in the Supplemental Appropriations Act, 2009 (P.L. 111-32) and remains available until September 30, 2013.

^{2/} A 10 U.S.C. §2853 cost reduction notification was sent to the congressional committees on October 8, 2009, reflecting an award CWE of \$57.7 million. The Army plans to use additional bid savings from this project for other Above Threshold Reprogramming Requests.