



UNDER SECRETARY OF DEFENSE
4000 DEFENSE PENTAGON
WASHINGTON, D.C. 20301-4000

PERSONNEL AND
READINESS

AUG - 5 2022

The Honorable Martin Heinrich
Chairman
Subcommittee on Military Construction,
Veterans Affairs, and Related Agencies
Committee on Appropriations
United States Senate
Washington, DC 20510

Dear Mr. Chairman:

The Department's response to the Joint Explanatory Statement, page 998, accompanying H.R. 1625, the Consolidated Appropriations Act, 2018 (Public Law 115-141), is enclosed. The report provides a quarterly update on the progress of all hospital construction projects, including any settlements reached for contractor error or project management deficiencies, for the fourth quarter of Fiscal Year (FY) 2021.

The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, continue to execute the military construction of medical facilities. The enclosed report on the progress of medical military construction projects provides construction timelines and current working estimates of active hospital and clinic construction projects for the fourth quarter of FY 2021. As of the submission of this report, one new clinic has commenced construction and there are currently 20 active hospital and clinic projects in construction and 15 projects in the design phase.

Thank you for your continued strong support for our Service members, civilian workforce, and families. I am sending similar letters to the other congressional defense committees.

Sincerely,

A handwritten signature in black ink, appearing to read "Gilbert R. Cisneros, Jr.", written in a cursive style.

Gilbert R. Cisneros, Jr.

Enclosure:
As stated

cc:
The Honorable John Boozman
Ranking Member



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PERSONNEL AND
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AUG - 5 2022

The Honorable Jack Reed
Chairman
Committee on Armed Services
United States Senate
Washington, DC 20510

Dear Mr. Chairman:

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cc:
The Honorable James M. Inhofe
Ranking Member



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AUG - 5 2022

The Honorable Adam Smith
Chairman
Committee on Armed Services
U.S. House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

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cc:
The Honorable Mike D. Rogers
Ranking Member



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PERSONNEL AND
READINESS

AUG - 5 2022

The Honorable Debbie Wasserman Schultz
Chairwoman
Subcommittee on Military Construction,
Veterans Affairs, and Related Agencies
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Madam Chairwoman:

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Enclosure:
As stated

cc:
The Honorable John Carter
Ranking Member

Report to the Congressional Defense Committees



Fourth Quarter, Fiscal Year 2021, Report on the U.S. Army Corps of Engineers and Naval Facilities Engineering Command Projects within the Defense Health Agency

In Response To: Joint Explanatory Statement, Page 998, Accompanying H.R. 1625, the Consolidated Appropriations Act, 2018 (Public Law 115–141)

The estimated cost of this report or study for the Department of Defense (DoD) is approximately \$3,200.00 for Fiscal Year 2021. This includes \$0 in expenses and \$3,200.00 in DoD labor.

DEFENSE HEALTH AGENCY'S HOSPITAL CONSTRUCTION PROGRAM STATUS OF HOSPITAL CONSTRUCTION PROJECTS

EXECUTIVE SUMMARY

The fourth quarter report for Fiscal Year (FY) 2021 is in response to the Joint Explanatory Statement accompanying H.R. 1625, the Consolidated Appropriations Act, 2018 (Public Law 115-141), page 998, which requests the status of all hospital construction projects. The data presented below, as reported by design and construction agents, reflects data submitted through September 15, 2021, representing the fourth quarter of FY 2021. As of the submission of this report, there are 20 active hospital and clinic projects in construction, 15 projects in the design phase, and no contractor errors or project management deficiencies have been identified.

BACKGROUND

The Defense Health Agency (DHA) is responsible for facility life-cycle management of U.S. military medical facilities worldwide, to preserve ready and resilient facilities that sustain military medicine's mission assurance of world-class health care for America's warfighters and their families. These military medical facilities include medical centers, hospitals, ambulatory care centers, medical training facilities, medical research facilities, and veterinary facilities in the Military Health System. In accordance with 10 U.S.C. § 2851 and Department of Defense Directive 4270.05, "Military Construction," military construction of such facilities is to be carried out under the direction and supervision of the U.S. Army Corps of Engineers or Naval Facilities Engineering Command. The Army Corps of Engineers or the Navy Facilities Engineering Command are the design and construction agents for the current active projects identified in this report and the data herein corresponds with that provided by these construction agents.

RESULTS

Current Status of Active Construction Projects

The active hospital and clinic projects in construction identified in this report include projects that have been awarded through projects that have reached substantial completion and are in transition. The status, including a construction timeline and current working estimate of the active hospital and clinic projects in construction, is included in Table 1, which represents the fourth quarter of FY 2021. Other projects include projects that are complete and waiting for financial closeout by the construction agents.

Table 1: Status of Active Hospital and Clinic Projects in Construction (Quarter 4, FY 2021)

Fiscal Year	Project Number	Project	CWE (000)	% Complete	NTP	BOD
2010	72481	Ft Bliss, TX; Hospital Replacement	\$1,370,000	99%	25-Aug-11	29-Feb-20
2012	76007	Rhine Ordnance Barracks, Germany; Medical Center Replacement	\$1,003,575	12%	13-Jan-14	30-Dec-25
2015	81430	JB Langley-Eustis, VA; Hospital Addition/CUP Replacement	\$57,300	66%	1-Jun-19	18-Aug-21
2016	86953	Ft Knox, KY; Medical Clinic	\$63,760	93%	13-Apr-17	16-Nov-21
2016	80412	Schofield Barracks, HI; Behavioral Health/Dental Clinic Phase 1	\$116,464	99%	16-Jun-16	21-Feb-21
2016	77986	Spangdahlem AB, Germany; Medical/Dental Clinic Addition	\$32,419	90%	14-Dec-16	01-Jun-22
2016	78150	MCB Kaneohe Bay, HI; Medical/Dental Clinic Replacement	\$93,000	100%	14-Nov-16	31-Jul-20
2016	81422	JBSA, Lackland AFB, TX; Ambulatory Care Center, Phase IV	\$60,649	53%	24-Oct-18	18-Aug-23
2017	72738	Sheppard AFB, TX; Medical Dental Clinic Replacement	\$91,451	99%	26-Oct-17	31-Oct-21
2017	80906	NSA Bethesda, MD; Medical Center Add / Alt	\$695,000	15%	22-Dec-17	1-Mar-26
2017	14019	MCB Camp Lejeune, NC; Dental Clinic Replacement	\$31,000	98%	20-Jul-18	4-May-21
2017	71509	Naval Shipyard Portsmouth, ME Medical/Dental Clinic Replacement	\$31,560	99%	1-Feb-19	31-Aug-21
2018	77987	Schriever AFB, CO Medical/Dental Clinic Add / Alt	\$13,579	53%	23-Oct-18	16-Aug-21
2018	91884	Fort Leonard Wood Hospital Replacement, Phase 1 & Phase 2	\$381,300	46%	14-Oct-19	13-Oct-23

2018	14021	MCB Camp Pendleton, CA Ambulatory Care Center Replacement (Area 13)	\$28,777	84%	2-Jan-20	10-May-22
2018	14041	MCB Camp Lejeune, NC; Ambulatory Care/Dental Center Replacement (Hadnot Point)	\$22,919	82%	12-Oct-19	30-Oct-21
2018	14042	MCB Camp Lejeune, NC; Ambulatory Care/Dental Center Replacement (Wallace Creek)	\$22,000	76%	12-Oct-19	19-Nov-21
2019	89838	MCAS New River, NC; Ambulatory Care/Dental Center Replacement	\$32,580	28%	30-Sep-19	5-Jul-22
2020	89906	MCB Camp Pendleton, CA: Ambulatory Care Center Replacement (Area 21)	\$22,250	27%	30-Nov-20	30-Oct-22
2020	72742	Geilenkirchen Air Base, Germany; Ambulatory Care Center	\$32,833	2%	10-Jun-21	30-Apr-23
CWE – Current Working Estimate			NTP – Notice to Proceed		BOD –	
			Beneficial Occupancy Date			

CONCLUSION

As of the submission of this report, there are currently 20 active hospital and clinic projects in construction and 15 projects in the design phase. As of September 15, 2021, one new clinic project commenced construction activities and no contractor errors or project management deficiencies have been identified. The data presented above delineates status, construction timeline, and the current working estimate of the active construction projects, and reflects updated data provided by the design and construction agents of each respective project, which was also submitted with the reports under 10 U.S.C. § 2851 in September 2021. This data will be appropriately updated in future quarterly reports.