

DEFENSE BASE CLOSURE AND REALIGNMENT COMMISSION

BASE SUMMARY SHEET

Naval Hospital Cherry Point, NC

INSTALLATION MISSION

- Naval Hospital Mission: Enhance readiness while providing quality health care services.

DOD RECOMMENDATION

- Realign Marine Corps Air Station Cherry Point, NC by disestablishing the inpatient mission at Naval Hospital Cherry Point; converting the hospital to a clinic with an ambulatory surgery center.

Note: This is one of nine hospitals that DoD is recommending be disestablished and converted to a clinic with an ambulatory surgery center. (The other facilities are: Ft. Eustis Medical Facility; Ft. Carson Medical Facility; Andres AFB, MD 89th Medical Group; MacDill AFB, FL 6th medical Group; Keesler AFB, MS 81st Medical Group; Scott AFB, IL 375th Medical Group; Naval Hospital Great Lakes, IL; and Ft. Know Medical Facility.)

DOD JUSTIFICATION

- The Department will rely on the civilian medical network for inpatient services. This recommendation supports strategies of reducing excess capacity and locating military personnel in activities with higher military value with a more diverse workload, providing them with enhance opportunities to maintain their medical currency to meet COCOM requirements. Additionally, a robust network with available inpatient capacity of Joint Accreditation of Hospital Organizations (JCAHO) and/or Medicare accredited civilian/Veterans Affairs hospitals is located within 40 miles of the referenced facility.

COST CONSIDERATIONS DEVELOPED BY DOD

Note: These cost considerations are for all 9 inpatient conversions.

- One-Time Costs: \$ 12.9 million
- Net Savings (Cost) during Implementation: \$ 250.9 million
- Annual Recurring Savings: \$ 60.2 million
- Return on Investment Year: Calendar Year (20 Years)
- Net Present Value over 20 Years: \$ 818.1 million

MANPOWER IMPLICATIONS OF THIS RECOMMENDATION (EXCLUDES CONTRACTORS)

	<u>Military</u>	<u>Civilian</u>	<u>Students</u>
Baseline			
Reductions			
Realignments			
Total			

MANPOWER IMPLICATIONS OF ALL RECOMMENDATIONS AFFECTING THIS INSTALLATION (INCLUDES ON-BASE CONTRACTORS AND STUDENTS)

	<u>Out</u>		<u>In</u>		<u>Net Gain (Loss)</u>	
	<u>Military</u>	<u>Civilian</u>	<u>Military</u>	<u>Civilian</u>	<u>Military</u>	<u>Civilian</u>
This Recommendation	(16)	(664)	64	8	48	(656)
Other Recommendation(s)						
Total	(16)	(664)	64	8	48	(656)

ENVIRONMENTAL CONSIDERATIONS

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REPRESENTATION

Governor: The Honorable Michael F. Easley
 Senators: The Honorable Richard Burr
 The Honorable Elizabeth Dole

Representative: The Honorable G. K. Butterfield (1st District of North Carolina)

ECONOMIC IMPACT

- Potential Employment Loss: 69 jobs (38 direct and 31 indirect)
- MSA Job Base: ___ jobs
- Percentage: ___ percent decrease
- Cumulative Economic Impact (Year-Year): ___ percent decrease

MILITARY ISSUES

- (Include pertinent items)

COMMUNITY CONCERNS/ISSUES

- (Include pertinent items. This will be your initial opportunity to document and start analysis on community concerns. This list will be refined as additional inputs are gained through the actual visit, regional hearings, and community visits to the Commission office. These

community concerns/issues along with R&A staff identified issues will be the basis for the adds and final deliberation hearings. These issues will be validated or rejected after consultation with the appropriate experts.)

ITEMS OF SPECIAL EMPHASIS

- (Include pertinent items)

Analyst's Name/Team/Date