

DEPARTMENT OF THE NAVY  
FISCAL YEAR (FY) 2017  
REQUEST FOR  
ADDITIONAL APPROPRIATIONS



JUSTIFICATION OF ESTIMATES  
MARCH 2017

Military Construction, Reserves

The estimated cost for this report for the Department of the Navy (DON) is \$2,932.

The estimated total cost for supporting the DON budget justification material is approximately \$1,834,000. This includes \$75,200 in supplies and \$1,758,800 in labor.

**Department of Defense  
Military Construction and Family Housing  
Base Budget**

Appropriation	FY 2017 PB Request	FY 2017 Enacted	FY 2017 March Additional Request	FY 2017 Revised Total Base
Military Construction, Navy Reserve				
Major Construction	34,814	34,814	4,525	39,339
Prior Year Projects -- Cost to Complete:				
FY 2016 Navy Operational Support Center, Fallon, NV			(4,525)	
Minor Construction	-	-	-	-
Planning and Design	3,783	3,783	-	3,783
Total Military Construction, Navy Reserve	38,597	38,597	4,525	43,122

**Blank page**

*FY 2017 Proposal – Military Construction, Veterans Affairs and Related Agencies*

*Appropriations Act, 2017 (Division A, Public Law 114-223)*

DEPARTMENT OF DEFENSE-MILITARY PROGRAMS

MILITARY CONSTRUCTION

Military Construction, Navy Reserve

For an additional amount for “Military Construction, Navy Reserve”, \$4,525,000, to remain available until September 30, 2021: *Provided, That such funds may be obligated and expended to carry out planning and design and military construction projects authorized by law.*

This request will provide the funding necessary to complete the construction of a Navy Operational Support Center in Fallon, Nevada, previously enacted by Congress. Inability to complete this project will negatively impact Navy Reserve operations.

**Blank page**

Military Construction, Navy Reserve  
FY 2017 Supplemental Request

Installation: Fallon, Nevada

Project: Navy Operational Support Center

Project Number: P111

Authorization: P.L. 114-92, the National Defense Authorization Act (NDAA)  
for Fiscal Year (FY) 2016

Estimated Cost (\$000):

Previously Appropriated	11,480
Supplemental Request	4,525
Total Estimated Cost	16,005

Project description: Constructs a multi-story Navy Reserve training center to include administrative space, medical unit areas and a drill hall. Demolition of three buildings is required to clear the site for the facility. The current lease with the University of Nevada, Reno, expires in June 2019 and the university does not intend to agree to let the Navy Operational Support Center (NOSC) renew the lease. The NOSC has notified the university that it intends to vacate the facility once this project is completed. A new training facility at Naval Air Station Fallon will provide better force protection features than is currently available at the Reno location.

Justification: Construction costs in this area have spiked due to ongoing, major commercial, industrial and utility projects in California and Nevada. There are currently four large-scale projects in the Reno/Fallon area. This has resulted in a shortage of skilled labor in the region. Prime contractors have had to hire sub-contractors well outside the area. Additionally, it was determined that shallow foundations supported by vibro-replacement stone columns were needed for soil stabilization. This is more costly than the traditional foundation method budgeted.

**Blank page**