Audit Report

OFFICE OF THE INSPECTOR GENERAL

DEFENSE BASE REALIGNMENT AND CLOSURE
MILITARY CONSTRUCTION BUDGET DATA
FOR RANDOLPH AIR FORCE BASE,
SAN ANTONIO, TEXAS

Report No. 95-250

June 23, 1995

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Acronyms

BRAC Base Realignment and Closure
COBRA Cost of Base Realignment Actions
MILCON Military Construction
June 23, 1995

MEMORANDUM FOR UNDER SECRETARY OF DEFENSE (COMPTROLLER)
ASSISTANT SECRETARY OF THE AIR FORCE
(FINANCIAL MANAGEMENT AND COMPTROLLER)

SUBJECT: Audit Report on Defense Base Realignment and Closure Military
Construction Budget Data for Randolph Air Force Base,
San Antonio, Texas (Report No. 95-250)

We are providing this audit report for your information and use. This report is
one in a series of reports about FY 1996 Defense base realignment and closure military
construction costs.

Management comments on a draft were considered in preparing the final report.
Management comments were fully responsive, and no further comments are required.

We appreciate the courtesies extended to the audit staff. Questions on the
audit should be directed to Ms. Kimberley A. Caprio, Audit Program Director, at
(703) 604-9248 (DSN 664-9248) or Ms. Victoria C. Hara, Audit Project Manager, at
(703) 604-9228 (DSN 664-9228). See Appendix F for the report distribution. The
audit team members are listed inside the back cover.

Robert J. Lieberman
Assistant Inspector General
for Auditing
Office of the Inspector General, DoD

Report No. 95-250
(Project No. 5CG-5017.37)

Defense Base Realignment and Closure Military Construction Budget Data for Randolph Air Force Base, San Antonio, Texas

June 23, 1995

Executive Summary

Introduction. Public Law 102-190, "National Defense Authorization Act for Fiscal Years 1992 and 1993," December 5, 1991, directs the Secretary of Defense to ensure that the amount of the authorization that DoD requested for each military construction project associated with Defense base realignment and closure does not exceed the original estimated cost provided to the Commission on Defense Base Closure and Realignment (the Commission). If the requested budget amounts exceed the original project cost estimates provided to the Commission, the Secretary of Defense is required to explain to Congress the reasons for the differences. The Inspector General, DoD, is required to review each Defense base realignment and closure military construction project for which a significant difference exists from the original cost estimate and to provide the results of the review to the congressional Defense committees. This report is one in a series of reports about FY 1996 Defense base realignment and closure military construction costs.

Audit Objectives. The overall audit objective was to determine the accuracy of Defense base realignment and closure military construction budget data. This report provides the results of the audit of one project, valued at $1.7 million, for the repair of base streets on Randolph Air Force Base, San Antonio, Texas. The audit also assessed the adequacy of the management control program as it applied to the audit objectives.

Audit Results. The Air Force did not provide valid Defense base realignment and closure military construction budget data for project TYMX953003, "Repair Base Streets," at Randolph Air Force Base. As a result, the Air Force overstated funding requirements by $1.7 million. The Air Force agreed that a valid and accurate requirement for the project does not exist at this time. See Part I for a discussion of the finding. See Appendix D for a summary of potential benefits of the audit. The review of the management control program will be discussed in a summary report on Defense base realignment and closure military construction budget data.

Summary of Recommendations. We recommend that the Under Secretary of Defense (Comptroller) cancel funding for project TYMX953003. We also recommend that the Assistant Secretary of the Air Force (Financial Management and Comptroller) cancel project TYMX953003 and resubmit a new Defense base realignment and closure project if a valid requirement to repair the roads is identified.

Management Comments. The Under Secretary of Defense (Comptroller) concurred with the report. The Air Force also concurred with the report and stated that the project and its funding have been canceled. A discussion of the responsiveness of management comments is in Part I, and the complete text of management comments is in Part III of the report.
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Part I - Audit Results
Audit Results

Audit Background

The Inspector General, DoD, is performing various audits of the Defense base realignment and closure (BRAC) process. This report is one in a series of reports about FY 1996 BRAC military construction (MILCON) costs. For additional information on the BRAC process and the overall scope of the audit of BRAC MILCON costs, see Appendix C.

Audit Objectives

The overall audit objective was to determine the accuracy of Defense BRAC MILCON budget data. The specific objectives were to determine whether the proposed projects were valid BRAC requirements, whether the decision for MILCON was supported with required documentation including an economic analysis, and whether the economic analysis considered existing facilities. The audit also assessed the adequacy of the Randolph Air Force Base management control program as it applied to the overall audit objective.

This report provides the results of the audit of one BRAC MILCON project, valued at $1.7 million, for repair of base streets on Randolph Air Force Base, San Antonio, Texas. See Appendix A for a discussion of the scope and methodology and Appendix B for a summary of prior coverage related to the audit objectives. The management control program will be discussed in a summary report on BRAC MILCON budget data. Therefore, this report does not discuss our review of management controls.
Repair Base Streets

The Air Force did not provide valid BRAC budget data for project TYMX953003, "Repair Base Streets," at Randolph Air Force Base. The budget data were not valid because Randolph Air Force Base could not demonstrate that the roads needed repair as a direct result of BRAC construction. As a result, the Air Force overstated BRAC MILCON funding requirements by $1.7 million.

History of BRAC Construction at Randolph Air Force Base

The 1991 Commission on Defense Base Closure and Realignment recommended closing Mather Air Force Base, Sacramento, California. As a result, a new navigator training campus transferred from Mather Air Force Base to Randolph Air Force Base. Construction of the navigator training campus began in February 1993 and was completed in June 1994.

Description of Work to Be Performed

The Air Force submitted a DD Form 1391, "FY 1996 Military Construction Program Data," September 1994, to repair base streets on Randolph Air Force Base. The Air Force stated that the project was required because:

- increased traffic by construction equipment and other vehicles during construction badly deteriorated selected base streets,
- road reconstruction was not a part of the campus construction because each facility was sited within existing street boundaries, and
- the streets surrounding and extending into the new campus received moderate to severe damage during construction operations.
Repair Base Streets

Condition of Base Streets

Randolph Air Force Base could not demonstrate that the condition of the streets:

- did not result from normal use,
- was not a preexisting condition, and
- was the result of BRAC construction projects.

Inspector General, DoD, auditors visually inspected streets surrounding and extending into the new campus in April 1995. The streets were in fair to good condition. Small cracks in the streets had been sealed with asphalt sealant.

Status of Funding

On May 18, 1995, the Air Force BRAC Construction Chief informed the Inspector General, DoD, that funding for project TYMX953003, "Repair Base Streets," will be deferred to FY 1997. According to the Air Force BRAC Construction Chief, our observation that the requirements identified in project TYMX953003, "Repair Base Streets," do not exist at the present time is valid and accurate.

The Air Force BRAC Construction Chief also informed us that, because construction is ongoing at other locations on Randolph Air Force Base, the scope of the project will be reevaluated on completion of the BRAC-funded projects, and project TYMX953003 will be authorized only if major damage occurs.

Conclusion

In 1993, the Air Force anticipated damage and excessive wear to streets located on Randolph Air Force Base as a result of four other BRAC MILCON construction projects. In 1994, the BRAC construction projects were completed without the damage or excessive wear originally anticipated by the Air Force in 1993; therefore, the requirement for this project did not materialize and does not exist.

Because the Air Force can not demonstrate a valid requirement for project TYMX953003, "Repair Base Streets," the Air Force should cancel the
project and resubmit a new project if a valid requirement is identified. The Under Secretary of Defense (Comptroller) should cancel BRAC funding for the project TYMX953003, "Repair Base Streets," for $1.7 million.

Recommendations and Management Comments

1. We recommend that the Under Secretary of Defense (Comptroller) cancel funding of $1.7 million for project TYMX953003, "Repair Base Streets."

2. We recommend that the Assistant Secretary of the Air Force (Financial Management and Comptroller) cancel project TYMX953003, "Repair Base Streets," and resubmit a new Defense base realignment and closure project if the Air Force identifies a valid requirement for repair of the roads.

Under Secretary of Defense (Comptroller) Comments. The Under Secretary of Defense (Comptroller) concurred with the report, agreeing to place FY 1996 funds on administrative withhold and reprogram the savings to support other valid Defense base realignment and closure requirements.

Department of the Air Force Comments. The Air Force concurred with the report and agreed to cancel FY 1996 funds and cancel project TYMX953003, "Repair Base Streets."
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Part II - Additional Information
Appendix A. Scope and Methodology

Scope of This Audit. We examined the FY 1996 BRAC MILCON budget request and related documentation for the renovation of streets at Randolph Air Force Base, San Antonio, Texas. The Air Force estimated the project cost at $1.7 million.

Audit Period, Standards, and Locations. This economy and efficiency audit was made from April through May 1995 in accordance with auditing standards issued by the Comptroller General of the United States as implemented by the Inspector General, DoD. Accordingly, we included tests of management controls considered necessary. The audit did not rely on computer-processed data or statistical sampling procedures. See Appendix D for the potential benefits resulting from the audit. Appendix E lists the organizations visited or contacted during the audit.
Appendix B. Summary of Prior Audits and Other Reviews

Since 1991, numerous audit reports have addressed DoD BRAC issues. This appendix lists selected DoD and Air Force BRAC reports.

**Inspector General, DoD**

<table>
<thead>
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<th>Report No.</th>
<th>Report Title</th>
<th>Date</th>
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<tbody>
<tr>
<td>95-249</td>
<td>Defense Base Realignment and Closure Military Construction Budget Data for Goodfellow Air Force Base, San Angelo, Texas</td>
<td>June 23, 1995</td>
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<tr>
<td>95-226</td>
<td>Defense Base Realignment and Closure Budget Data for the Realignment of Rickenbacker Air National Guard Base, Ohio</td>
<td>June 8, 1995</td>
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<td>95-223</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of Marine Corps Air Stations El Toro and Tustin, California, and Realignment to Naval Air Station Miramar, California</td>
<td>June 8, 1995</td>
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<tr>
<td>95-222</td>
<td>Defense Base Realignment and Closure Budget Data for the Proposed Construction of the Automotive Vehicle Maintenance Facility, Guam</td>
<td>June 7, 1995</td>
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<tr>
<td>95-221</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of Naval Training Center San Diego, California</td>
<td>June 6, 1995</td>
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<tr>
<td>95-213</td>
<td>Defense Base Realignment and Closure Budget Data for the Naval Training Center Great Lakes, Illinois</td>
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## Appendix B. Summary of Prior Audits and Other Reviews

### Inspector General, DoD (cont’d)

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<tr>
<td>95-212</td>
<td>Defense Base Realignment and Closure Budget Data for Fort Jackson, South Carolina</td>
<td>June 2, 1995</td>
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<tr>
<td>95-208</td>
<td>Defense Base Realignment and Closure Budget Data for Realignment of Construction Battalion Unit 416 from Naval Air Station Alameda, California, to Naval Air Station Fallon, Nevada</td>
<td>May 31, 1995</td>
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<tr>
<td>95-205</td>
<td>Defense Base Realignment and Closure Budget Data for the Relocation of Marine Corps Manpower Center at Marine Corps Combat Development Command, Quantico, Virginia</td>
<td>May 26, 1995</td>
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<td>95-203</td>
<td>Defense Base Realignment and Closure Military Construction Budget Data for the Army Reserve Center, Sacramento, California</td>
<td>May 25, 1995</td>
</tr>
<tr>
<td>95-198</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of the Underway Replenishment Training Facility, Treasure Island, California, and Realignment to the Expeditionary Warfare Training Group Atlantic, Norfolk, Virginia</td>
<td>May 19, 1995</td>
</tr>
<tr>
<td>95-196</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of Naval Air Station Alameda, California, and Realignment to Puget Sound Naval Shipyard, Washington</td>
<td>May 17, 1995</td>
</tr>
<tr>
<td>95-191</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of Naval Reserve Readiness Center San Francisco, California, and Realignment to Naval and Marine Corps Reserve Center Alameda, California</td>
<td>May 15, 1995</td>
</tr>
<tr>
<td>95-172</td>
<td>Defense Base Realignment and Closure Budget Data for Griffiss Air Force Base, New York</td>
<td>April 13, 1995</td>
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<td>95-154</td>
<td>Audit of Construction Budget Data for Realigning Naval Training Centers Orlando and San Diego to Various Locations</td>
<td>March 21, 1995</td>
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<td>95-150</td>
<td>Defense Base Realignment and Closure Budget Data for Closing Naval Station Charleston, South Carolina, and Realigning Projects to Various Sites</td>
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</tr>
<tr>
<td>95-051</td>
<td>Defense Base Realignment and Closure Budget Data for Closing Mare Island Naval Shipyard, California, and Realigning Projects to Various Sites</td>
<td>December 9, 1994</td>
</tr>
<tr>
<td>95-041</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of Marine Corps Air Stations El Toro and Tustin, California, and the Realignment to Naval Air Station Miramar, California</td>
<td>November 25, 1994</td>
</tr>
<tr>
<td>95-039</td>
<td>Defense Base Realignment and Closure Budget Data for Naval Air Station Miramar, California, and Realigning to Naval Air Station Fallon, Nevada</td>
<td>November 25, 1994</td>
</tr>
<tr>
<td>95-037</td>
<td>Realignment of the Fleet and Mine Warfare Training Center from Naval Station Charleston, South Carolina, to Naval Station Ingleside, Texas</td>
<td>November 23, 1994</td>
</tr>
<tr>
<td>95-029</td>
<td>Defense Base Realignment and Closure Budget Data for Naval Air Station Miramar, California, and Realigning Projects to Various Sites</td>
<td>November 15, 1994</td>
</tr>
<tr>
<td>95-010</td>
<td>Defense Base Realignment and Closure Budget Data for Marine Corps Air Station Tustin, California, and Realignment to Marine Corps Air Station Camp Pendleton, California</td>
<td>October 17, 1994</td>
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<tr>
<td>94-146</td>
<td>Defense Base Realignment and Closure Budget Data for Closing Naval Air Station Cecil Field, Florida, and Realigning Projects to Various Sites</td>
<td>June 21, 1994</td>
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<tr>
<td>94-141</td>
<td>Defense Base Realignment and Closure Budget Data for Naval Air Stations Dallas, Texas, and Memphis, Tennessee, Realigning to Carswell Air Reserve Base, Texas</td>
<td>June 17, 1994</td>
</tr>
<tr>
<td>94-126</td>
<td>Defense Base Realignment and Closure Budget Data for the Closure of Naval Air Station Glenview, Illinois, and Realignment Projects at Fort McCoy, Wisconsin, and Carswell Air Reserve Base, Texas</td>
<td>June 10, 1994</td>
</tr>
<tr>
<td>94-125</td>
<td>Defense Base Realignment and Closure Budget Data for the Naval Medical Center Portsmouth, Virginia</td>
<td>June 8, 1994</td>
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<tr>
<td>94-121</td>
<td>Defense Base Realignment and Closure Budget Data for Naval Air Technical Training Center, Naval Air Station Pensacola, Florida</td>
<td>June 7, 1994</td>
</tr>
<tr>
<td>94-107</td>
<td>Griffiss Air Force Base, New York, Defense Base Realignment and Closure Budget Data for Military Construction at Other Sites</td>
<td>May 19, 1994</td>
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# Appendix B. Summary of Prior Audits and Other Reviews

## Inspector General, DoD (cont’d)

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<tr>
<td>94-105</td>
<td>Defense Base Realignment and Closure Budget Data for a Tactical Support Center at Naval Air Station Whidbey Island, Washington</td>
<td>May 18, 1994</td>
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<tr>
<td>94-104</td>
<td>Defense Base Realignment and Closure Budget Data for the Defense Contract Management District-West</td>
<td>May 18, 1994</td>
</tr>
<tr>
<td>94-103</td>
<td>Air Force Reserve 301st Fighter Wing Covered Aircraft Washrack Project, Carswell Air Reserve Base, Texas</td>
<td>May 18, 1994</td>
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## Air Force Audit Agency

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<tbody>
<tr>
<td>95-052027</td>
<td>Review of Revalidated Air Provided to the Joint Cross-Service Groups</td>
<td>January 19, 1995</td>
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<tr>
<td>95-052026</td>
<td>Advisory Audit Results, Facility Condition Codes Reported for the 1995 Base Closure</td>
<td>December 22, 1994</td>
</tr>
<tr>
<td>95-052024</td>
<td>Review of the Air Force Base Realignment and Closure Automated Information System</td>
<td>November 17, 1994</td>
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Appendix B. Summary of Prior Audits and Other Reviews

**Air Force Audit Agency (cont'd)**

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<tr>
<td>95-052023</td>
<td>Review of Selected Responses to Base Questionnaire for Laughlin Air Force Base</td>
<td>November 8, 1994</td>
</tr>
<tr>
<td>93-052017</td>
<td>Review of the Base Closure Accounts, Parts 1 and 2, Obligations and Outlays</td>
<td>January 31, 1994</td>
</tr>
<tr>
<td>92-052009</td>
<td>Review of the Air Force FY 93 BaseClosure and Realignment Process - Phase 1</td>
<td>June 29, 1992</td>
</tr>
<tr>
<td>91-053012</td>
<td>Air Force Administration of the Department of Defense (DoD) Base Closure Account</td>
<td>September 10, 1991</td>
</tr>
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</table>
Appendix C. Background of Defense Base Realignment and Closures and Scope of the Audit of FY 1996 Defense Base Realignment and Closure Military Construction Costs

Commission on Defense Base Closure and Realignment. On May 3, 1988, the Secretary of Defense chartered the Commission on Defense Base Closure and Realignment (the Commission) to recommend military installations for realignment and closure. Congress passed Public Law 100-526, "Defense Authorization Amendments and Base Closure and Realignment Act," October 24, 1988, which enacted the Commission's recommendations. The law also established the DoD Base Closure Account to fund any necessary facility renovation or MILCON projects associated with BRAC. Public Law 101-510, "Defense Base Closure and Realignment Act of 1990," November 5, 1990, reestablished the Commission. The law also chartered the Commission to meet during calendar years 1991, 1993, and 1995 to verify that the process for realigning and closing military installations was timely and independent. In addition, the law stipulates that realignment and closure actions must be completed within 6 years after the President transmits the recommendations to Congress. The following table summarizes the current estimated costs and net savings for the previous three BRAC actions and the actions recommended in the 1995 Commission decisions:

<table>
<thead>
<tr>
<th></th>
<th>BRAC Actions</th>
<th>Closure Costs</th>
<th>6-Year Net Savings</th>
<th>Recurring Annual Savings</th>
<th>Total Savings</th>
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<tbody>
<tr>
<td>1988</td>
<td>86 Realalignments 59 Closures</td>
<td>$2.2</td>
<td>$0.3</td>
<td>$0.7</td>
<td>$6.8</td>
</tr>
<tr>
<td>1991</td>
<td>34 Realalignments 48 Closures</td>
<td>4.0</td>
<td>2.4</td>
<td>1.6</td>
<td>15.8</td>
</tr>
<tr>
<td>1993</td>
<td>120 Realalignments 45 Closures</td>
<td>6.9</td>
<td>4</td>
<td>1.9</td>
<td>15.7</td>
</tr>
<tr>
<td>Subtotal</td>
<td>250</td>
<td>152</td>
<td>13.1</td>
<td>3.1</td>
<td>4.2</td>
</tr>
<tr>
<td>1995</td>
<td>113 Realalignments 33 Closures</td>
<td>3.8</td>
<td>4.0</td>
<td>1.8</td>
<td>18.4</td>
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<tr>
<td>Total</td>
<td>363</td>
<td>185</td>
<td>$16.9</td>
<td>$7.1</td>
<td>$6.0</td>
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Required Defense Reviews of BRAC Estimates. Public Law 102-190, "National Defense Authorization Act for Fiscal Years 1992 and 1993," December 5, 1991, states that the Secretary of Defense shall ensure that the authorization amount that DoD requested for each MILCON project associated with BRAC actions does not exceed the original estimated cost provided to the Commission. Public Law 102-190 also states that the Inspector General, DoD, must evaluate significant increases in BRAC MILCON project costs over the estimated costs provided to the Commission and send a report to the congressional Defense committees.
Military Department BRAC Cost-Estimating Process. To develop cost estimates for the Commission, the Military Departments used the Cost of Base Realignment Actions computer model (COBRA). COBRA uses standard cost factors to convert the suggested BRAC options into dollar values to provide a way to compare the different options. After the President and Congress approve the BRAC actions, DoD realigning activity officials prepare a DD Form 1391, "FY 1996 Military Construction Project Data," for each individual MILCON project required to accomplish the realigning actions. COBRA provides cost estimates as a realignment and closure package for a particular realigning or closing base. The DD Form 1391 provides specific cost estimates for an individual BRAC MILCON project.

Limitations and Expansion to Overall Audit Scope. Because COBRA develops cost estimates as a BRAC package and not for individual BRAC MILCON projects, we were unable to determine the amount of cost increases for each individual BRAC MILCON project. Additionally, because of prior audit efforts that determined potential problems with all BRAC MILCON projects, our audit objectives included all large BRAC MILCON projects.

Overall Audit Selection Process. We reviewed the FY 1996 BRAC MILCON $1.4 billion budget submitted by the Military Departments and the Defense Logistics Agency. We excluded projects that were previously reviewed by DoD audit organizations. We grouped the remaining BRAC MILCON projects by location and selected groups of projects that totaled at least $1 million for each group.
Appendix D. Summary of Potential Benefits Resulting From Audit

<table>
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<th>Recommendation Reference</th>
<th>Description of Benefit</th>
<th>Amount and Type of Benefit</th>
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<tbody>
<tr>
<td>1.</td>
<td>Economy and Efficiency. Cancels BRAC MILCON funding for project TYMX953003.</td>
<td>FY 1996 Base Closure Account Funds of $1.7 million put to better use.*</td>
</tr>
<tr>
<td>2.</td>
<td>Economy and Efficiency. Cancels BRAC MILCON project TYMX953003.</td>
<td>Undeterminable.*</td>
</tr>
</tbody>
</table>

*Exact amount of additional benefits to be realized will be determined by future budget decisions and budget requests.
Appendix E. Organizations Visited or Contacted

Office of the Secretary of Defense
Under Secretary of Defense (Comptroller), Washington, DC

Department of the Air Force
Assistant Secretary of Air Force (Financial Management and Comptroller), Washington, DC
Auditor General, Department of the Air Force, Washington, DC
Deputy Assistant Secretary of the Air Force (Installations), Washington, DC
Air Education Training Command, San Antonio, TX
Randolph Air Force Base, San Antonio, TX
Appendix F. Report Distribution

Office of the Secretary of Defense

Under Secretary of Defense (Comptroller)
  Deputy Chief Financial Officer
  Deputy Comptroller (Program/Budget)
Assistant Secretary of Defense (Economic Security)
Assistant to the Secretary of Defense (Public Affairs)
Director, Defense Logistics Studies Information Exchange

Department of the Army

Auditor General, Department of the Army

Department of the Navy

Assistant Secretary of the Navy (Financial Management and Comptroller)
Auditor General, Department of the Navy

Department of the Air Force

Assistant Secretary of Air Force (Financial Management and Comptroller)
Auditor General, Department of the Air Force
Deputy Assistant Secretary of the Air Force (Installations)
  Commander, Air Education Training Command
  Commander, Randolph Air Force Base

Other Defense Organizations

Director, Defense Contract Audit Agency
Director, Defense Logistics Agency
Director, National Security Agency
  Inspector General, National Security Agency
Inspector General, Central Imagery Office
Appendix F. Report Distribution

Non-Defense Federal Organizations and Individuals

Office of Management and Budget
Technical Information Center, National Security and International Affairs Division,
General Accounting Office

Chairman and ranking minority member of each of the following congressional committees and subcommittees:

- Senate Committee on Appropriations
- Senate Subcommittee on Defense, Committee on Appropriations
- Senate Subcommittee on Military Construction, Committee on Appropriations
- Senate Committee on Armed Services
- Senate Committee on Governmental Affairs
- House Committee on Appropriations
- House Subcommittee on Military Construction, Committee on Appropriations
- House Subcommittee on National Security, Committee on Appropriations
- House Committee on Government Reform and Oversight
- House Subcommittee on National Security, International Affairs, and Criminal Justice, Committee on Government Reform and Oversight
- House Committee on National Security

Honorable Phil Gramm, U.S. Senate
Honorable Kay Bailey Hutchison, U.S. Senate
Honorable Frank Tejeda, U.S. House of Representatives
Part III - Management Comments
MEMORANDUM FOR ASSISTANT INSPECTOR GENERAL FOR AUDITING, DOD IG

SUBJECT: Draft Audit Report on Defense Base Realignment and Closure Military Construction Budget Data for Randolph Air Force Base, San Antonio, Texas (Project No. 5CG-5017.37)

This responds to your May 26, 1995, memorandum requesting our comments on the subject report.

The audit recommends that the USD (Comptroller) cancel funding of $1.7 million for project TMYX9530033, Repair Base Streets since the project was not a valid BRAC requirement.

We generally agree with the audit and recommendations and will place funds associated with the project on administrative hold pending resolution of the issue. Further, any savings resulting from the audit will be reprogrammed to other valid BRAC requirements as appropriate.

[Signature]
B. R. Faseur
Director for Construction
Department of the Air Force Comments

MEMORANDUM FOR ASSISTANT INSPECTOR GENERAL FOR AUDITING
OFFICE OF THE INSPECTOR GENERAL
DEPARTMENT OF DEFENSE

FROM: HQ USAF/RT
1670 Air Force Pentagon
Washington DC 20330-1670

SUBJECT: Draft Audit Report, Construction Budget Data for Randolph Air Force Base, San Antonio, Texas (Project No. 5CG-5017.37)

1. This is in reply to your Memorandum to the Assistant Secretary of the Air Force (Financial Management and Comptroller) requesting Air Force comments on the report.

2. The first DoD (IG) recommendation is to cancel all funding of $1.7 Million for project TYMX 953003, Repair Base Streets.

AIR FORCE COMMENTS: Concur. This action has already been completed.

3. The second DoD (IG) recommendation is cancel project TYMX 953003, Repair Base Streets, and resubmit a new Defense Base Realignment and Closure project if the Air Force identifies a valid requirement for repair of the roads.

AIR FORCE COMMENTS: Concur. Cancellation of the project has already been completed.

4. Our point of contact for this report is Mr. Lester R. Schauer, HQ USAF/CEC, DSN 227-6559.

[Signature]
JAY D. BLUME JR. Major General, USAF
Special Assistant to the Chief of Staff
for Realignment and Transition

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Audit Team Members

This report was produced by the Contract Management Directorate, Office of the Assistant Inspector General for Auditing, DoD.

Paul J. Granetto
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INTERNET DOCUMENT INFORMATION FORM

A. Report Title: Defense Base Realignment and Closure Military Construction Budget Data for Randolph Air Force Base, San Antonio, Texas

B. DATE Report Downloaded From the Internet: 01/11/99

C. Report's Point of Contact: (Name, Organization, Address, Office Symbol, & Ph #): OAIG-AUD (ATTN: AFTS Audit Suggestions) Inspector General, Department of Defense 400 Army Navy Drive (Room 801) Arlington, VA 22202-2884

D. Currently Applicable Classification Level: Unclassified

E. Distribution Statement A: Approved for Public Release

F. The foregoing information was compiled and provided by: DTIC-OCA, Initials: __VM__ Preparation Date 01/11/99

The foregoing information should exactly correspond to the Title, Report Number, and the Date on the accompanying report document. If there are mismatches, or other questions, contact the above OCA Representative for resolution.