In the Senate of the United States, July 18, 2002.

Resolved, That the bill from the House of Representatives (H.R. 5011) entitled "An Act making appropriations for military construction, family housing, and base realignment and closure for the Department of Defense for the fiscal year ending September 30, 2003, and for other purposes.", do pass with the following

AMENDMENT:

Strike out all after the enacting clause and insert: 1 That the following sums are appropriated, out of any 2 money in the Treasury not otherwise appropriated for mili-3 tary construction, family housing, and base realignment 4 and closure functions administered by the Department of 5 Defense, for the fiscal year ending September 30, 2003, and 6 for other purposes, namely:

MILITARY CONSTRUCTION, ARMY

2

1

(INCLUDING RESCISSION)

3 For acquisition, construction, installation, and equip-4 ment of temporary or permanent public works, military installations, facilities, and real property for the Army as 5 currently authorized by law, including personnel in the 6 7 Army Corps of Engineers and other personal services nec-8 essary for the purposes of this appropriation, and for con-9 struction and operation of facilities in support of the functions of the Commander in Chief, \$1,679,212,000, to remain 10 11 available until September 30, 2007: Provided, That of this 12 amount, not to exceed \$136,835,000 shall be available for 13 study, planning, design, architect and engineer services, and host nation support, as authorized by law, unless the 14 15 Secretary of Defense determines that additional obligations are necessary for such purposes and notifies the Committees 16 on Appropriations of both Houses of Congress of his deter-17 mination and the reasons therefor: Provided further, That 18 19 of the funds appropriated for "Military Construction, Army" under Public Law 107-64, \$13,676,000 are re-20 21 scinded.

22	Military Construction, Navy
23	(INCLUDING RESCISSION)
24	For acquisition, construction, installation, and equip-

25 ment of temporary or permanent public works, naval in-

stallations, facilities, and real property for the Navy as cur-1 2 rently authorized by law, including personnel in the Naval Facilities Engineering Command and other personal serv-3 4 ices necessary for the purposes of this appropriation, 5 \$1,216,643,000, to remain available until September 30, 6 2007: Provided, That of this amount, not to exceed \$91.620,000 shall be available for study, planning, design, 7 8 architect and engineer services, as authorized by law, unless 9 the Secretary of Defense determines that additional obliga-10 tions are necessary for such purposes and notifies the Com-11 mittees on Appropriations of both Houses of Congress of his 12 determination and the reasons therefor: Provided further, That of the funds appropriated for "Military Construction, 13 Navy" under Public Law 107-64, \$1,340,000 are rescinded. 14

- 15 MILITARY CONSTRUCTION, AIR FORCE
- 16

(INCLUDING RESCISSION)

17 For acquisition, construction, installation, and equip-18 ment of temporary or permanent public works, military in-19 stallations, facilities, and real property for the Air Force as currently authorized by law, \$1,175,617,000, to remain 20 21 available until September 30, 2007: Provided, That of this 22 amount, not to exceed \$87,555,000 shall be available for 23 study, planning, design, architect and engineer services, as 24 authorized by law, unless the Secretary of Defense determines that additional obligations are necessary for such 25

purposes and notifies the Committees on Appropriations of
 both Houses of Congress of his determination and the rea sons therefor: Provided further, That of the funds appro priated for "Military Construction, Air Force" under Pub lic Law 107-64, \$10,281,000 are rescinded.

6 MILITARY CONSTRUCTION, DEFENSE-WIDE
7 (INCLUDING TRANSFER AND RESCISSIONS OF FUNDS)

8 For acquisition, construction, installation, and equip-9 ment of temporary or permanent public works, installa-10 tions, facilities, and real property for activities and agen-11 cies of the Department of Defense (other than the military 12 departments), currently authorized asbylaw. \$927,242,000, to remain available until September 30, 13 2007: Provided, That such amounts of this appropriation 14 15 as may be determined by the Secretary of Defense may be transferred to such appropriations of the Department of De-16 fense available for military construction or family housing 17 as he may designate, to be merged with and to be available 18 for the same purposes, and for the same time period, as 19 the appropriation or fund to which transferred: Provided 20 21 further, That of the amount appropriated, not to exceed 22 \$57,789,000 shall be available for study, planning, design, 23 architect and engineer services, as authorized by law, unless 24 the Secretary of Defense determines that additional obliga-25 tions are necessary for such purposes and notifies the Committees on Appropriations of both Houses of Congress of his
 determination and the reasons therefor: Provided further,
 That of the funds appropriated for "Military Construction,
 Defense-wide" under Public Law 107–64, \$2,976,000 are
 rescinded.

6 MILITARY CONSTRUCTION, ARMY NATIONAL GUARD

For construction, acquisition, expansion, rehabilita8 tion, and conversion of facilities for the training and ad9 ministration of the Army National Guard, and contribu10 tions therefor, as authorized by chapter 1803 of title 10,
11 United States Code, and Military Construction Authoriza12 tion Acts, \$208,482,000, to remain available until Sep13 tember 30, 2007.

14 MILITARY CONSTRUCTION, AIR NATIONAL GUARD

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the Air National Guard, and contributions
therefor, as authorized by chapter 1803 of title 10, United
States Code, and Military Construction Authorization Acts,
\$217,988,000, to remain available until September 30,
2007.

22 MILITARY CONSTRUCTION, ARMY RESERVE

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the Army Reserve as authorized by chapter

3 able until September 30, 2007.

1

2

4 MILITARY CONSTRUCTION, NAVAL RESERVE

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the reserve components of the Navy and Marine Corps as authorized by chapter 1803 of title 10, United
States Code, and Military Construction Authorization Acts,
\$58,671,000, to remain available until September 30, 2007.

11 MILITARY CONSTRUCTION, AIR FORCE RESERVE

12 For construction, acquisition, expansion, rehabilita-13 tion, and conversion of facilities for the training and ad-14 ministration of the Air Force Reserve as authorized by 15 chapter 1803 of title 10, United States Code, and Military 16 Construction Authorization Acts, \$58,209,000, to remain 17 available until September 30, 2007.

18 NORTH ATLANTIC TREATY ORGANIZATION SECURITY

19 Investment Program

For the United States share of the cost of the North Atlantic Treaty Organization Security Investment Program for the acquisition and construction of military facilities and installations (including international military headquarters) and for related expenses for the collective defense of the North Atlantic Treaty Area as authorized in Military Construction Authorization Acts and section 2806
 of title 10, United States Code, \$168,200,000, to remain
 available until expended.

4	Family Housing Construction, Army
5	(INCLUDING RESCISSION)

For expenses of family housing for the Army for construction, including acquisition, replacement, addition, expansion, extension and alteration, as authorized by law,
\$282,856,000, to remain available until September 30,
2007: Provided, That of the funds appropriated for "Family
Housing Construction, Army" under Public Law 107–64,
\$4,920,000 are rescinded.

13 FAMILY HOUSING OPERATION AND MAINTENANCE, ARMY

For expenses of family housing for the Army for operation and maintenance, including debt payment, leasing,
minor construction, principal and interest charges, and insurance premiums, as authorized by law, \$1,119,007,000.
FAMILY HOUSING CONSTRUCTION, NAVY AND MARINE

- 19 CORPS
- 20 (INCLUDING RESCISSION)

For expenses of family housing for the Navy and Marine Corps for construction, including acquisition, replacement, addition, expansion, extension and alteration, as authorized by law, \$374,468,000, to remain available until
September 30, 2007: Provided, That of the funds appro-

priated for "Family Housing Construction, Navy and Ma rine Corps" under Public Law 107–64, \$2,652,000 are re scinded.

FAMILY HOUSING OPERATION AND MAINTENANCE, NAVY AND MARINE CORPS

For expenses of family housing for the Navy and Marine Corps for operation and maintenance, including debt
payment, leasing, minor construction, principal and inter9 est charges, and insurance premiums, as authorized by law,
\$867,788,000.

11 FAMILY HOUSING CONSTRUCTION, AIR FORCE
12 (INCLUDING RESCISSION)

For expenses of family housing for the Air Force for
construction, including acquisition, replacement, addition,
expansion, extension and alteration, as authorized by law,
\$676,694,000, to remain available until September 30,
2007: Provided, That of the funds appropriated for "Family
Housing Construction, Air Force" under Public Law 107–
64, \$8,782,000 are rescinded.

20 FAMILY HOUSING OPERATION AND MAINTENANCE, AIR

21

Force

For expenses of family housing for the Air Force for
operation and maintenance, including debt payment, leasing, minor construction, principal and interest charges,

and insurance premiums, as authorized by law,
 \$874,050,000.

3 FAMILY HOUSING CONSTRUCTION, DEFENSE-WIDE

4 For expenses of family housing for the activities and
5 agencies of the Department of Defense (other than the mili6 tary departments) for construction, including acquisition,
7 replacement, addition, expansion, extension and alteration,
8 as authorized by law, \$5,480,000, to remain available until
9 September 30, 2007.

FAMILY HOUSING OPERATION AND MAINTENANCE,
 DEFENSE-WIDE

For expenses of family housing for the activities and
agencies of the Department of Defense (other than the military departments) for operation and maintenance, leasing,
and minor construction, as authorized by law, \$42,395,000.
DEPARTMENT OF DEFENSE FAMILY HOUSING

17 Improvement Fund

For the Department of Defense Family Housing Improvement Fund, \$2,000,000, to remain available until expended, for family housing initiatives undertaken pursuant
to section 2883 of title 10, United States Code, providing
alternative means of acquiring and improving military
family housing, and supporting facilities.

BASE REALIGNMENT AND CLOSURE ACCOUNT
 For deposit into the Department of Defense Base Clo sure Account 1990 established by section 2906(a)(1) of the
 Department of Defense Authorization Act, 1991 (Public
 Law 101-510), \$645,138,000, to remain available until ex pended.

7

GENERAL PROVISIONS

8 SEC. 101. None of the funds appropriated in Military 9 Construction Appropriations Acts shall be expended for 10 payments under a cost-plus-a-fixed-fee contract for con-11 struction, where cost estimates exceed \$25,000, to be per-12 formed within the United States, except Alaska, without the 13 specific approval in writing of the Secretary of Defense set-14 ting forth the reasons therefor.

15 SEC. 102. Funds appropriated to the Department of
16 Defense for construction shall be available for hire of pas17 senger motor vehicles.

18 SEC. 103. Funds appropriated to the Department of 19 Defense for construction may be used for advances to the 20 Federal Highway Administration, Department of Trans-21 portation, for the construction of access roads as authorized 22 by section 210 of title 23, United States Code, when projects 23 authorized therein are certified as important to the national 24 defense by the Secretary of Defense. SEC. 104. None of the funds appropriated in this Act
 may be used to begin construction of new bases inside the
 continental United States for which specific appropriations
 have not been made.

5 SEC. 105. No part of the funds provided in Military Construction Appropriations Acts shall be used for purchase 6 7 of land or land easements in excess of 100 percent of the 8 value as determined by the Army Corps of Engineers or 9 the Naval Facilities Engineering Command, except: (1) where there is a determination of value by a Federal court; 10 (2) purchases negotiated by the Attorney General or his des-11 ignee; (3) where the estimated value is less than \$25,000; 12 or (4) as otherwise determined by the Secretary of Defense 13 to be in the public interest. 14

SEC. 106. None of the funds appropriated in Military
Construction Appropriations Acts shall be used to: (1) acquire land; (2) provide for site preparation; or (3) install
utilities for any family housing, except housing for which
funds have been made available in annual Military Construction Appropriations Acts.

SEC. 107. None of the funds appropriated in Military
Construction Appropriations Acts for minor construction
may be used to transfer or relocate any activity from one
base or installation to another, without prior notification
to the Committees on Appropriations.

SEC. 108. No part of the funds appropriated in Mili tary Construction Appropriations Acts may be used for the
 procurement of steel for any construction project or activity
 for which American steel producers, fabricators, and manu facturers have been denied the opportunity to compete for
 such steel procurement.

SEC. 109. None of the funds available to the Department of Defense for military construction or family housing
during the current fiscal year may be used to pay real property taxes in any foreign nation.

SEC. 110. None of the funds appropriated in Military
Construction Appropriations Acts may be used to initiate
a new installation overseas without prior notification to the
Committees on Appropriations.

15 SEC. 111. None of the funds appropriated in Military Construction Appropriations Acts may be obligated for ar-16 chitect and engineer contracts estimated by the Government 17 to exceed \$500,000 for projects to be accomplished in Japan, 18 in any NATO member country, or in countries bordering 19 20 the Arabian Sea, unless such contracts are awarded to 21 United States firms or United States firms in joint venture 22 with host nation firms.

23 SEC. 112. None of the funds appropriated in Military
24 Construction Appropriations Acts for military construction
25 in the United States territories and possessions in the Pa-

cific and on Kwajalein Atoll, or in countries bordering the 1 Arabian Sea, may be used to award any contract estimated 2 by the Government to exceed \$1,000,000 to a foreign con-3 4 tractor: Provided, That this section shall not be applicable to contract awards for which the lowest responsive and re-5 sponsible bid of a United States contractor exceeds the low-6 7 est responsive and responsible bid of a foreign contractor 8 by greater than 20 percent: Provided further, That this sec-9 tion shall not apply to contract awards for military construction on Kwajalein Atoll for which the lowest responsive 10 11 and responsible bid is submitted by a Marshallese con-12 tractor.

13 SEC. 113. The Secretary of Defense is to inform the 14 appropriate committees of Congress, including the Commit-15 tees on Appropriations, of the plans and scope of any pro-16 posed military exercise involving United States personnel 17 30 days prior to its occurring, if amounts expended for con-18 struction, either temporary or permanent, are anticipated 19 to exceed \$100,000.

20 SEC. 114. Not more than 20 percent of the appropria-21 tions in Military Construction Appropriations Acts which 22 are limited for obligation during the current fiscal year 23 shall be obligated during the last 2 months of the fiscal year. 24 (TRANSFER OF FUNDS)

25 SEC. 115. Funds appropriated to the Department of
 26 Defense for construction in prior years shall be available
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for construction authorized for each such military depart ment by the authorizations enacted into law during the cur rent session of Congress.

4 SEC. 116. For military construction or family housing
5 projects that are being completed with funds otherwise ex6 pired or lapsed for obligation, expired or lapsed funds may
7 be used to pay the cost of associated supervision, inspection,
8 overhead, engineering and design on those projects and on
9 subsequent claims, if any.

10 SEC. 117. Notwithstanding any other provision of law, any funds appropriated to a military department or de-11 fense agency for the construction of military projects may 12 13 be obligated for a military construction project or contract, or for any portion of such a project or contract, at any 14 15 time before the end of the fourth fiscal year after the fiscal year for which funds for such project were appropriated if 16 the funds obligated for such project: (1) are obligated from 17 funds available for military construction projects; and (2) 18 do not exceed the amount appropriated for such project, 19 plus any amount by which the cost of such project is in-20 21 creased pursuant to law.

22

(TRANSFER OF FUNDS)

23 SEC. 118. During the 5-year period after appropria24 tions available to the Department of Defense for military
25 construction and family housing operation and mainte26 nance and construction have expired for obligation, upon
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a determination that such appropriations will not be nec-1 2 essary for the liquidation of obligations or for making au-3 thorized adjustments to such appropriations for obligations 4 incurred during the period of availability of such appro-5 priations, unobligated balances of such appropriations may be transferred into the appropriation "Foreign Currency" 6 7 Fluctuations, Construction, Defense" to be merged with and 8 to be available for the same time period and for the same 9 purposes as the appropriation to which transferred.

10 SEC. 119. The Secretary of Defense is to provide the 11 Committees on Appropriations of the Senate and the House 12 of Representatives with an annual report by February 15, 13 containing details of the specific actions proposed to be taken by the Department of Defense during the current fis-14 15 cal year to encourage other member nations of the North Atlantic Treaty Organization, Japan, Korea, and United 16 17 States allies bordering the Arabian Sea to assume a greater share of the common defense burden of such nations and 18 the United States. 19

20

(TRANSFER OF FUNDS)

SEC. 120. During the current fiscal year, in addition
to any other transfer authority available to the Department
of Defense, proceeds deposited to the Department of Defense
Base Closure Account established by section 207(a)(1) of the
Defense Authorization Amendments and Base Closure and
Realignment Act (Public Law 100–526) pursuant to section
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207(a)(2)(C) of such Act, may be transferred to the account
 established by section 2906(a)(1) of the Department of De fense Authorization Act, 1991, to be merged with, and to
 be available for the same purposes and the same time period
 as that account.

6

(TRANSFER OF FUNDS)

7 SEC. 121. Subject to 30 days prior notification to the 8 *Committees on Appropriations, such additional amounts as* 9 may be determined by the Secretary of Defense may be 10 transferred to the Department of Defense Family Housing Improvement Fund from amounts appropriated for con-11 struction in "Family Housing" accounts, to be merged with 12 13 and to be available for the same purposes and for the same period of time as amounts appropriated directly to the 14 15 Fund: Provided, That appropriations made available to the 16 Fund shall be available to cover the costs, as defined in section 502(5) of the Congressional Budget Act of 1974, of di-17 18 rect loans or loan guarantees issued by the Department of Defense pursuant to the provisions of subchapter IV of chap-19 ter 169, title 10, United States Code, pertaining to alter-20 21 native means of acquiring and improving military family 22 housing and supporting facilities.

SEC. 122. None of the funds appropriated or made
available by this Act may be obligated for Partnership for
Peace Programs in the New Independent States of the
former Soviet Union.

SEC. 123. (a) Not later than 60 days before issuing
 any solicitation for a contract with the private sector for
 military family housing the Secretary of the military de partment concerned shall submit to the congressional de fense committees the notice described in subsection (b).

6 (b)(1) A notice referred to in subsection (a) is a notice
7 of any guarantee (including the making of mortgage or
8 rental payments) proposed to be made by the Secretary to
9 the private party under the contract involved in the event
10 of—

(A) the closure or realignment of the installation
for which housing is provided under the contract;

13 (B) a reduction in force of units stationed at
14 such installation; or

15 (C) the extended deployment overseas of units
16 stationed at such installation.

17 (2) Each notice under this subsection shall specify the
18 nature of the guarantee involved and assess the extent and
19 likelihood, if any, of the liability of the Federal Government
20 with respect to the guarantee.

21 (c) In this section, the term "congressional defense
22 committees" means the following:

(1) The Committee on Armed Services and the
Military Construction Subcommittee, Committee on
Appropriations of the Senate.

(2) The Committee on Armed Services and the
 Military Construction Subcommittee, Committee on
 Appropriations of the House of Representatives.
 (TRANSFER OF FUNDS)

5 SEC. 124. During the current fiscal year, in addition to any other transfer authority available to the Department 6 7 of Defense, amounts may be transferred from the account established by section 2906(a)(1) of the Department of De-8 9 fense Authorization Act, 1991, to the fund established by 10 section 1013(d) of the Demonstration Cities and Metropolitan Development Act of 1966 (42 U.S.C. 3374) to pay for 11 expenses associated with the Homeowners Assistance Pro-12 gram. Any amounts transferred shall be merged with and 13 be available for the same purposes and for the same time 14 15 period as the fund to which transferred.

16 SEC. 125. Notwithstanding this or any other provision of law, funds appropriated in Military Construction Ap-17 propriations Acts for operations and maintenance of family 18 housing shall be the exclusive source of funds for repair and 19 maintenance of all family housing units, including general 20 or flag officer quarters: Provided, That not more than 21 22 \$35,000 per unit may be spent annually for the maintenance and repair of any general or flag officer quarters 23 24 without 30 days advance prior notification to the appropriate committees of Congress, except that an after-the-fact 25 notification shall be submitted if the limitation is exceeded 26 **HR 5011 EAS**

solely due to costs associated with environmental remedi ation that could not be reasonably anticipated at the time
 of the budget submission: Provided further, That the Under
 Secretary of Defense (Comptroller) is to report annually to
 the Committees on Appropriations all operations and
 maintenance expenditures for each individual general or
 flag officer quarters for the prior fiscal year.

8 SEC. 126. (a) REQUESTS FOR FUNDS FOR ENVIRON-MENTAL RESTORATION AT BRAC SITES IN FUTURE FISCAL 9 10 YEARS.—In the budget justification materials submitted to Congress in support of the Department of Defense budget 11 for any fiscal year after fiscal year 2003, the amount re-12 quested for environmental restoration, waste management, 13 and environmental compliance activities in such fiscal year 14 15 with respect to military installations approved for closure or realignment under the base closure laws shall accurately 16 reflect the anticipated cost of such activities in such fiscal 17 18 year.

(b) BASE CLOSURE LAWS DEFINED.—In this section,
20 the term 'base closure laws' means the following:

(1) Section 2687 of title 10, United States Code.
(2) The Defense Base Closure and Realignment
Act of 1990 (part A of title XXIX of Public Law 101–
510; 10 U.S.C. 2687 note).

(3) Title II of the Defense Authorization Amend ments and Base Closure and Realignment Act (Public
 Law 100-526; 10 U.S.C. 2687 note).

4 SEC. 127. Of the amount appropriated in this Act
5 under the heading "MILITARY CONSTRUCTION, ARMY",
6 \$8,000,000 may be provided for a parking garage at Walter
7 Reed Army Medical Center, District of Columbia.

8 SEC. 128. Of the amount appropriated in this Act 9 under the heading "MILITARY CONSTRUCTION, ARMY", 10 \$3,000,000 may be provided for an Anechoic Chamber at 11 White Sands Missile Range, New Mexico.

SEC. 129. Of the amount appropriated in this Act
under the heading "MILITARY CONSTRUCTION, AIR
FORCE", \$7,500,000 may be provided for a control tower
at Dover Air Force Base, Delaware.

16 SEC. 130. Of the amount appropriated in this Act
17 under the heading "MILITARY CONSTRUCTION, ARMY NA18 TIONAL GUARD", \$9,000,000 may be provided for a Joint
19 Readiness Center at Eugene, Oregon.

20 SEC. 131. Of the amount appropriated in this Act 21 under the heading "MILITARY CONSTRUCTION, AIR NA-22 TIONAL GUARD", \$8,400,000 may be provided for a Com-23 posite Maintenance Complex, Phase II in Nashville, Ten-24 nessee.

- 1 This Act may be cited as the "Military Construction
- 2 Appropriations Act, 2003".

Attest:

Secretary.



AMENDMENT