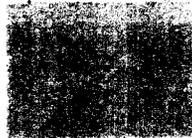


BRAC COBRA Run Accuracy



- 5 May 2005 COBRA Run Technical Inaccuracies
 - FACT: Technical Joint Cross-Service Group (TJCSG) Directed Use of Field Certified Data from AF Concerning Contractors Cost – 3 May 2005
 - COBRA Data Standard for Contractor Reductions
 - Apply 15% Reduction Against All Contractor Personnel
 - Show \$200K Miscellaneous Recurring Savings for Each Contractor Eliminated
 - Certified Data FY03: 82 Gov't Employees; 31 Contractors (32_tech_04277_ftes_funding_fo.xls) = Total 113 FTEs
 - COBRA Run 5 May 2005 Assumed Reduction of 64 Contractors from Rome and Miscellaneous Recurring Savings of \$200K per reduced contractor equaling \$12.8M Savings/year
 - » Data Standard Should Have Used 4 Contractors vs. 64
 - » Results in \$36M less Total Recurring Savings Discrepancy FY2009-2011
 - » Correct Contractor Reduction Results in \$36M less TOTAL RECURRING Savings 2006-2011, \$12M/year less beyond



BRAC COBRA Run Accuracy (Continued)



- COBRA O&M, Other, 1-Time Move Cost of \$12M allocated
 - Scenario Data Request TECH 009, Question ILG-2
 - » Rome Sensors identified cost=\$38M (\$20.5M Move, \$18.2M New R&D and Lab Space @WPAFB)
 - » Reduction rationale **WRONGLY** used tonnage cost for MOVE COSTS. Data request specifically asks “ identify only those unique moving costs associated with movement from your activity that would be incurred **in addition to standard and shipping costs associated with tonnage and vehicles**”
 - » Correct 1-Time Move Cost results in additional \$8.5M **PLUS** \$XM Freight Costs



MILCON COSTS



- Wright-Patterson AFB Military Construction Costs for “bed-down” of Rome Sensors
 - 27 Jan 2005 88ABW/CECX Estimate of \$24M
 - Does NOT include unique sensor siting costs
 - Does NOT include frequency allocation and /or authorization issue closure
 - Reconstructs existing Rome lab & office space



BRAC COBRA Run Accuracy (Continued)



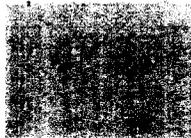
– TOTAL NET COST INACCURACY

– Correct Contractor Reductions and 1-
Time Move Costs result in TOTAL NET
COST of 11M vs. TOTAL NET SAVINGS
of \$33M FY2006-2011

» \$44M Unrealizable Consolidation
Savings difference from 5 May 2005
COBRA DATA RUN

– WPAFB MILCON costs of \$24M

» Total Net Cost to DoD of \$35M



ISSUES



- AF/DoD Realizable Consolidation Savings
 - COBRA for Rome Sensors needs to be re-run using correct contractor data and 1-Time Move Costs
- Rome Sensors will participate in Wright-Patterson AFB Facility Survey to ensure requirements to continue mission at Wright-Patterson AFB are met and Rome Sensors facilities planned for in Military Construction costs 13-14 July 2005