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NOTES FOR CONGRESSIONAL INSPECTION OF NOB - KODIAK

Construction of what is now the Naval Operating Base, Kodiak, was originally authorized under an act of congress of April 25, 1939, and the first ground was broken by contractors in October of that year, approximately four years ago. Under various authorizations, Navy projects at this station with a total estimated value of about \$75,000,000 were placed under cost-plus-fixed-fee contract NOy-3570, with Siems Drake Puget Sound Company.

Beginning about a year ago, following the successful movement of our forces westward, a strong effort has been made to conserve manpower and material by reducing the Navy program at Kodiak. By cancellation of various projects, an actual cash saving of about \$19,000,000 will be realized. In addition, approximately \$11,000,000 worth of material and equipment purchased for the original program has been, or will be, diverted to western advance bases. The cost of construction work under contract at NOB, Kodiak, thus becomes approximately \$45,000,000. Adding work accomplished by Construction Battalion personnel during the past year, the total value of projects constructed will approximate \$50,000,000. At this time, the Navy program has been substantially completed.

The Navy undertook the construction of approximately \$30,000,000 worth of projects in the Kodiak area for the Army. By cancellations recently made, the Army projects will be reduced to about \$28,000,000. Due to the use of Construction Battalion personnel, however, it appears that about \$10,000,000 of funds originally allotted for Army projects can be returned.

In view of the department's current policy of closing out all cost plus fixed fee contracts, Contract NOy-3570 is being terminated. An agreement has been reached, however, whereby the Navy will complete its obligations to the Army by the use of Construction Battalion personnel. It is anticipated that completion of the Army program will involve approximately one and one-half million man-hours of direct labor spread through approximately eight months.

In addition to the major items above, approximately \$3,000,000 of projects at Sand Point and Cold Bay were originally authorized. These projects have been reduced in scope by about \$1,000,000 and are now substantially completed.

The above figures are very approximate; in the interests of simplicity. Detailed accounting records are available at the contractors' Seattle office.

All construction work by the Navy in the Alaskan Sector is now being done by Construction Battalions and it is expected that in general all future work required in the Sector will be handled by "Seabees."

NAVY - KODIAK

	<u>Man Hrs.</u>	<u>Equip. Hrs.</u>	<u>Funds</u>
Original Contract NOy-3570			\$ 9,800,000
Subsequent changes, Additions and Suspense Accounts			65,354,000
Total Authorized	17,135,000	124,000	75,154,000
Cancellations from 9 March 1943 to present	6,964,000	60,000	19,910,000
Authorized at present	10,171,000	64,000	55,244,000
Approximate funds expended at present			52,000,000
Note:			<i>10,000,000</i>
Equipment sent west approx. \$1,000,000			<i>42,000,000</i>
Materials sent west approx. \$9,000,000			
Actual authorized investment-Kodiak approx. \$45,000,000			

ARMY - KODIAK

Original allocation NOy-3570			1,977,000
Subsequent changes, Additions and Suspense Accounts			27,735,000
Total Authorized	5,132,000	65,000	29,712,000
Cancellations from August 1943 to present	414,000	7,585	1,688,000
Authorized at present	4,718,000	57,415	28,024,000
Approximate funds expended at present			17,000,000
			<i>3,000,000</i>

NAVY - SAND POINT

	<u>Man Hrs.</u>	<u>Equip. Hrs.</u>	<u>Funds</u>
Original Allocation			\$ 635,000
Subsequent changes, Additions and Suspense Accounts			721,000
Total Authorized	452,000	5,020	1,356,000
Cancellations from 9 March 1943 to present	40,000	666	120,000
Authorized at present	412,000	4,354	1,236,000
Approximate funds expended at present			1,177,000

Note: Construction work at Sand Point now complete.

NAVY - COLD BAY

Original Allocation			750,000
Subsequent changes, Additions and Suspense Accounts			1,031,000
Total Authorized	810,000	9,940	1,781,000
Cancellations from 9 March 1943 to present	322,000	4,100	811,000
Authorized at present	488,000	5,840	970,000
Approximate funds expended at present			800,000

Note: All work at Cold Bay is now complete.