

INDUSTRIAL JOINT CROSS SERVICE GROUP

July 28, 2005

MEMORANDUM FOR FRANK CIRILLO, DIRECTOR REVIEW AND ANALYSIS

Subject: Rock Island Arsenal, OSD BRAC Clearinghouse #C0712

The following is in response to your e-mail inquiry of July 27, 2005, where you asked the following:

*The recommendation to realign Rock Island Arsenal, IL, by relocating the depot maintenance of Combat Vehicles and Other to Anniston Army Depot, AL, and the depot maintenance of Other Equipment and Tactical Vehicles to Letterkenny Army Depot, PA has a one-time cost of \$27.0M in order to save \$13.8M with a net loss of \$16.2M within a 6 year period. What is the operational value of this recommendation?*

Answer: The Department considered both the COBRA cost analysis along with the increase in military value resulting from this recommendation. Rock Island has the lowest military value scores within all Department of Defense (DoD) depot activities for the commodity groups proposed for realignment. Realigning these commodity groups to other DoD depot activities provides higher military value to DoD and to the Warfighter. Based on the COBRA analysis this recommendation generates savings after two years, starting in FY08, of \$2.1 million dollars and has annual recurring savings of \$3.1 million dollars after four years starting in FY10. The payback period is nine years. The Department determined the increase in military value and the savings provides higher over value to DoD and military operational requirements.

Should additional information be required, feel free to contact me at 703-560-4317 or e-mail [jberry@gallows.vacoxmail.com](mailto:jberry@gallows.vacoxmail.com)



Jay Berry  
Executive Secretary