

# January 2015



# Hurt, Norton & Associates

- Since 1998
- Pentagon, Congressional staff and BRAC commission staff experience
- \$300 million accomplishments
  - Government bridge
  - Unutilized plant capacity / industrial mobilization capacity
  - Building 299 roof
  - Fire station
  - Child center
  - ASPI (Arsenal Program Support Initiative) implementing language and \$
  - Plant equipment and titanium
  - Partnering legislation
  - Titanium
  - FY 2015 military housing
- HNA Philosophy
  - Speak as ONE
  - Members constituents
  - Work for you BUT
  - Thank Members
  - Congressional staff important



## DC Climate

- Sen. Durbin's role
- Secretary of Army and General Via visits
- Sen Kirk on Appropriations
- IA HASC Member IA SASC Member
- 2015 NDAA RI language (arsenal closures and workload)
- Republican Congress??
- Sequestration cut defense \$450B (FY11-21) FY16 uncertain
- Improving economy & falling oil prices
- Dynamics of Presidential election cycle
- Push Pull on Defense spending verses revenue increases
- To Do
  - Immigration
  - Tax Reform
  - International Trade
  - Transportation (FAA & Highways)
  - March 2015 debt ceiling increase
  - February 2015 DHS appropriation



# DoD Budget

- FY2000 = \$384B, FY2015 = \$496B, +31%
- Military personnel +\$44B (+46%), Defense Health +\$33B (+100%)
- 2/15 report of Military Compensation & Retirement Modernization Commission
- Congress has rejected BRAC, cuts to growth in retirement costs and added copays for military health
- Army 570k peak, 490k at end of 2015, could go to 420k
- FYDP 15-20 \$100B over BCA, total BCA compliance could cut an additional \$100B

	Spring 2010	FYDP 15-19 (2015 \$)	Sequestration (2015 \$)
FY 2015	604	496	498
FY 2016	622	526	491
FY 2017		525	493



#### Issues

- Potential BRAC factory is key
- BCA and war drawdown impacts on RIA
- IMC \$110M in FY14, share of \$225M in FY15
- 2016 NDAA RIADG language
- Monitor and react on ammunition management (Rep. Frelinghuysen)
- Monitor and react on factory partnering, future areas of expertise
  - Welding, titanium, OCMC, 3D printers



### Potential BRAC

- Factory is key
- SASC Chairman McCain dynamics
- Authorized in either FY 2016 NDAA (passed Oct 2015) or FY 2017 NDAA (passed Oct 2016)
- Election 11/16 (Senate Republicans defend 24, Senate Democrats defend 10)
- 1/17 5/17: Set up 9 member BRAC Commission and staff
- 10/15 or 10/16 to 5/17: Pentagon BRAC action
- 5/17: Pentagon recommendations to BRAC Commission
- 5/17-9/17: BRAC Commission review
- 9/17: BRAC Commission report to the President
- 10/17: President sends report to Congress
- 11/17: Congress rejects BRAC report or it becomes law

#### William Takakoshi Hurt, Norton & Associates, Inc.

William Takakoshi with Hurt, Norton & Associates, Inc. will present information on legislative efforts related to the Rock Island Arsenal. Hurt, Norton & Associates has been contracted by the larger local governments in the Quad Cities since 1998 to work on legislative issues related to the Rock Island Arsenal and has assisted with projects that have resulted in over \$100 million in accomplishments.

Mr. Takakoshi focuses on defense installation issues, defense procurement and defense-related appropriations. His career in government includes more than eight years of service as Senior Executive Service Special Assistant to the Under Secretary of the Army with responsibility for oversight of the Army's restructuring, civilian draw down, budget, base closure, legislative liaison and emergency relief functions. He was extensively involved in Army coordination with Congress, other military departments and the Office of the Secretary of Defense during the 1988 through 1995 BRAC rounds. Mr. Takakoshi also worked procurement and acquisition reform issues as a Legislative Fellow on the House Armed Services Committee. Prior to that assignment, he served as Director, Program Review, Office of the Assistant Secretary of the Army (Research, Development and Acquisition). Mr. Takakoshi began his 28 years of government service as an Industrial Engineer with the Department of Navy. He holds a B.S. degree in Industrial Engineering from the University of Illinois and a M.S. degree in Industrial Engineering/Business Administration from Purdue University.

Hurt, Norton & Associates, Inc. is a full-service governmental affairs, marketing and lobbying firm founded in 1997. The firm's experienced staff provides assistance to more than 40 clients ranging from Fortune 100 companies to small businesses, public authorities and local governments. The client base includes, but is not limited to companies with interests in national defense and security, technology and services, education and transportation, energy and finance, health care and regulatory affairs. Services to these clients include an array of legislative affairs activities; government marketing for private sector services and products; strategic planning; public relations counseling, and specialized representational activities designed to fit unique requirements. Hurt, Norton & Associates is scaled large enough to provide a depth of capabilities, but small enough to provide immediate and customized service.