



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

NOV 22 2010

COMPTROLLER

The Honorable Ike Skelton
Chairman
Committee on Armed Services
U.S. House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

The American Recovery and Reinvestment Act of 2009, Public Law 111-5 (the Recovery Act), and the Supplemental Appropriations Act for FY 2009, Public Law 111-032, provided \$1,330,000,000 and \$488,000,000, respectively, in the Military Construction, Defense-Wide Appropriation for the construction of hospitals. The Acts required the Secretary of Defense to submit an expenditure plan for hospital construction to Congress not later than 30 days after enactment. These expenditure plans were provided on March 20, 2009, and September 25, 2009, respectively.

This letter notifies Congress of changes to the Recovery Act and Supplemental Appropriations expenditure plans. The Hospital Replacement, Phase II project at Fort Hood, Texas, previously part of the Supplemental Appropriations Act expenditure plan, is being funded using savings realized from the Fort Hood Hospital Replacement Phase I and other hospital projects funded in the Recovery Act. As a result, the Hospital Replacement project at Fort Irwin, California, is being added to the Supplemental Appropriations Act expenditure plan. Revised expenditure plans reflecting the impact of these changes are enclosed.

The Department appreciates the continued support of the Congress for Defense facility and infrastructure programs. Similar letters have been sent to the Chairmen and Ranking Members of the Senate Armed Services Committee and the Committees on Appropriations of the House and Senate.

Sincerely,

Robert F. Hale

Enclosures:
As stated

cc:
The Honorable Howard P. "Buck" McKeon
Ranking Member





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WASHINGTON, DC 20301-1100

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COMPTROLLER

The Honorable Carl Levin
Chairman
Committee on Armed Services
United States Senate
Washington, DC 20510

Dear Mr. Chairman:

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Sincerely,

A handwritten signature in cursive script that reads "Robert F. Hale".

Robert F. Hale

Enclosures:
As stated

cc:
The Honorable John McCain
Ranking Member



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COMPTROLLER

The Honorable David Obey
Chairman
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

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Sincerely,

Robert F. Hale

Enclosures:
As stated

cc:
The Honorable Jerry Lewis
Ranking Member





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WASHINGTON, DC 20301-1100

NOV 22 2010

COMPTROLLER

The Honorable Daniel K. Inouye
Chairman
Committee on Appropriations
United States Senate
Washington, DC 20510

Dear Mr. Chairman:

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Robert F. Hale

Enclosures:
As stated

cc:
The Honorable Thad Cochran
Vice Chairman



Summary of Changes to the MilCon Expenditure Plans

American Recovery and Reinvestment Act of 2009 (P.L. 111-5)

Installation Location	State	Project Number	Project Title	Project Category	Original MilCon Cost Est (\$000)	Prior Recovery Act Notification	This Change	Revised MilCon Cost Estimate (\$000)	Construction		
									Estimated Contract Award Date	Estimated Start Date	Estimated Completion Date
Camp Pendleton 1/	CA	71653	Hospital Replacement	Hospitals	563,100	20,900	(78,233)	505,767	Sep-10	Dec-10	Nov-13
Naval Air Station Jacksonville 1/	FL	65199	Hospital Alteration	Hospitals	27,210	-	(10,566)	16,644	Oct-09	Apr-10	Nov-12
Fort Hood 1/	TX	74650	Hospital Replacement Phase I	Hospitals	621,000	-	(126,056)	494,944	Sep-10	Dec-10	Apr-14
Fort Hood 2/	TX	74651	Hospital Replacement Phase II	Hospitals	-	-	200,627	200,627	Sep-10	Dec-10	Apr-14
Various Locations			Planning and Design (P&D)	Hospitals	118,690	(20,900)	14,228	112,018			
Total Defense-wide Hospitals					1,330,000	-	-	1,330,000			

Supplemental Appropriations Act, 2009 (P.L. 111-032)

Installation Location	State	Project Number	Project Title	Project Category	Original MilCon Cost Est (\$000)	Prior Plan Revisions	This Change	Revised MilCon Cost Estimate (\$000)	Construction		
									Estimated Contract Award Date	Estimated Start Date	Estimated Completion Date
Fort Hood 2/	TX	74651	Hospital Replacement Phase II	Hospitals	306,000	-	(306,000)	-	Sep-10	Nov-10	Mar-13
USMA West Point	NY	59220	Hospital Addition/Alteration	Hospitals	38,000	-	-	38,000	Jan-10	Feb-10	Apr-12
Wright-Patterson AFB	OH	72722	Hospital Renovation	Hospitals	115,000	-	-	115,000	Aug-10	Sep-10	Sep-12
Fort Irwin	CA	70354	Hospital Replacement	Hospitals	-	-	274,000	274,000	Mar-12	Apr-12	Mar-15
Various Locations			Planning and Design (P&D)	Hospitals	29,000	-	32,000	61,000			
Total Defense-wide Hospitals					488,000	-	-	488,000			

Bolded projects are new projects that have been added to the expenditure plans - Added Ft. Hood Phase II project to the ARRA funding plan and added Ft. Irwin to the MilCon plan funded by the FY 2009 Supplemental Appropriations Act.

1/ Ft. Hood Hospital Replacement Phase II: This MilCon project was originally funded in the FY 2009 Supplemental Appropriations Act (P.L. 111-032). However, this project is now being funded using contract bid savings realized from the Ft. Hood Hospital Replacement Phase I project and other hospital projects funded in the Recovery Act. This realignment will allow the Department to fund another hospital replacement project at Ft. Irwin, CA, using the funds provided in the FY 2009 Supplemental Appropriations Act.

2/ Reason for Large Changes in Project Cost Estimate: Bid Savings - The local bidding environment has been favorable at these sites as it has been throughout the economy in the last few years.