The Honorable John Boozman  
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 the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:  
As stated
The Honorable Brian Schatz  
Ranking Member  
Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
United States Senate  
Washington, DC  20510

Dear Senator Schatz:

The Department's response to the Joint Explanatory Statement, page 998, accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:
As stated
The Honorable James M. Inhofe
Chairman
Committee on Armed Services
United States Senate
Washington, DC 20510

Dear Mr. Chairman:

The Department's response to the Joint Explanatory Statement accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:
As stated
The Honorable Jack Reed  
Ranking Member  
Committee on Armed Services  
United States Senate  
Washington, DC 20510

Dear Senator Reed:

The Department's response to the Joint Explanatory Statement accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

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

Dear Mr. Chairman:

The Department's response to the Joint Explanatory Statement accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:  
As stated
The Honorable William M. “Mac” Thornberry  
Ranking Member  
Committee on Armed Services  
U.S. House of Representatives  
Washington, DC 20515  

Dear Representative Thornberry:

The Department's response to the Joint Explanatory Statement accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:  
As stated
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:

The Department's response to the Joint Explanatory Statement accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:  
As stated
The Honorable Debbie John Carter  
Ranking Member  
Subcommittee on Military Construction,  
Veterans Affairs, and Related Agencies  
Committee on Appropriations  
U.S. House of Representatives  
Washington, DC 20515

Dear Representative Carter:

The Department's response to the Joint Explanatory Statement accompanying the Consolidated Appropriations Act, 2018 (Public Law 115-141) is enclosed. The report addresses the status of active hospital construction projects for the third quarter of Fiscal Year (FY) 2020.

The military construction of medical facilities is progressing. The Defense Health Agency and its construction agents, the United States Army Corps of Engineers and Naval Facilities Engineering Command, have provided increased oversight and project management to limit exposure of both cost and schedule. As of third quarter FY 2020, no new hospitals have commenced construction activities. The enclosed report on the progress of hospital construction projects provides construction timelines, and current working estimates of active hospital and clinic construction projects for the third quarter of FY 2020.

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

Sincerely,

Matthew P. Donovan

Enclosure:
As stated
Report to Congressional Defense Committees

Third Quarter, Fiscal Year 2020,
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 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 $3,100.00 for the 2020 Fiscal Year. This includes $0 in expenses and $3,100.00 in DoD labor.
The third quarter report for Fiscal Year (FY) 2020 is in response to the Joint Explanatory Statement, page 998, accompanying the Consolidated Appropriations Act, 2018 (Public Law 115–141), which requests the status of all hospital construction projects, including any settlements that have been reached for contractor error or project management deficiencies. The data presented below, as reported by design and construction agents, reflects data submitted through June 15, 2020 representing the third quarter in FY 2020. As of the submission of this report, there are 27 active hospital and clinic projects in construction. In addition to active construction projects, there are 10 projects in the design phase as of June 15, 2020.

BACKGROUND

The Defense Health Agency 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 section 2851 and Department of Defense Directive 4270.5, military construction of such facilities is to be carried out under the direction and supervision of the U.S. Army Corps of Engineers and Naval Facilities Engineering Command, as the design and construction agents for the current active projects identified in this report. Therefore, data herein corresponds with that provided by the 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 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 third quarter of FY 2020. Other projects include projects that are complete and waiting for financial closeout by the construction agents. No settlements were requested or reached for contractor error or project management deficiencies during the third quarter of FY 2020.
Table 1: Status of Active Hospital and Clinic Projects in Construction (3rd Quarter FY 2020)

<table>
<thead>
<tr>
<th>Project Number</th>
<th>Project Details</th>
<th>CWE (000)</th>
<th>% comp</th>
<th>NTP</th>
<th>BOD</th>
</tr>
</thead>
<tbody>
<tr>
<td>71325</td>
<td>Seymour Johnson AFB, NC Clinic Replacement</td>
<td>$53,524</td>
<td>99%</td>
<td>24 Oct 13</td>
<td>8 Jun 18</td>
</tr>
<tr>
<td>72414</td>
<td>Peterson AFB, CO Dental Clinic</td>
<td>$16,686</td>
<td>100%</td>
<td>3 Nov 15</td>
<td>30 Oct 18</td>
</tr>
<tr>
<td>81423</td>
<td>JBSA, Lackland AFB, TX Reid Clinic Replacement</td>
<td>$38,050</td>
<td>99%</td>
<td>28 Sep 15</td>
<td>10 Jun 18</td>
</tr>
<tr>
<td>70354</td>
<td>Ft Irwin, CA Hospital Replacement</td>
<td>$309,734</td>
<td>100%</td>
<td>30 May 12</td>
<td>14 Aug 18</td>
</tr>
<tr>
<td>72419</td>
<td>Osan AB, Korea Hospital Addition/Alteration</td>
<td>$27,114</td>
<td>98%</td>
<td>26 Sep 13</td>
<td>31 Oct 19</td>
</tr>
<tr>
<td>71408</td>
<td>JB Andrews, MD Dental Clinic Replacement</td>
<td>$22,472</td>
<td>100%</td>
<td>1 Mar 13</td>
<td>3 Jan 19</td>
</tr>
<tr>
<td>MED020</td>
<td>Camp Humphreys, Korea Hospital Replacement</td>
<td>$214,858</td>
<td>100%</td>
<td>1 Aug 12</td>
<td>1 Jun 19</td>
</tr>
<tr>
<td>77154</td>
<td>JB Andrews, MD Ambulatory Care Center</td>
<td>$229,684</td>
<td>99%</td>
<td>1 Mar 13</td>
<td>20 Jun 17</td>
</tr>
<tr>
<td>81436</td>
<td>Bahrain NSA, Bahrain Medical/Dental Clinic Replacement</td>
<td>$28,648</td>
<td>99%</td>
<td>20 Apr 16</td>
<td>30 Jan 20</td>
</tr>
<tr>
<td>86953</td>
<td>Ft Knox, KY Medical Clinic</td>
<td>$63,760</td>
<td>91%</td>
<td>13 Apr 17</td>
<td>16 Nov 21</td>
</tr>
<tr>
<td>72481</td>
<td>Ft Bliss, TX Hospital Replacement</td>
<td>$1,370,000</td>
<td>99%</td>
<td>23 Aug 11</td>
<td>29 Feb 20</td>
</tr>
<tr>
<td>72738</td>
<td>Sheppard AFB, TX Medical Dental Clinic Replacement</td>
<td>$87,784</td>
<td>61%</td>
<td>26 Oct 17</td>
<td>8 Feb 21</td>
</tr>
<tr>
<td>80412</td>
<td>Schofield Barracks, HI Behavioral Health/Dental Clinic Ph 1</td>
<td>$123,838</td>
<td>68%</td>
<td>16 Jun 16</td>
<td>21 Feb 21</td>
</tr>
<tr>
<td>76007</td>
<td>Rhine Ordnance Barracks, Germany Medical Center Replacement</td>
<td>$1,003,575</td>
<td>11%</td>
<td>13 Jan 14</td>
<td>30 Dec 25</td>
</tr>
<tr>
<td>77986</td>
<td>Spangdahlem AB, Germany Medical/Dental Clinic Addition</td>
<td>$35,589</td>
<td>77%</td>
<td>14 Dec 16</td>
<td>26 Feb 21</td>
</tr>
<tr>
<td>78150</td>
<td>MCB Kaneohe Bay, HI Medical/Dental Clinic Replacement</td>
<td>$93,000</td>
<td>99%</td>
<td>14 Nov 16</td>
<td>31 Jan 20</td>
</tr>
<tr>
<td>81422</td>
<td>JBSA, Lackland AFB, TX Ambulatory Care Center, Phase IV</td>
<td>$60,649</td>
<td>32%</td>
<td>23 Mar 17</td>
<td>7 May 21</td>
</tr>
<tr>
<td>Project ID</td>
<td>Location</td>
<td>Description</td>
<td>Estimated Cost</td>
<td>Percentage Complete</td>
<td>Notice to Proceed</td>
</tr>
<tr>
<td>------------</td>
<td>-----------------------------------------------</td>
<td>--------------------------------------------------</td>
<td>----------------</td>
<td>---------------------</td>
<td>-------------------</td>
</tr>
<tr>
<td>81430</td>
<td>JB Langley-Eustis, VA</td>
<td>Hospital Addition/CUP Replacement</td>
<td>$57,300</td>
<td>31%</td>
<td>1 Jun 19</td>
</tr>
<tr>
<td>80906</td>
<td>NSA Bethesda, MD</td>
<td>Medical Center Add / Alt</td>
<td>$695,000</td>
<td>9%</td>
<td>22 Dec 17</td>
</tr>
<tr>
<td>14019</td>
<td>MCB Camp Lejeune, NC</td>
<td>Dental Clinic Replacement</td>
<td>$35,000</td>
<td>45%</td>
<td>20 Jul 18</td>
</tr>
<tr>
<td>77987</td>
<td>Schriever AFB, CO</td>
<td>Medical/Dental Clinic Add / Alt</td>
<td>$12,184</td>
<td>53%</td>
<td>23 Oct 18</td>
</tr>
<tr>
<td>71509</td>
<td>Naval Shipyard Portsmouth, ME</td>
<td>Medical/Dental Clinic Replacement</td>
<td>$37,400</td>
<td>26%</td>
<td>1 Feb 19</td>
</tr>
<tr>
<td>91884</td>
<td>Fort Leonard Wood Hospital Replacement, Ph 1 &amp; Ph 2</td>
<td>Medical/Dental Clinic Replacement</td>
<td>$381,300</td>
<td>13%</td>
<td>14 Oct 19</td>
</tr>
<tr>
<td>14021</td>
<td>MCB Camp Pendleton, CA</td>
<td>Ambulatory Care Center Replacement (Area 13)</td>
<td>$26,400</td>
<td>3%</td>
<td>2 Jan 20</td>
</tr>
<tr>
<td>14041</td>
<td>MCB Camp Lejeune, NC</td>
<td>Ambulatory Care/Dental Center Replacement (Hadnot Point)</td>
<td>$21,400</td>
<td>7%</td>
<td>12 Oct 19</td>
</tr>
<tr>
<td>14042</td>
<td>MCB Camp Lejeune, NC</td>
<td>Ambulatory Care/Dental Center Replacement (Wallace Creek)</td>
<td>$22,000</td>
<td>7%</td>
<td>12 Oct 19</td>
</tr>
<tr>
<td>89838</td>
<td>MCAS New River, NC</td>
<td>Ambulatory Care/Dental Center Replacement</td>
<td>$32,580</td>
<td>2%</td>
<td>30 Sep 19</td>
</tr>
</tbody>
</table>

CWE – Current Working Estimate  NTP – Notice to Proceed  BOD – Beneficial Occupancy Date
CONCLUSION

As of the submission of this report, there are currently 27 active hospital and clinic projects in construction. In addition to active construction projects, there are currently 10 projects in the design phase. As of June 15, 2020 no new hospitals have commenced construction activities. 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 section 2851 reports in June 2020. This data will be appropriately updated in future quarterly reports.