



Industrial Recommendations

- Sec. 150: Naval Weapons Seal Beach, CA
- Sec. 154: Newport Chemical Depot
- Sec 156: Lima Tank Plant, OH
- Sec. 158: Hawthorne Army Depot, NV
- Sec. 160: Umatilla Chemical Depot
- Sec. 161: Lackland Air Force Base, TX
- Sec. 163: Desert Chemical Depot, UT
- Sec. 165: Fleet Readiness Center



Sec. 150: Naval Weapons Station Seal Beach, CA DoD Recommendation

a. Realign Naval Weapons Station Seal Beach, CA



Supply and Storage

- Sec. 176: Depot Level Reparable Procurement Management Consolidation



Sec. 176: Depot Level Reparable Procurement Management Consolidation DoD Recommendation

- a. Realign Lackland Air Force Base, TX**
- b. Realign Soldier Systems Center, Natick, MA**
- c. Realign Detroit Arsenal, MI**
- d. Realign Rock Island Arsenal, IL**
- e. Realign Ft. Huachuca, AZ**
- f. Realign Naval Support Activity Mechanicsburg, PA**
- g. Realign Marine Corps Base, Albany, GA**



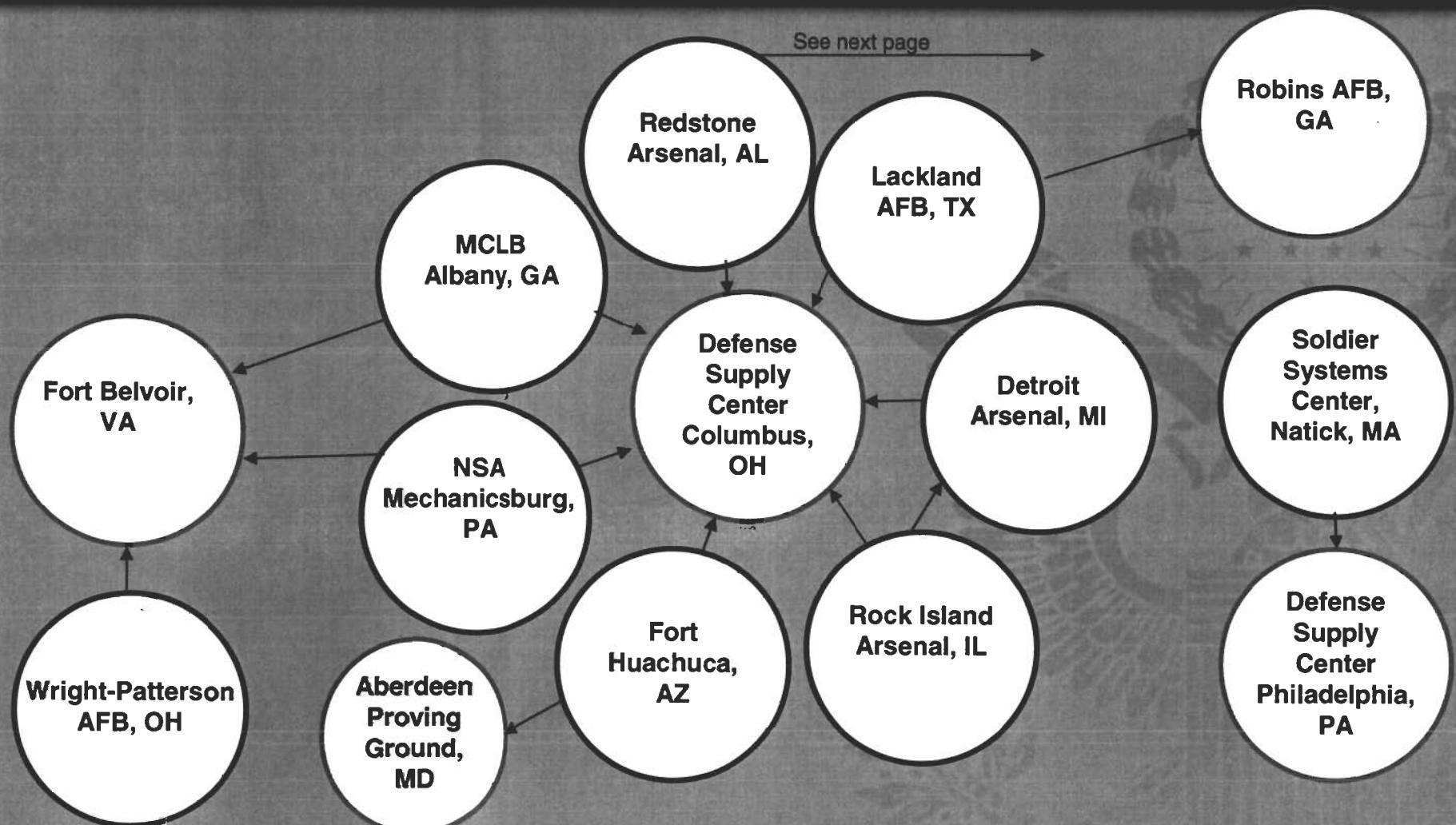
Sec. 176: Depot Level Reparable Procurement Management Consolidation DoD Recommendation

- h. Realign Naval Support Activity Philadelphia, PA, Tinker Air Force Base, OK, Hill Air Force Base, UT and Robins Air Force Base, GA**
- i. Realign Redstone Arsenal, AL**
- j. Realign Wright-Patterson Air Force Base, OH**
- k. Realign Fort Belvoir, VA**



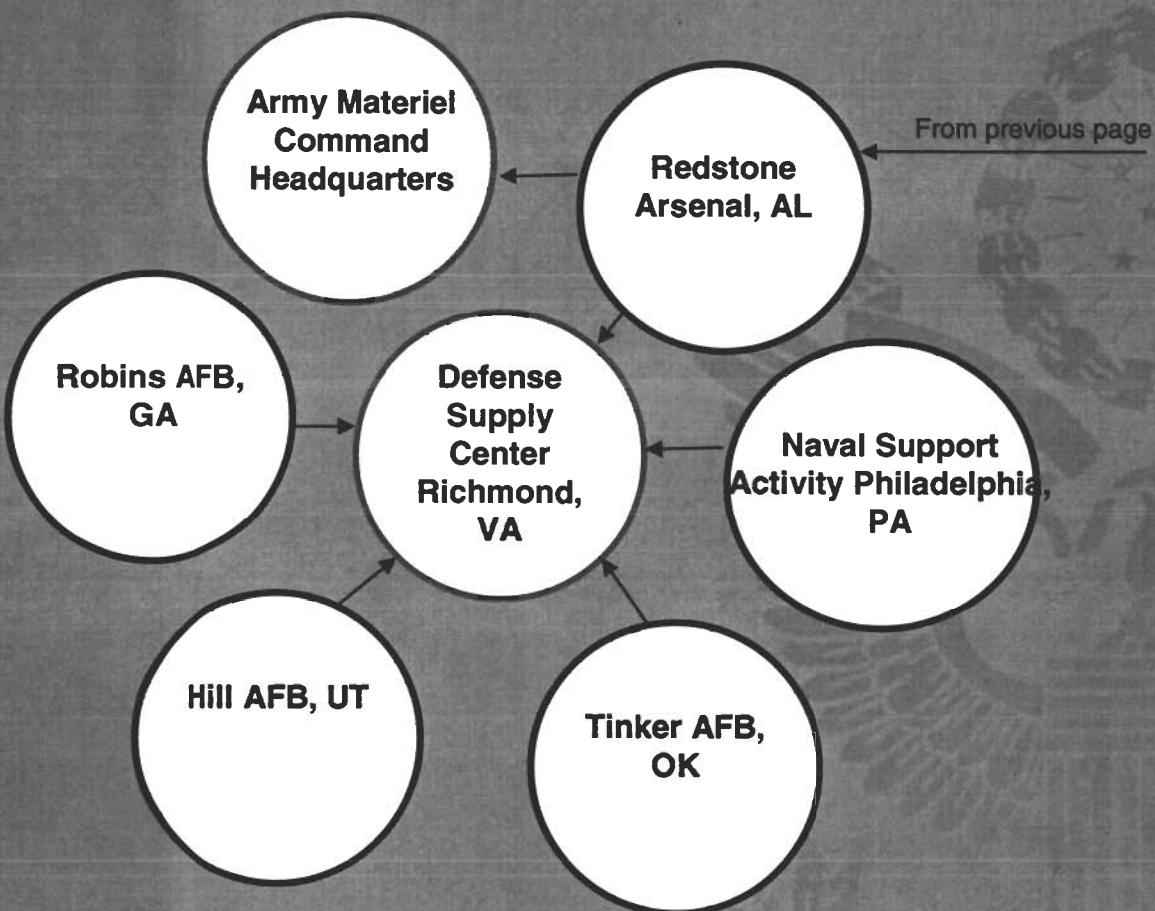
Sec. 176: Depot Level Reparable Procurement Management Consolidation

Affected Installations





Sec. 176: Depot Level Reparable Procurement Management Consolidation Affected Installations





Sec. 176: Depot Level Reparable Procurement Management Consolidation DoD Justification

- Migration of remaining Service Consumable Items to a single DoD agency, DLA
- Realignment should provide labor savings through transfer in place and business process improvements
- Supports transformation by transferring procurement management of all Service DLRs to a single DoD agency, DLA

COBRA:

- \$127 M One-time costs
- Immediate Payback
- (\$1,889.6 M) 20-year Net Present Value
- (10 Military) and (124) Civilians



Sec. 176: Depot Level Reparable Procurement Management Consolidation Issues Raised

C1.

- Rock Island Military Value higher than gaining
- Discrepancies RIA positions to transfer
- Ignored Mission Value of Cryptologic Systems Group at Lackland

C2.

- Lack of buildable space at Detroit Arsenal

C4.

- Underestimate Cost at Lackland

C5.

- Lack of Savings at Lackland

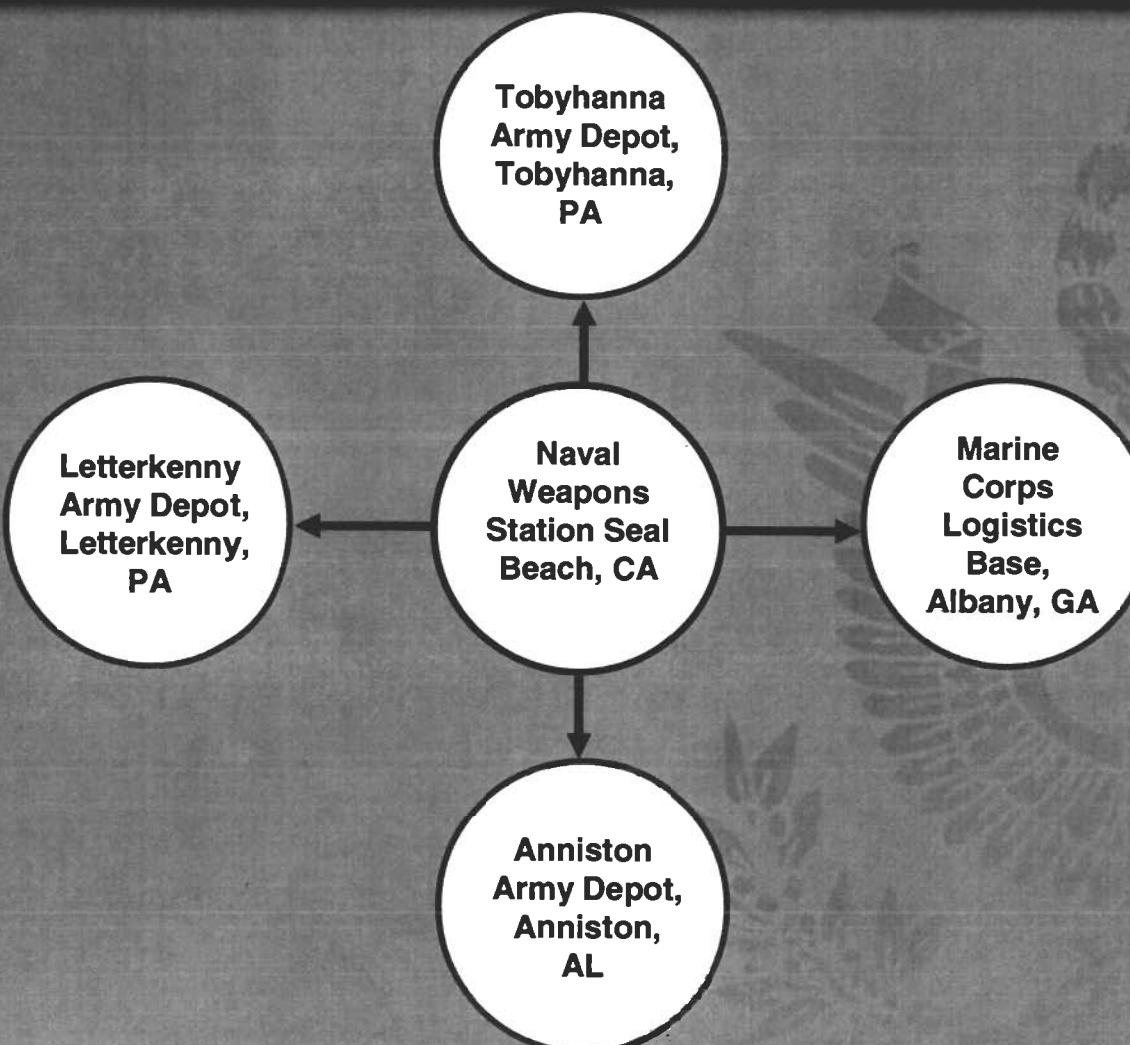


Sec. 176: Depot Level Reparable Procurement Management Consolidation DoD Recommendation

- a. Realign Lackland Air Force Base, TX
- b. Realign Soldier Systems Center, Natick, MA
- c. Realign Detroit Arsenal, MI
- d. Realign Rock Island Arsenal, IL
- e. Realign Ft. Huachuca, AZ
- f. Realign Naval Support Activity Mechanicsburg, PA
- g. Realign Marine Corps Base, Albany, GA
- h. Realign Naval Support Activity Philadelphia, PA, Tinker Air Force Base, OK, Hill Air Force Base, UT and Robins Air Force Base, GA
- i. Realign Redstone Arsenal, AL
- j. Realign Wright-Patterson Air Force Base, OH
- k. Realign Fort Belvoir, VA



Sec. 150: Naval Weapons Station Seal Beach, CA Affected Installations





Sec. 150: Naval Weapons Station Seal Beach, CA DoD Justification

- Supports elimination of depot maintenance at Naval Weapons Station Seal Beach and reduces number of sites performing depot maintenance
- Eliminates over 243,000 sq. ft. of depot maintenance production space with annual facility sustainment and recapitalization savings of \$1.1M.
- Decreases cost of depot maintenance operations across DoD by consolidation and elimination of 30 percent of duplicate overhead structures required to operate multiple depot maintenance activities
- Improves capacity utilization by expanded interservicing

COBRA:

- \$4.1 M One-time costs
- Payback in 1 year
- \$17.7 M 20-year Net Present Value
- Relocates 0 Military and 39 Civilians
- Eliminates 0 Military and 21 Civilians.



Sec. 150: Naval Weapons Station Seal Beach, CA Issues

C1.

- Potential to not have correct type of container available at Seal Beach to ship out a missile awaiting transportation to Fleet
- West Coast radar/antenna expertise may be lacking, which could adversely affect fleet readiness

C4.

- If sub-recommendation regarding container work is rejected, annual savings will increase by \$400K
- In absence of skilled tech rep presence on West Coast, some good equipment may be shipped unnecessarily to East Coast



Sec. 150: Naval Weapons Station Seal Beach, CA DoD Recommendation

- a. Realign Naval Weapons Station Seal Beach, CA**

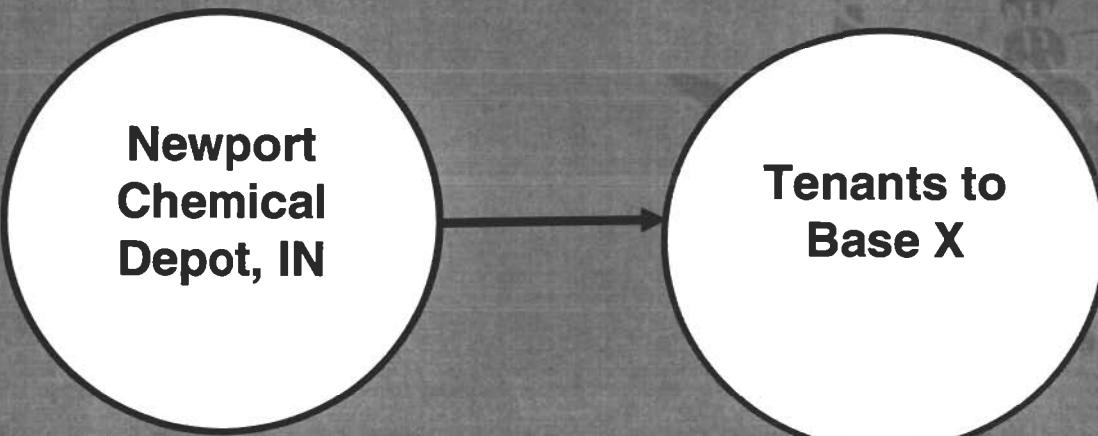


Sec. 154: Newport Chemical Depot - IN DoD Recommendation

a. Close Newport Chemical Depot, IN.



Sec. 154: Newport Chemical Depot - IN Affected Installations





Sec. 154: Newport Chemical Depot - IN DoD Justification

- There is no additional chemical demilitarization workload slated to go to Newport Chemical Depot
- The projected date for completion of existing workload is 2nd quarter of 2008

COBRA:

- \$7.1 M one time costs
- (\$436.2) M 20-year Net Present Value Savings
- Immediate Payback
- Affects 296 personnel positions
- Environmental: DoD estimated remediation cost is \$1.22 M



Sec. 154: Newport Chemical Depot - IN Issues

C1.

- The recommendation to close Newport is predicated upon the completion of the chemical demilitarization mission in the 2nd quarter of 2008. Mission completion information projects timelines that may be beyond the BRAC implementation timeframe.

C5.

- Recommendation included questionable savings for recapitalization
- Personnel numbers reflected mobilized soldiers for site protection after 9/11



Sec. 154: Newport Chemical Depot - IN DoD Recommendation

a. Close Newport Chemical Depot, IN.



Sec. 156: Lima Tank Plant - OH DoD Recommendation

a. Realign Lima Tank Plant.



Sec. 156: Lima Tank Plant - OH Affected Installations

Lima Tank
Plant, OH



Sec. 156: Lima Tank Plant - OH DoD Justification

- Remove excess from the Industrial Base
- Capacity and capability for armored combat vehicles exists at three sites with little redundancy
- The realignment allows DoD to create centers of excellence, avoid single point failure, and generate efficiencies

COBRA:

- \$0.2 M one time costs
- (\$22.3) M 20-year Net Present Value Savings
- Immediate Payback
- No Military or Civilian positions affected
- Environmental: No remediation costs for this recommendation



Sec. 156: Lima Tank Plant - OH Issues

C1/C3.

- Workload has significantly increased plant manufacturing space utilization since 2003 data collection



DoD Recommendation

Sec. 156: Lima Tank Plant, OH

a. Realign Lima Tank Plant.

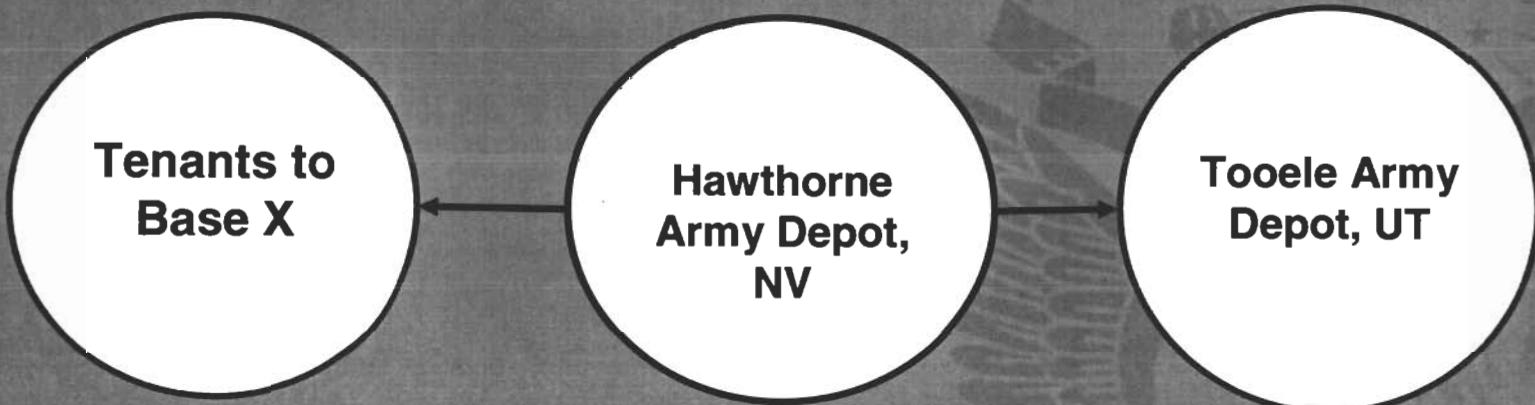


Sec. 158: Hawthorne Army Depot - NV DoD Recommendation

a. Close Hawthorne Army Depot, NV.



Sec. 158: Hawthorne Army Depot - NV Affected Installations





Sec. 158: Hawthorne Army Depot - NV DoD Justification

- Reduce redundancy and remove excess from the Industrial Base
- Capacity/capability for storage and demilitarization exists at other munitions sites
- Creation of centers of excellence and deployment networks that support readiness
- Infrastructure problems limit the ability to offload munitions

COBRA:

- \$180.3 M one time costs
- (\$777.7) M 20-year Net Present Value Savings
- Immediate Payback
- Affects 139 personnel positions

Environmental: DoD estimated remediation cost is \$383.2 M



Sec. 158: Hawthorne Army Depot - NV Issues

C1/C3.

- Impact of reduction of conventional munitions demilitarization and storage capacity as unknown quantities of ammunition return from overseas

C2.

- Infrastructure problems limit the ability to offload
- Other capabilities undervalued

C6.

- Erroneous DoD use of Region of Influence for economic impact analysis

C8.

- Extent and costs of environmental clean-up unknown



Sec. 158: Hawthorne Army Depot - NV DoD Recommendation

a. Close Hawthorne Army Depot, NV.



Sec. 160: Umatilla Chemical Depot - OR DoD Recommendation

a. Close Umatilla Chemical Depot, OR.



Sec. 160: Umatilla Chemical Depot - OR Affected Installations

Umatilla
Chemical
Depot, OR



Sec. 160: Umatilla Chemical Depot - OR DoD Justification

- There is no additional chemical demilitarization workload slated to go to Umatilla Chemical Depot.
- The projected date for completion of existing workload is 2nd quarter of 2011.

COBRA:

- \$15.5 M one time costs
- (\$681.1) M 20-year Net Present Value Savings
- Immediate Payback
- Affects 512 personnel positions
- Environmental: DoD estimated remediation cost is \$10.29 M



Sec. 160: Umatilla Chemical Depot - OR Issues

C1.

- The recommendation to close Umatilla is predicated upon the completion of the chemical demilitarization mission in the 2nd quarter of 2011. Mission completion information projects timelines that may be beyond the BRAC implementation timeframe.

C5.

- Recommendation included questionable savings for recapitalization
- Personnel numbers reflected mobilized soldiers for site protection after 9/11



DoD Recommendation

Sec. 160: Umatilla Chemical Depot - OR

a. Close Umatilla Chemical Depot, OR.



Sec. 161: Cryptologic Systems Group and Relationship to Other Recommendation DoD Recommendations

a. Close Cryptologic Systems Group, (CPSG) Lackland, TX.

SEC. 161: Relocate Depot Maintenance functions of CPSG Lackland to Tobyhanna, PA.

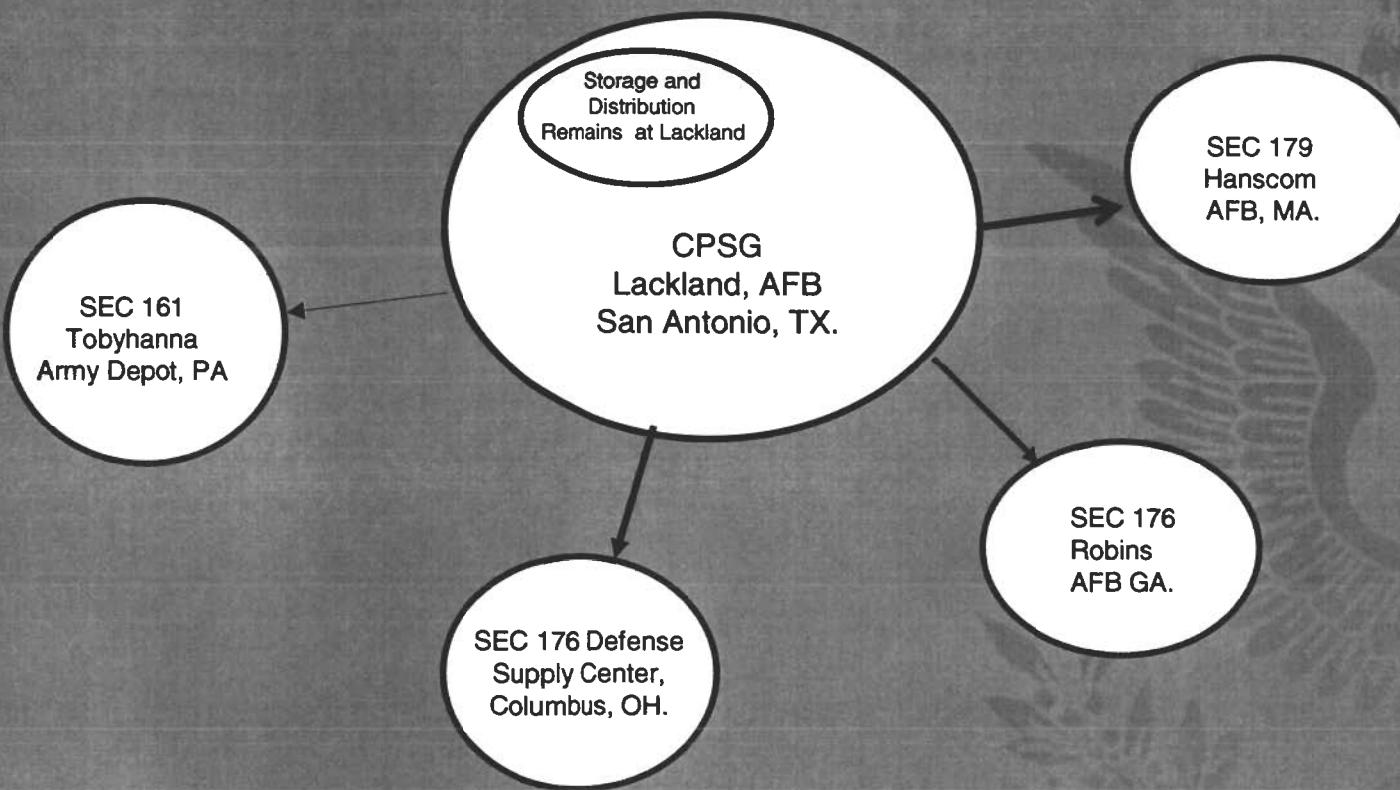
SEC. 176: Relocate Depot Level Reparable procurement management Lackland to Defense Supply Center, Columbus, OH. and Robins Air Force Base, GA.

SEC. 179: Relocate Air and Space C4ISR Research, Development and Acquisition, Test and Evaluation, Lackland to Hanscom, Air Force Base, MA.



Sec. 161: Cryptologic Systems Group and its Relationship to: Sec. 176 and Sec. 179

Relocate Cryptologic Systems Group (CPSG),
Lackland, Air force Base, San Antonio, TX.





Sec. 161: Cryptologic Systems Group DoD Justification

- SEC. 161 Consolidation and elimination of duplicate overhead structures to operate multiple depot maintenance activities.
- SEC. 176 Supports the migration of consumable items to a single DoD agency/activity. Additionally, supports the reduction and consolidation of service and support functions. Finally the recommendation supports transformation of procurement management of all Services to a single agency/activity.
- SEC. 179 Reduce the number of technical facilities and increase efficiency through consolidation.

COBRA for SEC 161:

- \$10.2M One-time cost
- 3 year payback
- (\$28M) 20 - year Net Present Value
- 76 Civilians eliminated



Sec. 161: Cryptologic Systems Group Issue Raised

C1.

- Taken separately the recommendations do not capture the mission value of the CPSG.

C4.

- Taken separately the recommendations do not represent fairly the costs associated with the breakup of the collective functions of CPSG

C5.

- The extent and timing of potential costs outweigh potential savings with no payback of investment



Sec. 161: Cryptologic Systems Group and Relationship to Other Recommendation DoD Recommendations

Close Cryptologic Systems Group, (CPSG) Lackland, TX.

A. SEC. 161: Relocate Depot Maintenance functions of CPSG Lackland to Tobyhanna, PA.

SEC. 176: Relocate Depot Level Reparable procurement management Lackland to Defense Supply Center, Columbus, OH. and Robins Air Force Base, GA.

SEC. 179: Relocate Air and Space C4ISR Research, Development and Acquisition, Test and Evaluation, Lackland to Hanscom, Air Force Base, MA.

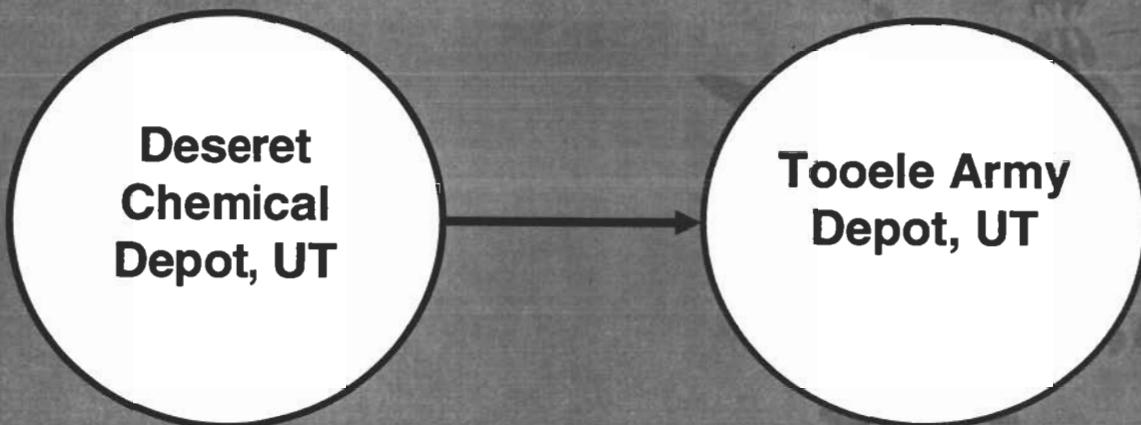


Sec. 163: Deseret Chemical Depot - UT DoD Recommendation

a. Close Deseret Chemical Depot, UT



Sec. 163: Deseret Chemical Depot – UT Affected Installations





Sec. 163: Deseret Chemical Depot - UT DoD Justification

- There is no additional chemical demilitarization workload slated to go to Deseret Chemical Depot.
- The projected date for completion of existing workload is 2nd quarter of 2008.

COBRA:

- \$4.37 M one time costs
 - (\$356.4) M 20-year Net Present Value Savings
 - Immediate Payback
 - Affects 248 personnel positions
-
- Environmental: DoD estimated remediation cost is \$66.85 M



Sec. 163: Deseret Chemical Depot - UT Issues

C1.

- The recommendation to close Deseret is predicated upon completion of the chemical demilitarization mission in the 2nd quarter of 2008. Mission completion information projects timelines that may be beyond the BRAC implementation timeframe.

C5.

- Recommendation included questionable savings for recapitalization
- Personnel numbers reflected mobilized soldiers for site protection after 9/11



DoD Recommendation

Sec. 163: Deseret Chemical Depot, UT

a. Close Deseret Chemical Depot, UT



SEC. 165: Fleet Readiness Centers DoD Recommendation

a. Combine existing Depot's with intermediate maintenance activities and rename as Fleet Readiness Centers:

Cherry Point, NC.; Oceana, VA.; Jacksonville, FL.; North Island, CA.; Lemore, Ca.; Whidbey Island, WA.

b. Rename and/or Combine intermediate maintenance activities and rename as FRC sites:

Norfolk, VA.; Patuxent River, MD.; New Orleans, LA.;Camp Lejeune, NC.; Quantico, VA.; Beaufort, SC.; Mayport, FL.;Cecil Field, FL.;Key west, FL.; Fallen, NV; Fort Worth TX.;Lemoore, CA.;Miramar, CA.; Pendleton, CA.; Yuma, CA.; Point Mugu, CA.

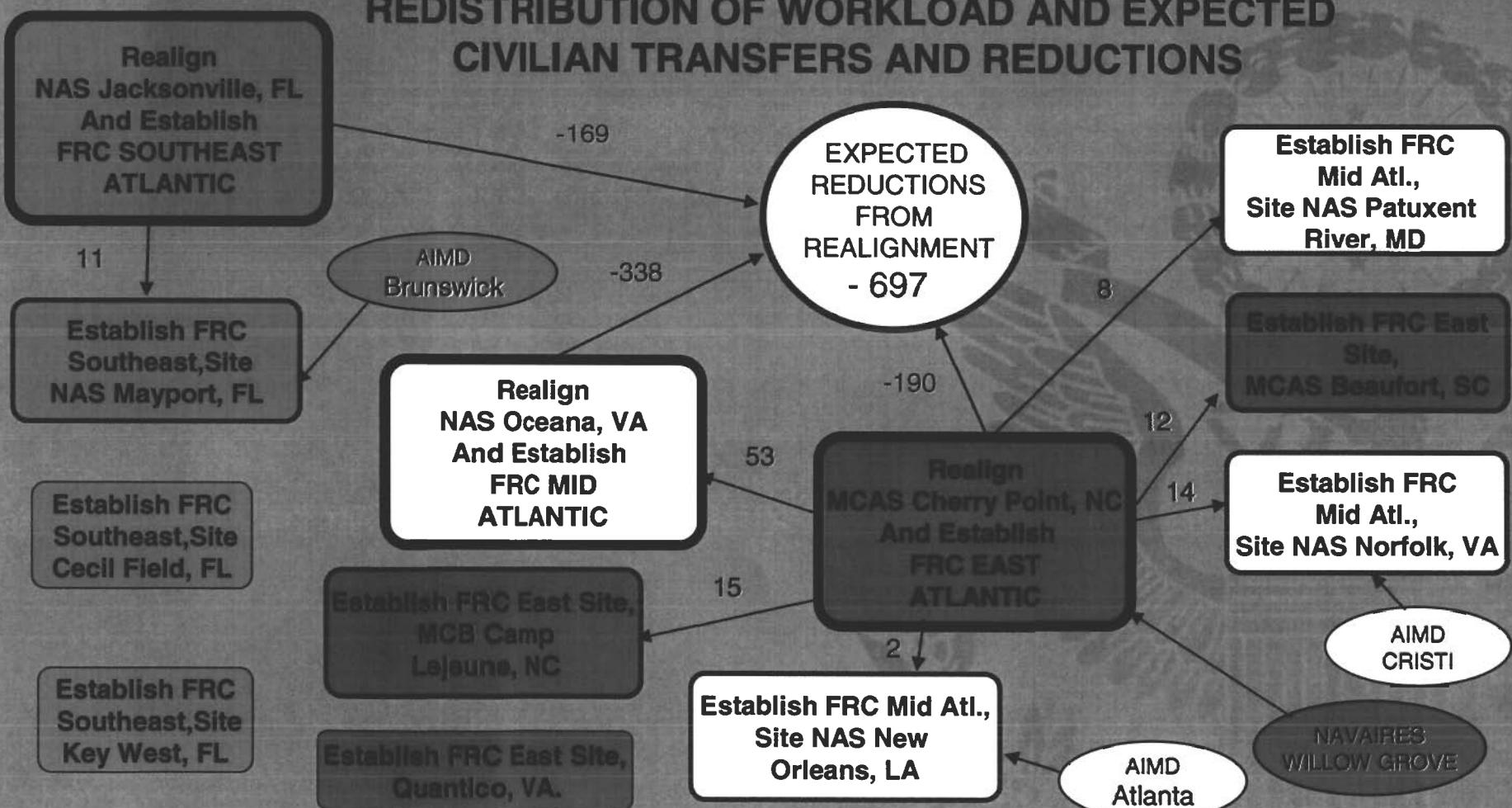
c. Close other intermediate maintenance locations and transfer workload to FRC/FRC sites:

Corpus Cristi to Norfolk; Atlanta to New Orleans; Willow Grove to Cherry Point; Brunswick to Jacksonville; Atlanta reserves to fort Worth; Crane to Whidby Island.



SEC. 165: Fleet Readiness Centers. (East Coast)

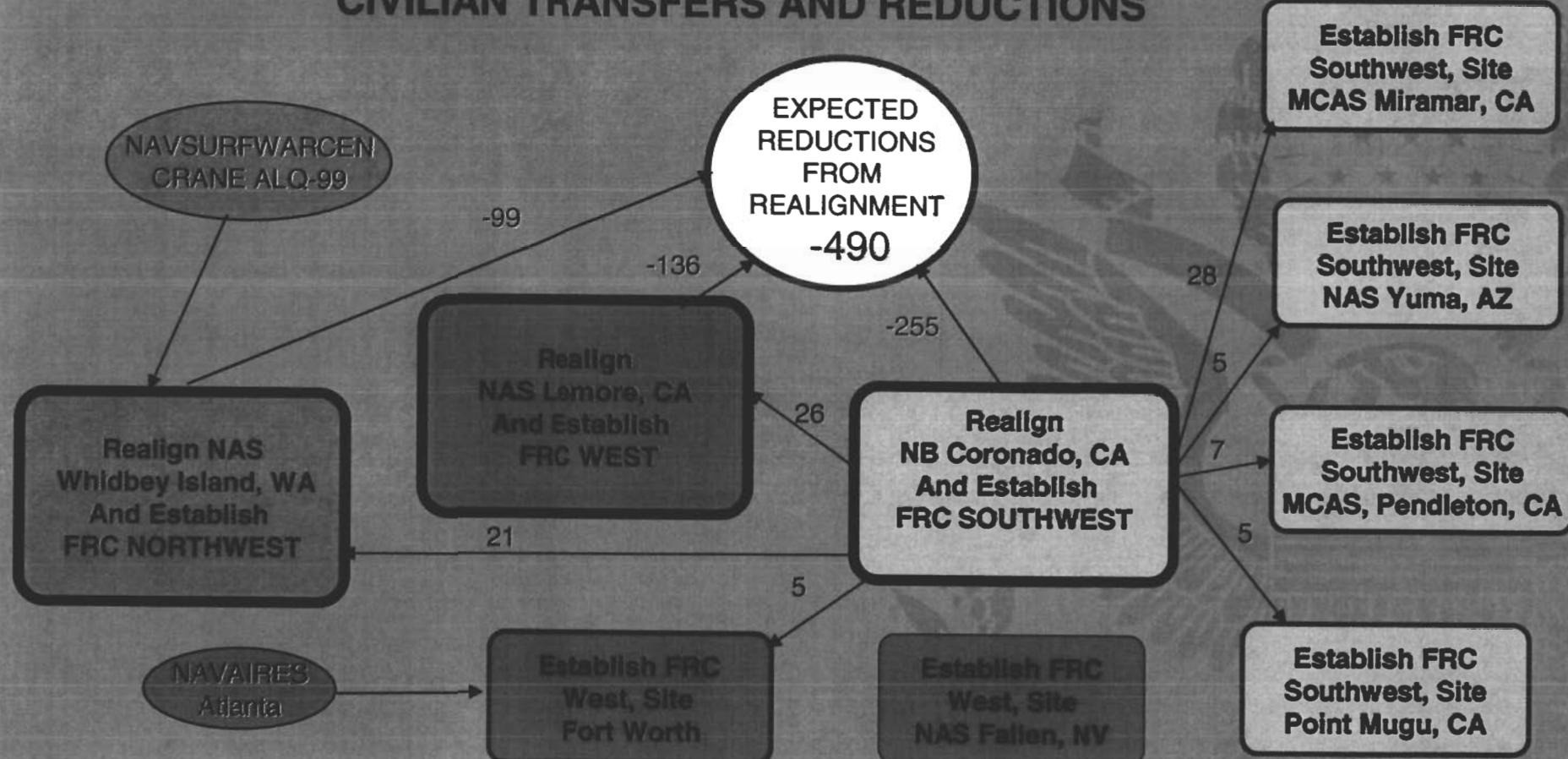
REDISTRIBUTION OF WORKLOAD AND EXPECTED CIVILIAN TRANSFERS AND REDUCTIONS





SEC. 165: Fleet Readiness Centers (West Coast)

REDISTRIBUTION OF WORKLOAD AND EXPECTED CIVILIAN TRANSFERS AND REDUCTIONS





SEC. 165: Fleet Readiness Centers DoD Justification

- Creates 6 Fleet Readiness Centers (FRCs), with 13 affiliated FRC sites at satellite locations.
- Reduced maintenance levels and streamlines maintenance with significant cost reductions.
- Positions maintenance activities closer to fleet concentrations.
- Eliminates a total of 529,000 sq. ft. of maintenance production space.

COBRA:

- \$298.1M One-time costs
- Immediate Payback
- Savings of \$4,724M (20-year Net Present Value)
- Eliminates 1192 civilian and 465 military positions.



SEC. 165: Fleet Readiness Centers Issues Raised

C1.

- The relocation of the ALQ-99 workload sub-optimizes the missions value, at Crane

C3.

- Capability at Crane reduced

C4.

- The move from Crane to Whidbey Island is not cost effective
- Projected military construction and cost savings are overstated



SEC. 165: Fleet Readiness Centers DoD Recommendation

a. Combine existing Depot's with intermediate maintenance activities and rename as Fleet Readiness Centers:

Cherry Point, NC.; Oceana, VA.; Jacksonville, FL.; North Island, CA.; Lemoore, Ca.; Whidbey Island, WA.

b. Rename and/or Combine intermediate maintenance activities and rename as FRC sites:

Norfolk, VA.; Patuxent River, MD.; New Orleans, LA.;Camp Lejeune, NC.; Quantico, VA.; Beaufort, SC.; Mayport, FL.;Cecil Field, FL.;Key west, FL.; Fallon, NV; Fort Worth TX.;Lemoore, CA.;Miramar, CA.; Pendleton, CA.; Yuma, CA.; Point Mugu, CA.

c. Close other intermediate maintenance locations and transfer workload to FRC/FRC sites:

Corpus Cristi to Norfolk; Atlanta to New Orleans; Willow Grove to Cherry Point; Brunswick to Jacksonville; Atlanta reserves to fort Worth; Crane to Whidby Island.