AUTHENTICATED
U.S. GOVERNMENT
INFORMATION
GPO

108th Congress, 1st Session – – – – – – – – – – – – – – – House Document 108–67

A REQUEST FOR FY 2004 BUDGET AMENDMENTS FOR THE DEPARTMENT OF DEFENSE

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

A REQUEST FOR FY 2004 BUDGET AMENDMENTS FOR THE DEPARTMENT OF DEFENSE



MAY 1, 2003.—Referred to the Committee on Appropriations and ordered to be printed

---

U.S. GOVERNMENT PRINTING OFFICE
19–012 WASHINGTON : 2003

THE WHITE HOUSE,
Washington, DC, May 1, 2003.

Hon. J. DENNIS HASTERT,
Speaker of the House of Representatives,
Washington, DC.

DEAR MR. SPEAKER: I ask the Congress to consider the enclosed amendments to the Administration's FY 2004 budget submission for the Department of Defense.

In total, these amendments would not affect the budgetary resources proposed in my FY 2004 Budget.

The details of this proposal are set forth in the enclosed letter from the Director of the Office of Management and Budget. I concur with his comments and observations.

Sincerely,

GEORGE W. BUSH.

Enclosure.

[Estimate No. 9, 108th Cong., 1st Sess.]

EXECUTIVE OFFICE OF THE PRESIDENT,
OFFICE OF MANAGEMENT AND BUDGET,
Washington, DC, April 30, 2003.

The PRESIDENT,
The White House.

Submitted for your consideration is a request for FY 2004 budget amendments for the Department of Defense (DoD). The amendments in this transmittal would not affect the budgetary resources proposed in your FY 2004 Budget.

As described below and in more detail in the enclosures, the request amends the FY 2004 Budget to support the infrastructure necessary to execute changes in the U.S. defense strategy. In March 2003, the Secretary of Defense asked the Combatant Commanders to review the FY 2003 and FY 2004 military construction projects and recommend changes to support their changing priorities. Initial review has indicated that the military construction funding appropriated in FY 2003 and requested in FY 2004 should be amended to support changes in the overseas basing strategy. Funding requirements in Germany are reduced, funding requirements in Korea are reallocated, and funding for bases in the U.S. has been increased.

The attached proposal funds new construction projects totaling $343 million in FY 2004. These increases are financed by rescinding $153 million of funds appropriated in the FY 2003 Military Construction Appropriations Act, and deleting $190 million for projects in the FY 2004 Budget, which no longer support the needs of DoD. The amendment also realigns $108 million of FY 2000 and FY 2003 funds and $105 million of FY 2004 funds for projects between various locations in the Republic of Korea.

- Military Construction, Army: The amendment would provide $122 million for new FY 2004 requirements by rescinding $66 million in FY 2003 and deleting $56 million in FY 2004. The amendment also would realign $181 million in FY 2000, FY 2003, and FY 2004 for construction projects within the Republic of Korea.
- Family Housing Construction, Army: The amendment would provide $102 million for new FY 2004 requirements by rescinding $52 million in FY 2003 and deleting $50 million in FY 2004.
- Military Construction, Navy: The proposal would fund a new $15 million requirement in FY 2004 by rescinding a like amount in FY 2003.
- Military Construction, Air Force and Family Housing Construction, Air Force: The amendment would provide $78 million for new FY 2004 requirements by rescinding $19 million in FY 2003 housing construction funds, deleting $39 million in FY 2004 housing construction funds, and deleting $20 million in FY 2004 military construction funds.

• Military Construction, Defense-Wide and Procurement, Defense-Wide: The proposal would provide $26 million for a new FY 2004 construction project and for planning and design work by rescinding $1 million in FY 2003 military construction project funds and deleting $25 million from a FY 2004 procurement proposal. The amendment also would realign $32 million in FY 2003 for a construction project within the Republic of Korea.

I have carefully reviewed this proposal and am satisfied that it is necessary at this time. Therefore, I join the Secretary of Defense in recommending that you transmit the proposed amendments to the Congress.

Sincerely,

MITCHELL E. DANIELS, Jr.,
Director.

Enclosures.

Agency:	DEPARTMENT OF DEFENSE
Bureau:	PROCUREMENT
Heading:	Procurement, Defense-Wide
FY 2004 Budget Appendix Page:	270
FY 2004 Pending Request:	$3,691,006,000
Proposed Amendment:	-$25,500,000
Revised Request:	$3,665,506,000

This proposal would realign funding between Military Construction, Defense-Wide and Procurement, Defense-Wide to provide for the construction of a Special Operations Forces (SOF) facility. Funds are available to finance this facility by deferring the procurement of a classified requirement. Details of the classified funding source are available upon request.

(in thousands of dollars)

Procurement Defense-Wide	Pending Request	Proposed Amendment	Revised Request
SOF Operational Enhancements	260,769,000	-25,500,000	235,269,000

Agency:	DEPARTMENT OF DEFENSE
Bureau:	MILITARY CONSTRUCTION
Heading:	Military Construction, Army
FY 2004 Budget Appendix Page:	278
FY 2004 Pending Request:	$1,536,010,000
Proposed Amendment:	$66,050,000
Revised Request:	$1,602,060,000

(In the appropriations language under the above heading, delete "1,536,010,000" and substitute $1,602,060,000; and insert after the phrase "and the reasons therefor", the following new provision:)

: *Provided further*, That of the funds appropriated for "Military Construction, Army" in the FY 2003 Military Construction Appropriations Act (Public Law 107-249), $66,050,000 shall be rescinded on October 1, 2003.

This proposal would amend the FY 2004 Budget request for the Military Construction, Army appropriation to reflect current priorities of combatant commanders as result of their recent review of infrastructure to support the execution of the U.S. defense strategy in the future. The proposed changes include rescission of funds contained in the FY 2003 Military Construction Appropriations Act, realignment of projects requested in the FY 2004 Budget, and additional projects required for FY 2004.

The following reflects the proposed adjustments:

Rescissions (in thousands of dollars)

Germany:		
Bamberg	Child Development Center	-7,000
Bamberg	Barracks Complex - Warner	-10,200
Coleman Barracks	Upgrade Access Control Points	-1,350
Darmstadt	Modified Record Fire Range	-3,500
Mannheim	Barracks Complex - Coleman	-42,000
Schweinfurt	Central Wash Vehicle Facility	-2,000
Total Rescissions		-66,050

-- *Continued* --

FY 2003 Project Realignments (in thousands of dollars)

Korea:

Realign From	Realign To		
Camp Bonifas*	Camp Humphreys	Physical Fitness Training Center	4,350
Camp Castle	Camp Humphreys	Physical Fitness Training Center	6,800
Camp Hovey	Camp Humphreys	Barracks Complex	25,000
K-16 Airfield	Camp Humphreys	Barracks Complex	40,000
Total FY 2003 Project Realignments			76,150

* Section 130 of the FY 2003 Military Construction Appropriations Act approved the realignment of this project (originally appropriated in the FY 2000 Military Construction Appropriations Act for Camp Kyle, Korea, for $4.35 million) to Camp Bonifas, Korea.

FY 2004 Deletions (in thousands of dollars)

Germany:		
Bamberg	Barracks - Warner 7083	-8,000
Bamberg	Barracks - Warner 7004	-9,900
Darmstadt	Barracks - Cambrai Fritsch 4029	-7,700
Mannheim	Barracks - Sullivan 205	-4,300
Schweinfurt	Modified Record Fire Range	-7,500
Wuerzburg	Barracks - Leighton	-18,500
Total FY 2004 Deletions		-55,900

FY 2004 New Requirements (in thousands of dollars)

United States:			
GA	Fort Stewart	Command and Control Facility	25,050
GA	Fort Stewart	Barracks, Ph 1	17,000
KS	Fort Leavenworth	Lewis and Clark Instr Facility, Ph 1	28,000
OK	Fort Sill	Consolidated Maint. Complex, Ph 2	13,000
TX	Fort Hood	Urban Assault Course	2,800
NY	Fort Drum	Mountain Ramp Expansion	11,000
Germany:			
	Vilseck	Barracks Complex, Ph 1	12,100
Italy:			
	Aviano	Joint Deployment Facility, Ph 2	13,000
Total FY 2004 New Requirements			121,950

FY 2004 Project Realignments (in thousands of dollars)

Korea:

Realign From	Realign To		
Camp Casey	Camp Humphreys	Barracks Complex - Engineer Dr	41,000
Camp Casey	Camp Humphreys	Barracks Complex - Ace Blvd	35,000
Camp Hovey	Camp Humphreys	Barracks Complex	29,000
Total FY 2004 Project Realignments			105,000

Agency:	DEPARTMENT OF DEFENSE
Bureau:	MILITARY CONSTRUCTION
Heading:	Military Construction, Navy
FY 2004 Budget Appendix Page:	279
FY 2004 Pending Request:	$1,132,858,000
Proposed Amendment:	$14,679,000
Revised Request:	$1,147,537,000

(In the appropriations language under the above heading, delete "1,132,858,000" and substitute $1,147,537,000; and insert after the phrase "and the reasons therefor", the following new provision:)

: *Provided further*, That of the funds appropriated for "Military Construction, Navy" in the FY 2003 Military Construction Appropriations Act (Public Law 107-249), $14,679,000 shall be rescinded on October 1, 2003.

This proposal would amend the FY 2004 Budget request for the Military Construction, Navy appropriation to reflect current priorities of combatant commanders as result of their recent review of infrastructure to support the execution of the U.S. defense strategy in the future. The proposed changes include rescission of funds for a project contained in the FY 2003 Military Construction Appropriations Act and an additional project required for FY 2004 to be financed with funds from the FY 2003 project proposed for rescission.

The following reflects the proposed adjustments:

Rescission (in thousands of dollars)		
Iceland:		
Keflavik	Combined Dining Facility	-14,679
Total Rescission		-14,679

FY 2004 New Requirement (in thousands of dollars)		
Italy:		
Sigonella	Base Operations Support Facility II	14,679
Total FY 2004 New Requirement		14,679

Agency:	DEPARTMENT OF DEFENSE
Bureau:	MILITARY CONSTRUCTION
Heading:	Military Construction, Air Force
FY 2004 Budget Appendix Page:	280
FY 2004 Pending Request:	$772,767,000
Proposed Amendment:	$57,904,000
Revised Request:	$830,671,000

This proposal amends the FY 2004 Budget request for the Military Construction, Air Force appropriation to reflect current priorities of combatant commanders as result of their recent review of infrastructure to support the execution of the U.S. defense strategy in the future. The proposed changes include funding of new military construction requirements ($77.8 million) in FY 2004 to be financed with FY 2004 military construction deletions ($19.9 million), and rescission and deletion of FY 2003 and FY 2004 family housing projects, respectively ($57.9 million).

The following reflects the proposed adjustments:

FY 2004 Deletions (in thousands of dollars)

Germany:			
	Spangdahlem	Fitness Center	-17,117
	Spangdahlem	Southgate/Contractor Inspection Station	-2,800
Total FY 2004 Deletions			-19,917

FY 2004 New Requirements (in thousands of dollars)

United States:			
CA	Vandenberg AFB	Consolidated Fitness Center	16,500
FL	Hurlburt AFB	AFC2TIG System/Warrior School Complex	19,400
WA	McChord	Upgrade Mission Spt Center, Ph 2	19,000
	Various	Planning and Design	4,771
Germany:			
	Ramstein	CES Midfield Complex	6,250
United Kingdom:			
	Lakenheath	Mobility Cargo Processing Center	11,900
Total FY 2004 New Requirements			77,821

Agency:	DEPARTMENT OF DEFENSE
Bureau:	MILITARY CONSTRUCTION
Heading:	Military Construction, Defense-Wide
FY 2004 Budget Appendix Page:	281
FY 2004 Pending Request:	$668,801,000
Proposed Amendment:	$26,497,000
Revised Request:	$695,298,000

(In the appropriations language under the above heading, delete "$668,801,000" and substitute $695,298,000; delete "$59,884,000" and substitute $60,881,000, and insert after the phrase "and the reasons therefor", the following new provision:)

: *Provided further*, That of the funds appropriated for "Military Construction, Defense-Wide" in the FY 2003 Military Construction Appropriations Act (Public Law 107-249), $997,000 shall be rescinded on October 1, 2003.

This proposal would amend the FY 2004 Budget request for the Military Construction, Defense-Wide appropriation to reflect current priorities of combatant commanders as a result of their recent review of infrastructure to support the execution of the U.S. defense strategy in the future. The proposed changes include a rescission of funds contained in the FY 2003 Military Construction Appropriations Act, realignment of a Korea project authorized and appropriated in FY 2003, and additional Planning and Design funds in FY 2004 to offset the project proposed for rescission.

The amendment also realigns funds between the Military Construction, Defense-Wide and Procurement, Defense-Wide appropriations to provide for the construction of a Special Operations Forces facility at MacDill Air Force Base, Florida. This facility is a crucial element in the U.S. Special Operations Command's (USSOCOM) ability to support the global war on terrorism. The USSOCOM will use this facility to effectively coordinate with the Secretary of Defense, the Joint Chiefs of Staff, the Combatant Commanders, its Theater Special Operations Commands, and USSOCOM Components to maintain operational readiness capability and to effectively prosecute the war on terrorism in the long run.

-- *Continued* --

The following reflects the proposed adjustments:

Rescission (in thousands of dollars)			
Germany:			
Spangdahlem	Elementary School Classroom Addition		-997
Total Rescission			-997
FY 2003 Project Realignments (in thousands of dollars)			
Korea:			
Realign From	Realign To		
Seoul	Camp Humphreys	Middle School Replacement	31,683
Total FY 2003 Project Realignments			31,683
FY 2004 New Requirements (in thousands of dollars)			
United States:			
MacDill AFB, FL	SOF Add/Alter Building 501A		25,500
Unspecified Worldwide:			
Planning and Design			997
Total FY 2004 New Requirements			26,497

Agency:	DEPARTMENT OF DEFENSE
Bureau:	FAMILY HOUSING, DEFENSE
Heading:	Family Housing Construction, Army
FY 2004 Budget Appendix Page:	285
FY 2004 Pending Request:	$356,891,000
Proposed Amendment:	$52,300,000
Revised Request:	$409,191,000

(In the appropriations language under the above heading, delete "$356,891,000" and substitute $409,191,000; and insert after the phrase "until September 30, 2008" the following new provision:)

: *Provided*, That of the funds appropriated for "Family Housing Construction, Army" in the Military Construction Appropriations Act, 2003 (Public Law 107-249), $52,300,000 shall be rescinded on October 1, 2003.

This proposal amends the FY 2004 Budget request for the Family Housing Construction, Army appropriation to reflect current priorities. The proposed changes include rescission of funds contained in the FY 2003 Military Construction Appropriations Act, deletion of projects requested in the FY 2004 budget, and new projects required for FY 2004 to be financed with funds from the proposed rescissions and FY 2004 deletions.

The following reflects the proposed adjustments:

Rescissions (in thousands of dollars)		
Germany:		
Darmstadt	Whole House Revitalization (48 units)	-4,200
Mannheim	Whole Neighborhood Revitalization (72 units)	-10,400
Mannheim	Whole Neighborhood Revitalization (60 units)	-10,000
Schweinfurt	Whole Neighborhood Revitalization (234 units)	-7,600
Vilseck (Amberg)	Whole Neighborhood Revitalization (36 units)	-3,900
Wuerzberg	Whole Neighborhood Revitalization (136 units)	-11,200
Korea:		
Yongsan	Whole House Revitalization (8 units)	-1,900
Yongsan	Family Housing Construction (10 units)	-3,100
Total Rescissions		-52,300

-- *Continued* --

FY 2004 Deletions (in thousands of dollars)

Germany:			
	Ansbach	Improvement	-18,973
	Mannheim	Improvement	-16,500
	Wiesbaden	Improvement	-14,400
Total FY 2004 Deletions			-49,873

FY 2004 New Requirements (in thousands of dollars)

United States:			
AK	Fort Wainwright	Replacement	20,000
AZ	Fort Huachuca	Replacement	14,000
KS	Fort Riley	Replacement	8,300
KS	Fort Riley	Replacement	8,400
OK	Fort Sill	Replacement	10,000
OK	Fort Sill	Replacement	15,373
UT	Dugway PG	Improvement	8,100
VA	Fort Lee	Replacement	18,000
Total FY 2004 New Requirements			102,173

Agency:	DEPARTMENT OF DEFENSE
Bureau:	FAMILY HOUSING, DEFENSE
Heading:	Family Housing Construction, Air Force
FY 2004 Budget Appendix Page:	288
FY 2004 Pending Request:	$695,622,000
Proposed Amendment:	-$38,557,000
Revised Request:	$657,065,000

(In the appropriations language under the above heading, delete "$695,622,000" and substitute $657,065,000; and insert after the phrase "September 30, 2008", the following new provision:)

: *Provided*, That of the funds appropriated for "Family Housing Construction, Air Force" in the Military Construction Appropriations Act, 2003 (Public Law 107-249), $19,347,000 shall be rescinded on October 1, 2003.

This proposal would amend the FY 2004 budget request for the Military Family Housing Construction, Air Force appropriation to reflect current priorities of combatant commanders as result of their recent review of infrastructure to support the execution of the U.S. defense strategy in the future. The proposed changes include the rescission of funds contained in the FY 2003 Military Construction Appropriations Act and the deletion of FY 2004 family housing projects that are no longer required to finance proposed new FY 2004 military construction projects for the Air Force.

The following reflects the proposed adjustments:

Rescission (in thousands of dollars)		
Germany:		
Spangdahlem	Improve Family Housing	-19,347
Total Rescission		-19,347

FY 2004 Deletions (in thousands of dollars)		
Germany:		
Spangdahlem	Improve Family Housing	-21,019
Turkey:		
Incirlik	Replace Family Housing	-17,538
Total FY 2004 Deletions		-38,557

Agency:	DEPARTMENT OF DEFENSE
Heading:	GENERAL PROVISIONS – MILITARY CONSTRUCTION
FY 2004 Budget Appendix Pages:	319-321
FY 2004 Pending Request:	----
Proposed Amendment:	Language
Proposed Request:	----

(In the appropriations language under the above heading, insert the following new provisions after Section 122:)

SEC. 123. Amounts appropriated for a military construction project at Camp Bonifas, Korea, relating to construction of a physical fitness center, as authorized by Section 130 of the Military Construction Appropriations Act, 2003 (Public Law 107-249), shall be available instead for a similar project at Camp Humphreys, Korea.

SEC 124. Amounts appropriated for four military construction projects at Camp Castle, Camp Hovey, Yongsan, and Seoul, relating to a physical fitness center, two barracks, and a middle school, respectively, as authorized by the Bob Stump National Defense Authorization Act for Fiscal Year 2003 (Public Law107-314), shall be available instead for similar projects at Camp Humphreys.

SEC. 125. None of the funds appropriated in this Act for the Department of the Army for military construction projects in the Republic of Korea may be obligated or expended for projects at Camp Humphreys in the Republic of Korea until the Secretary of Defense certifies and reports to the appropriate committees of Congress that the United States and the Republic of Korea have entered into an agreement on the availability and use of land sufficient for such projects.

The proposed Section 123 redirects construction of a physical fitness center, originally appropriated ($4.0 million) in the FY 2000 Military Construction Appropriations Act for Camp Kyle, Korea, to Camp Humphreys, Korea. Section 130 of the FY 2003 Military Construction Appropriations Act approved the realignment of this project from Camp Kyle, Korea, to Camp Bonifas, Korea. However, the Commander of U.S. Forces, Korea, has determined that a further redirection of this project to Camp Humphreys is necessary. The scope and amount of funds related to this project do not change.

Similarly, as a result of recent reviews, the Army has determined that it is necessary to redirect the physical fitness center at Camp Castle, Korea; the barracks projects at Camp Hovey and K-16 Airfield, Korea; and the middle school replacement at Seoul, Korea, all authorized in the FY 2003 National Defense Authorization Act, to Camp Humphreys, Korea.

-- Continued --

In addition, this amendment realigns several Army military construction projects contained in the FY 2004 Budget for the Republic of Korea, from Camp Casey and Camp Hovey to Camp Humphreys, Korea. These projects are being sited on lands at Camp Humphreys that are not yet owned by the U.S. Government. However, negotiations are underway to purchase the necessary lands to construct these projects. Proposed general provision would require the Secretary of Defense to certify and report to the Congress that the United States and the Republic of Korea have entered into an agreement on the availability of land before constructing the projects.

FY 2004 BUDGET AMENDMENT SUMMARY – Budget Plan
(in thousands of dollars)

Program Activities	Pending Request	Proposed Amendment	Revised Request
Procurement, Defense-Wide			
Major Equipment	1,207,006	---	1,207,006
Special Operations Command	1,978,000	-25,500	1,952,500
Chemical/Bio Defense	506,000	---	506,000
Total	3,691,006	-25,500	3,665,506
Military Construction, Army			
Major Construction	1,372,500	66,050	1,438,550
Minor Construction	20,000	---	20,000
Planning and Design	122,710	---	122,710
Supporting Activities	20,800	---	20,800
Total	1,536,010	66,050	1,602,060
Military Construction, Navy			
Major Construction	1,054,912	14,679	1,069,591
Minor Construction	12,334	---	12,334
Planning and Design	65,612	---	65,612
Total	1,132,858	14,679	1,147,537
Military Construction, Air Force			
Major Construction	686,422	53,133	739,555
Minor Construction	12,000	---	12,000
Planning and Design	74,345	4,771	79,116
Total	772,767	57,904	830,671
Military Construction, Defense-Wide			
Major Construction	592,764	25,500	618,264
Minor Construction	16,153	---	16,153
Planning and Design	59,884	997	60,881
Total	668,801	26,497	695,298
Family Housing Construction, Army			
New Construction	126,600	94,073	220,673
Improvement	197,803	-41,773	156,030
Planning and Design	32,488	---	32,488
Total	356,891	52,300	409,191
Family Housing Construction, Air Force			
New Construction	417,136	-17,538	399,598
Improvement*	244,998	-21,019	223,979
Planning and Design	33,488	---	33,488
Total	695,622	-38,557	657,065

*An additional $4 million will be funded with FY 2002 inflation savings

FY 2004 BUDGET AMENDMENT SUMMARY – Obligation Plan
(in thousands of dollars)

Program Activities	Pending Request	Proposed Amendment	Revised Request
Procurement, Defense-Wide			
Major Equipment	1,514,000	---	1,514,000
Special Operations Command	1,660,000	-25,500	1,634,500
Chemical/Bio Defense	466,000	---	466,000
Total	3,640,000	-25,500	3,614,500
Military Construction, Army			
Major Construction	1,271,000	66,050	1,337,050
Minor Construction	20,000	---	20,000
Planning and Design	135,000	---	135,000
Supporting Activities	23,000	---	23,000
Total	1,449,000	66,050	1,515,050
Military Construction, Navy			
Major Construction	778,344	14,679	793,023
Minor Construction	9,042	---	9,042
Planning and Design	48,100	---	48,100
Total	835,486	14,679	850,165
Military Construction, Air Force			
Major Construction	603,028	46,757	649,785
Minor Construction	10,560	---	10,560
Planning and Design	66,447	4,199	70,646
Total	680,035	50,956	730,991
Military Construction, Defense-Wide			
Major Construction	602,000	---	602,000
Minor Construction	13,000	---	13,000
Planning and Design	43,000	997	43,997
Total	658,000	997	658,997
Family Housing Construction, Army			
Major Construction	107,000	94,073	201,073
Minor Construction	188,000	-41,773	146,227
Planning and Design	27,000	---	27,000
Total	322,000	52,300	374,300
Family Housing Construction, Air Force			
Major Construction	365,636	-14,556	351,080
Minor Construction	191,728	-17,445	174,283
Planning and Design	25,786	---	25,786
Total	583,150	-32,001	551,149

○