



UNDER SECRETARY OF DEFENSE  
1 100 DEFENSE PENTAGON  
WASHINGTON, DC 20301-1100

COMPTROLLER

JUL 09 2024

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

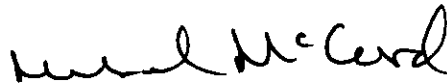
Dear Mr. Chairman:

The purpose of this letter is to request committee approval of the proposed reprogramming of funds for the projects and amounts shown below. Detailed justifications for the projects are enclosed.

#	<u>Service/Agency/Installation</u>	<u>Project</u>	<u>Program</u>	<u>Request (\$)</u>
	<u>Army</u>			
1	Mihail Kogălniceanu Forward Operating Site, Romania	EDI: Explosive and Ammo Loading/Unloading Apron	2019	26,451,000
	<u>Navy</u>			
2	Bahrain, Southwest Asia	Fleet Maintenance Facility & TOC	2019	33,866,000
3	Marine Corps Base Camp Blaz, Guam	PDI: 9 <sup>th</sup> Engineer Support Battalion Operations Facility	2023	9,183,000
4	Naval Station Norfolk, Virginia	E-2D Training Facility	2021	4,000,000
	<u>Air Force</u>			
5	Camp Turzii, Romania	EDI: Parking Apron	2021	10,866,000
6	Davis-Monthan Air Force Base, Arizona	Combat Rescue Helicopter Simulator	2023	4,271,000
	<u>Defense-Wide</u>			
7	Pentagon Reservation, Virginia	Commercial Vehicle Inspection Facility	2023	4,047,000
8	Worldwide Unspecified	Planning and Design	2023	923,000
	<u>Army Reserve</u>			
9	Fort Buchanan, Puerto Rico	Army Reserve Center	2023	9,600,000

<u>#</u>	<u>Service/Agency/Installation</u>	<u>Project</u>	<u>Program</u>	<u>Request (\$)</u>
	<u>Army Reserve</u>			
10	San Tan Valley, Arizona	Area Maintenance Support Activity	2024	5,000,000
	<u>Air Force Reserve</u>			
11	Minneapolis-St Paul IAP Air Reserve Station, Minnesota	Aerial Port Facility	2020	6,850,000
	<u>Air National Guard</u>			
12	Alpena County Regional Airport, Michigan	Aircraft Maintenance Hangar/Shops	2022	6,194,000

A similar letter is being sent to the Chair of the Senate Subcommittee on Military Construction, Veterans Affairs, and Related Agencies. Thank you for your continued support of Defense programs.



Michael McCord

Enclosures:  
As stated

cc: The Honorable Debbie Wasserman Schultz  
Ranking Member



UNDER SECRETARY OF DEFENSE  
1 100 DEFENSE PENTAGON  
WASHINGTON, DC 20301-1100

COMPTROLLER

JUL 09 2024

The Honorable Kyrsten Sinema  
Chair  
Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
United States Senate  
Washington, DC 20510

Dear Madam Chair:

The purpose of this letter is to request committee approval of the proposed reprogramming of funds for the projects and amounts shown below. Detailed justifications for the projects are enclosed.

#	<u>Service/Agency/Installation</u>	<u>Project</u>	<u>Program</u>	<u>Request (\$)</u>
	<u>Army</u>			
1	Mihail Kogălniceanu Forward Operating Site, Romania	EDI: Explosive and Ammo Loading/Unloading Apron	2019	26,451,000
	<u>Navy</u>			
2	Bahrain, Southwest Asia	Fleet Maintenance Facility & TOC	2019	33,866,000
3	Marine Corps Base Camp Blaz, Guam	PDI: 9 <sup>th</sup> Engineer Support Battalion Operations Facility	2023	9,183,000
4	Naval Station Norfolk, Virginia	E-2D Training Facility	2021	4,000,000
	<u>Air Force</u>			
5	Camp Turzii, Romania	EDI: Parking Apron	2021	10,866,000
6	Davis-Monthan Air Force Base, Arizona	Combat Rescue Helicopter Simulator	2023	4,271,000
	<u>Defense-Wide</u>			
7	Pentagon Reservation, Virginia	Commercial Vehicle Inspection Facility	2023	4,047,000
8	Worldwide Unspecified	Planning and Design	2023	923,000
	<u>Army Reserve</u>			
9	Fort Buchanan, Puerto Rico	Army Reserve Center	2023	9,600,000

<u>#</u>	<u>Service/Agency/Installation</u>	<u>Project</u>	<u>Program</u>	<u>Request (\$)</u>
	<u>Army Reserve</u>			
10	San Tan Valley, Arizona	Area Maintenance Support Activity	2024	5,000,000
	<u>Air Force Reserve</u>			
11	Minneapolis-St Paul IAP Air Reserve Station, Minnesota	Aerial Port Facility	2020	6,850,000
	<u>Air National Guard</u>			
12	Alpena County Regional Airport, Michigan	Aircraft Maintenance Hangar/Shops	2022	6,194,000

A similar letter is being sent to the Chair of the House Subcommittee on Military Construction, Veterans Affairs, and Related Agencies. Thank you for your continued support of Defense programs.



Michael McCord

Enclosures:  
As stated

cc: The Honorable John Boozman  
Ranking Member

Requested Date of Congressional Action: August 15, 2024

Military Construction, Army

Reprogramming Request

Installation: Mihail Kogălniceanu Forward Operating Site (MK FOS), Romania

Project: EDI: Explosive and Ammo Loading/Unloading Apron

Authorization: John S. McCain National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2019, Public Law 115-232

Estimated Cost (\$000):

Previously Appropriated	21,651 <sup>1/</sup>
Previously Reprogrammed	849 <sup>2/</sup>
Requested Reprogramming	26,451
Total Estimated Cost	48,951

<sup>1/</sup> Project was appropriated at \$21.651 million in 2019. Project was deferred with 10 U.S.C. §2808 in September 2019 was restored in June 2021.

<sup>2/</sup> Below threshold reprogramming, based on June 2021 current working estimate.

Description: This project will construct an explosives and ammunition loading/unloading apron facilitating onward movement of both fixed wing and rotary wing aircraft carrying hazardous cargo, including weapons and ammunition in support of the Army's Southern Logistics and Power Projection Hub. Primary facilities include an aircraft loading/unloading apron, a blast exhaust deflector, a cable vault, and associated taxiway.

Justification: An additional \$26.451 million is required to award this project. The cost increases are attributed to a change in the project site and associated schedule delays during a period of significant construction price escalation attributed to historic inflation, labor and material cost increases, and the war in Ukraine. Construction of a NATO Logistics Support Area within the original project site conflicted with the design layout, resulting in the Government of Romania changing the project site, necessitating a re-design including a shortened taxiway to fit within the site constraints, additional soil stabilization and an additional 300 meters of utility connections. Due to the large volume of concrete required, the bid includes the construction of a dedicated concrete batch plant, which was not accounted for in the government estimate. This cost is considered acceptable as it minimizes risk associated with location product quality and timely delivery.

A 10 U.S.C. §2853 cost variation notification dated April 26, 2024, was submitted to the congressional committees.

Source of Funds: Funds from the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Various Worldwide OCO Planning and Design	2020	30,748 <sup>1/</sup>	0	17,344
Various Worldwide OCO EDI Unspecified Minor Military Construction	2020	5,220	0	5,220
Various Worldwide OCO EDI Planning and Design	2021	12,141	0	3,887
<b>Total:</b>				<b>26,451</b>

<sup>1/</sup> \$13.4 million of this source is in a reprogramming for the Air Traffic Control Tower at Kwajalein Atoll submitted to Congress on June 5, 2024.

Requested Date of Congressional Action: August 15, 2024

Military Construction, Navy and Marine Corps

Reprogramming Request

Installation: Bahrain, SW Asia

Project: Fleet Maintenance Facility & TOC

Authorization: John S. McCain National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2019, Public Law 115-232

Estimated Cost (\$000):

Previously Appropriated	26,340 <sup>1/</sup>
Previously Reprogrammed	0
Requested Reprogramming	33,866
Total Estimated Cost	60,206

<sup>1/</sup> Project was deferred in accordance with 10 U.S.C. §2808 in 2019 and funding restored in 2021.

Project Description: This project constructs a single-story Tactical Operations Center (TOC) that includes administrative, Secure Compartmented Information Facility (SCIF), and operational areas. The project also constructs a two-story, steel-frame Fleet Maintenance Facility (FMF) that includes maintenance and repair, personnel support, and storage areas, and SCIF space. The contract for the TOC has been awarded with the remainder of the project scope included as an option pending receipt of additional funding.

Justification: Cost increases are attributable to schedule delays and construction price escalation. Since 2019 there have been significant increases in material and labor costs along with inflationary increases for all major construction commodities due to material shortages, supply chain delays, transportation cost increases, and increases in demand for building materials. The Middle East region has experienced various disruptions to its commercial industries related to cost of living and transportation costs which resulted in strikes and other impacts to the construction industry. Supply chain bottle necks are still prevalent, and improvements are relatively slow.

In addition to identified cost increases, the estimated SCIF premium costs did not accurately account for the technical requirements to achieve accreditation. Emerging Telecommunications Electronics Material Protected from Emanating Spurious Transmissions (TEMPEST) requirements resulted in re-design and increased cost.

A 10 U.S.C. §2853 cost variation notification dated June 6, 2024, was submitted to the congressional committees.

Source of Funds: Savings from the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Worldwide, Unspecified Locations Restoral <sup>1/</sup>	2020	N/A	N/A	13,019 <sup>1/</sup>
Pearl Harbor, HI Waterfront Improvements, Wharves S1, S11-13, S20-21	2021	43,675 <sup>2/</sup>	33,070	7,199
Ventura, CA Directed Energy Weapons Test Facilities	2022	7,057 <sup>3/</sup>	0 <sup>4/</sup>	6,338
Pearl Harbor, HI Waterfront Improvements Wharves S8-S10	2021	56,410 <sup>5/</sup>	43,871	4,637
Whiting Field, FL AHTS Aircraft Flight Simulation Facility	2023	59,679	54,679	2,673
<b>Total:</b>				<b>33,866</b>

<sup>1/</sup> Restored 10 U.S.C. §2808 funding from border barrier projects.

<sup>2/</sup> Reflects a revised programmed amount (PA) of \$43.675 million as a result of a \$0.44 million reprogramming decrease approved by Congress in August 2023 and a \$4.875 million reprogramming decrease approved in April 2024.

<sup>3/</sup> Reflects a revised PA of \$7.057 million as a result of a \$12.850 million reprogramming decrease approved by Congress in August 2023.

<sup>4/</sup> A 10 U.S.C. §2853 cost reduction notification dated June 21, 2023, was submitted to the Congressional committees.

<sup>5/</sup> Reflects a revised PA of \$56.410 million as a result of a \$9.5 million reprogramming decrease approved by Congress in April 2023.



Requested Date of Congressional Action: August 15, 2024

Military Construction, Navy and Marine Corps

Reprogramming Request

Installation: Marine Corps Base Camp Blaz, Guam

Project: PDI: 9<sup>th</sup> Engineer Support Battalion Operations Facility

Authorization: James M. Inhofe National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2023, Public Law 117-263

Estimated Cost (\$000):

Previously Appropriated	35,188
Previously Reprogrammed	0
Requested Reprogramming	9,183
Total Estimated Cost	44,371

Project Description: This project constructs an administrative building, supporting facilities, and utility infrastructure in support of 9th Engineer Support Battalion based at Marine Corps Base Camp Blaz, Guam.

Justification: Cost increases are attributable to market conditions and a foundation redesign. Construction prices on Guam have increased dramatically, exacerbated by reconstruction work related to Super Typhoon Mawar, resulting in significant increases in labor costs and material pricing for all major construction commodities due to material shortages, supply chain delays, and transportation cost increases. Additionally, geotechnical and topographical surveys revealed low-bearing-capacity soil conditions that required a redesign of the building foundation from a strip footing foundation to a mat foundation. These surveys were performed as part of a separate project after the development of the authorized cost.

A 10 U.S.C. §2853 cost variation notification dated May 10, 2024, was submitted to the congressional committees.

Source of Funds: Savings from unspecified minor military construction and the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
DPRI Unspecified Minor Construction	2023	17,589	9,047	8,542
Joint Region Marianas, Guam Distribution Warehouse	2021	77,930	70,472	641
Total:				9,183

Requested Date of Congressional Approval: August 15, 2024

Military Construction, Navy and Marine Corps

Reprogramming Request

Installation: Naval Station Norfolk, Virginia

Project: E-2D Training Facility

Authorization: William M. (Mac) Thornberry National Defense Authorization Act for Fiscal Year (FY) 2021, Public Law 116-283

Estimated Cost (\$000):

Previously Appropriated	\$30,400
Previously Reprogrammed	\$6,000
Requested Reprogramming	\$4,000
Total Estimated Cost	\$40,400

Project Description: Constructs a low-rise operational training building for the Airborne Command Control Logistics Wing (ACCLW) Weapons School and homeported Fleet Squadrons. The building includes two weapon system trainers, two distributed readiness trainers, two tactics trainer instructor areas and two mission brief/debrief rooms. The building will be constructed to meet classified information security requirements.

Justification: Additional costs associated with this project are attributable to radio frequency (RF) shielding being added to the project requirements after construction contract award. The requirement for RF shielding was previously optional and has subsequently been identified as mandatory for the supported mission based on updated intelligence security policy. This requirement resulted in changes to wall penetrations and aspects of the heating, ventilation, and air conditioning system, and the electrical distribution. Unforeseen conditions include removal and relocation of underground utilities and the removal of previously abandoned foundations. Additional overhead costs were incurred due to extended contract duration to address these changes.

The E-2D Training Facility is critical to the Navy's planned east coast fleet delivery of E-2D aircraft. Since ACCLW is responsible for the E-2D advanced readiness program for all Fleet Squadrons, prolonged project delays result in an inability to train or operate to the full capabilities of the E-2D which could ultimately jeopardize the effectiveness and survivability of the Carrier Strike Group and embarked Air Wing.

A 10 U.S.C. §2853 cost variation notification dated June 21, 2024, was submitted to the Congressional committees.

Source of Funds: Savings from the following project will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
San Diego, CA Pier 6 Replacement (INC)	2023	15,565 <sup>1/</sup>	0	4,000
Total				4,000

<sup>1/</sup> The Pier 6 at San Diego, CA received \$63.5 million from Section 124 of the FY 2021 military construction appropriations act. An additional \$50 million was appropriated in FY 2022, and \$15.565 million in FY 2023 resulting in a total of \$129.065 million appropriated for the pier. A 10 U.S.C. §2853 notification is not required.

Requested Date of Congressional Action: August 26, 2024

Military Construction, Air Force

Reprogramming Request

Installation: Camp Turzii, Romania

Project: EDI: Parking Apron

Authorization: William M. (Mac) Thornberry National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2021, Public Law (P.L.) 116-283

Estimated Cost (\$000):

Previously Appropriated	19,500
Previously Reprogrammed	-2,695 <sup>1/</sup>
Requested Reprogramming	10,866
Total Estimated Cost	27,671

<sup>1/</sup> Net amount of a Below Threshold Reprogramming (\$+2,716M) in March 2024 and utilization as a source for an Above Threshold Reprogramming (\$-5,411M) action in May 2023.

Project Description: This project constructs a parking apron, taxiways, paved shoulders, taxiway edge lighting, and jet blast deflectors.

Justification: The project cost increase is due to a design deficiency caused by survey errors which have required extensive additional earthwork to increase the elevation of the apron by an average of 1.3 meters, and additional water retention features to include oil/water separation.

A 10 U.S.C. §2853 cost variation notification dated March 15, 2024, was submitted to the congressional committees.

Source of Funds: Savings from the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Malacky AB, EDI: Regional Munitions Storage Area	2020	59,000	0 <sup>1/</sup>	10,866
Total:				10,866

<sup>1/</sup> A 10 U.S.C. §2853 cancellation notification was submitted to the congressional committees on August 23, 2023.

Requested Date of Congressional Action: August 5, 2024

Military Construction, Air Force

Reprogramming Request

Installation: Davis-Monthan Air Force Base, Arizona

Project: Combat Rescue Helicopter Simulator

Authorization: James M. Inhofe National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2023, Public Law (P.L.) 117-263

Estimated Cost (\$000):

Previously Appropriated	7,500
Previously Reprogrammed	0
Requested Reprogramming	4,271
Total Estimated Cost	11,771

Project Description: This project constructs an addition onto the existing HC-130J simulator facility, building 4832, to house the new Combat Rescue Helicopter simulator.

Justification: The project cost increase resulted from historically high inflation, spiking energy prices, and disruptions in the logistics supply chain with associated price escalation. According to an Associated General Contractors report for the Arizona Chapter, prices between June 2021 and June 2022 increased by 55 percent for lumber and plywood, by 44 percent for gypsum products, by 60 percent copper and brass, and by 40 percent for trucking transportation. Additionally, contractors are struggling to locate skilled tradespeople willing to travel to a construction job site with higher costs of gasoline and lodging. Civil works and private industry construction projects in the local area are contributing to market pricing and dearth of laborers.

A 10 U.S.C. §2853 cost variation notification dated May 20, 2024, was submitted to the congressional committees.

Source of Funds: Savings from the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Ellsworth AFB, SD B-21 LO Restoration Facility, Inc.	2023	91,000	49,969 <sup>1/</sup>	871
Tinian, Parking Apron, Inc.	2023	43,950	35,768 <sup>2/</sup>	28
JBSA-Randolph, TX T-X Mx Trng Sys Centralized Trng Facility	2020	19,000	0 <sup>3/</sup>	3,372
Total:				4,271

<sup>1/</sup> Project is incrementally funded and was awarded in September 2021 at less than programmed amount.

<sup>2/</sup> Project is incrementally funded and was awarded in November 2021 at less than programmed amount.

<sup>3/</sup> A 10 U.S.C. §2853 cancellation notification was submitted to the congressional committees on August 18, 2023.



Requested Date of Congressional Approval: November 8, 2024

Military Construction, Defense-Wide (Washington Headquarters Services)

Reprogramming Request

Installation: Pentagon Reservation, Virginia

Project: Commercial Vehicle Inspection Facility

Authorization: James M. Inhofe National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2023, Public Law (P.L.) 117-263

Estimated Cost (\$000):

Previously Appropriated	18,000
Previously Reprogrammed	3,811 <sup>1/</sup>
Requested Reprogramming	4,047
Total Estimated Cost	25,858

<sup>1/</sup> The Previously Reprogrammed amount is the result of below threshold reprogramming actions.

Project Description: Construct a ballistic resistant commercial vehicle inspection facility with control room where personnel will be screened and vehicles inspected by security personnel prior to being granted access to the Pentagon Remote Delivery Facility. Included are kennels, fire protection, intrusion detection, and other anti-terrorism and force protection (AT/FP) measures. The project also includes an inspection canopy structure to include an under-vehicle inspection system that is adjacent to the commercial vehicle inspection facility to facilitate vehicle inspections by security personnel, and restrooms located in the Pentagon Memorial building to replace the existing temporary trailer restrooms.

Justification: An additional \$4.047 million is needed to award this project. This cost increase is due to market conditions and cost risk due to site conditions. Material and labor shortages have driven up construction prices, particularly for concrete work, HVAC, electrical, and fire protection which comprise a large portion of the project cost. The increased cost also includes a potential requirement to remove and replace abandoned underground storm water utilities on the site that were initially presumed adequate for reuse but instead require further evaluation to verify their suitability.

A 10 U.S.C. §2853 cost variation notification dated May 22, 2024, was submitted to the congressional committees.

Source of Funds: Funds from the following are available to fund this requirement.

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Defense-Wide Unspecified Minor Construction	2020	3,000	65	2,945
Defense-Wide Unspecified Minor Construction	2021	3,000	2,360	640
Defense-Wide Unspecified Planning and Design	2021	10,647	10,185	462
Total:				4,047

Requested Date of Congressional Action: December 1, 2024

Military Construction, Defense-Wide (Missile Defense Agency)

Reprogramming Request

Installation: Worldwide Unspecified

Project: Planning and Design (P&D)

Authorization: National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2022,  
Public Law 117-81

Estimated Cost (\$000):

Previously Appropriated	19,000 <sup>1/</sup>
Previously Reprogrammed	0 <sup>2/</sup>
<i>MDA Homeland Defense Radar-Hawaii P&amp;D</i>	- 13,450
<i>MDA General P&amp;D</i>	13,450
Requested Reprogramming	0 <sup>3/</sup>
<i>MDA Homeland Defense Radar-Hawaii P&amp;D</i>	- 923
<i>MDA General P&amp;D</i>	923
Total Estimated Costs	19,000

<sup>1/</sup> Represents \$19 million congressionally directed spending P&D add appropriated in FY 2022 for the Homeland Defense Radar-Hawaii (HDR-H). No other general P&D funds were appropriated for MDA in FY 2022.

<sup>2/</sup> Realignment from HDR-H P&D to general MDA P&D submitted to Congress in the Department's June 2023 MILCON reprogramming request and approved in July 2023.

<sup>3/</sup> This reprogramming requests a realignment from HDR-H P&D to general MDA P&D. Of the \$19 million appropriated for HDR-H, \$14.373 million remains available after completing 65% HDR-H Phase 1 design.

Description: FY 2022 P&D funds were appropriated for the HDR-H as a congressionally directed spending item for MDA to continue HDR-H design activities. This reprogramming action requests the realignment of the remaining FY 2022 HDR-H P&D funds to general MDA P&D so that MDA can fund other emerging design requirements.

Justification: Due to a change in Department plans for the defense of Hawaii, the HDR-H will not be constructed, and HDR-H construction projects were suspended. HDR-H project design efforts ended with the completion of the 65 percent design. Since these P&D funds were appropriated as a congressionally directed spending item, MDA is requesting via a prior approval reprogramming to utilize the remaining funding for other MDA P&D activities, to include the Defense of Guam (DoG) projects and a Maintenance Support Facility at Ft. Greely, Alaska. Design requirements for DoG include six military construction projects for the 360 degree Enhanced Integrated Air and

Missile Defense (EIAMD) system. These P&D funds will enable current and emerging project designs to continue, and for the DoG projects to stay on schedule.

A 10 U.S.C. §2853 cost variation notification is not required for this submission.

Source of Funds: The following funds are available to fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
P&D / HDR-H	2022	19,000 <sup>1/</sup>	4,627 <sup>2/</sup>	14,373 <sup>3/</sup>

<sup>1/</sup> Congressionally directed spending add of P&D funds for the HDR-H.

<sup>2/</sup> CWE is based on the amount to complete the 65% HDR-H Phase 1 design.

<sup>3/</sup> Reprogramming amount a combination of previously approved reprogramming of \$13,450 and current reprogramming request of \$923

Requested Date of Congressional Action: August 15, 2024

Military Construction, Army Reserve

Reprogramming Request

Installation: Fort Buchanan, Puerto Rico

Project: Army Reserve Center

Authorization: James M. Inhofe National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2023, Public Law 117-263

Estimated Cost (\$000):

Previously Appropriated	24,000 <sup>1/</sup>
Previously Reprogrammed	0
Requested Reprogramming	9,600
Total Estimated Cost	33,600

Description: This project constructs a 1400-member Army Reserve Center training facility providing classrooms, an assembly hall, arms vault, training kitchen, and organizational storage for 26 Army Reserve units displaced by failed facilities that have been demolished.

Justification: The increase in costs is attributed to high inflation and the continuing impacts of limited supply chain, increased labor and material costs, and shortage of qualified skilled personnel in the labor market.

A 10 U.S.C. §2853 cost variation notification dated May 20, 2024, was submitted to the congressional committees.

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

(Dollars in Thousands)

<u>Location /Project Description</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Unspecified Minor Military Construction, Army Reserve	2023	24,049 <sup>1/</sup>	9,449 <sup>2/</sup>	9,600

<sup>1/</sup> The Unspecified Minor Military Construction, Army Reserve (UMMCAR) was originally appropriated at \$30.049 million in FY 2023. Congress approved reprogramming of \$6.0 million from UMMCAR to a Multi-Purpose Machine Gun Range in Devens Reserve Forces Training Area (RFTA), Massachusetts in January 2024.

<sup>2/</sup> This project is concurrently being utilized as a source of funds in a reprogramming of \$5 million for the Area Maintenance Support Activity (AMSA) at San Tan Valley, Arizona in the June 2024 Reprogramming submission.

Requested Date of Congressional Action: August 15, 2024

Military Construction, Army Reserve

Reprogramming Request

Installation: San Tan Valley, Arizona

Project: Area Maintenance Support Activity (AMSA)

Authorization: National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2024,  
Public Law 118-31

Estimated Cost (\$000):

Previously Appropriated	12,000 <sup>1/</sup>
Previously Reprogrammed	0
Requested Reprogramming	5,000
Total Estimated Cost	17,000

<sup>1/</sup> Appropriated at \$12 million in Section 124 of the Consolidated Appropriations Act for 2024 (118-H.R.4366).

Description: This project constructs an Area Maintenance Support Activity (AMSA) vehicle maintenance shop and organizational parking for the AMSA-96 mission that supports field and sustainment level maintenance of military equipment organic to Army Reserve units assigned within the AMSA's regional area of responsibility.

Justification: An above threshold reprogramming for \$5.0 million is required to support the award of the full project scope. The increase in costs is attributed to high inflation and the continuing impacts of limited supply chain and logistical interruptions and delays, increased labor and material costs, and shortage of qualified skilled personnel in the current labor market.

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

(Dollars in Thousands)

<u>Location /Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Unspecified Minor Military Construction, Army Reserve	2023	24,049 <sup>1/</sup>	9,449 <sup>2/</sup>	5,000

<sup>1/</sup> The Unspecified Minor Military Construction, Army Reserve (UMMCAR) was originally appropriated at \$30.049 million in FY 2023. Congress approved reprogramming of \$6.0 million from UMMCAR to a Multi-Purpose Machine Gun Range in Devens Reserve Forces Training Area (RFTA), Massachusetts in January 2024

<sup>2/</sup> This project is concurrently being utilized as a source of funds in a reprogramming of \$9.6 million for the Army Reserve Center at Fort Buchanan, Puerto Rico in the June 2024 Reprogramming submission.



Requested Date of Congressional Action: August 12, 2024

Military Construction, Air Force Reserve

Reprogramming Request

Installation: Minneapolis-St Paul IAP Air Reserve Station, Minneapolis, MN

Project: Aerial Port Facility

Authorization: National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2020,  
Public Law 116-92

Estimated Cost (\$000):

Previously Appropriated	9,800
Previously Reprogrammed	2,450 <sup>1/</sup>
Requested Reprogramming	6,850
Total Estimated Cost	19,100

<sup>1/</sup> Below Threshold Reprogramming

Project Description: This project constructs an aerial port facility with overhead doors for equipment access, loading docks with canopies, spaces for parachute activities, indoor training areas, and outdoor area for pallet and equipment storage. The project includes exterior utilities, lighting, pavements, and communications.

Justification: The project cost increased due to material and labor shortages and historic rates of general inflation, as well as design deficiencies. The design deficiencies identified during construction include issues with the structural design for the building frame, water and sprinkler line capacity and location, construction of the air barrier, and adequate frost-proofing of foundation components. The Air Force is pursuing Architect-Engineer Designer of Record liability for these and other such deficiencies.

A 10 U.S.C. §2853 cost variation notification dated April 29, 2024, was submitted to the congressional committees.

Source of Funds: Savings from the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Worldwide, Various Locations Unspecified Minor Military Construction	2021	5,647	2,864	2,783
Worldwide, Various Locations Unspecified Minor Military Construction	2022	15,444	11,377	4,067
Total:				6,850

Requested Date of Congressional Action: August 12, 2024

Military Construction, Air National Guard

Reprogramming Request

Installation: Alpena County Regional Airport, MI

Project: Aircraft Maintenance Hangar/Shops

Authorization: National Defense Authorization Act (NDAA) for Fiscal Year (FY) 2022,  
Public Law (P.L.) 117-81

Estimated Cost (\$000):

Previously Appropriated	24,806
Previously Reprogrammed	0
Requested Reprogramming	6,194
Total Estimated Cost	31,000

Project Description: This project constructs a 24,200 square foot multipurpose hangar designed to accommodate aircraft ranging in size and mission from F-35s and F-15EXs to C-17s and KC-46s. The hangar also includes certified secure space to support 5th Generation Fighters. All major features required in aircraft hangar are designed to accommodate the full suite of Department of Defense aircraft.

Justification: The project cost increases is due to unanticipated general economic inflation and price escalation resulting from supply chain disruption and material shortages, as well as limited availability of skilled labor.

A 10 U.S.C. §2853 cost variation notification dated December 13, 2023, was submitted to the congressional committees.

Source of Funds: Savings from the following projects will fund this requirement:

(Dollars in Thousands)

<u>Location/Project</u>	<u>Fiscal Year</u>	<u>Amount Appropriated</u>	<u>Current Working Estimate</u>	<u>Proposed Reprogramming</u>
Quonset, RI HQ Medical and Dining Facility	2023	46,000	35,596	2,000
Andersen Air Force Base, Joint Region Marianas Space Control Facility #5	2021	27,800 <sup>1/</sup>	0 <sup>2/</sup>	4,194
<b>Total:</b>				<b>6,194</b>

<sup>1/</sup> The Joint Region Marianas Space Control Facility #5 at Andersen Air Force Base, GU received \$7.8 million from Section 135 of the FY 2022 military construction appropriations act.

<sup>2/</sup> A 10 U.S.C. §2853 cancellation notification dated September 14, 2023, was submitted to the Congressional committees.