



# Boat Expenditure Plan

*June 12, 2015*

Fiscal Year 2015 Report to Congress



Homeland  
Security

*U.S. Coast Guard*

## Foreword

I am pleased to present the following report, “Boat Expenditure Plan,” which has been prepared by the U.S. Coast Guard.

This document has been compiled pursuant to a requirement set out in the Joint Explanatory Statement and Senate Report 113-198 accompanying the *Fiscal Year (FY) 2015 Department of Homeland Security Appropriations Act* (P.L. 114-4), which directs the Commandant to submit a spend plan detailing planned small boat purchases, leases, repairs, and service life replacements for FY 2015.

Pursuant to congressional requirements, this report is being provided to the following Members of Congress:

The Honorable John Carter  
Chairman, House Appropriations Subcommittee on Homeland Security

The Honorable Lucille Roybal-Allard  
Ranking Member, House Appropriations Subcommittee on Homeland Security

The Honorable John Hoeven  
Chairman, Senate Appropriations Subcommittee on Homeland Security

The Honorable Jeanne Shaheen  
Ranking Member, Senate Appropriations Subcommittee on Homeland Security

I am happy to answer any further questions you may have. Please do not hesitate to contact me at (202) 372-4411 or the Department’s Chief Financial Officer, Chip Fulghum, at (202) 447-5751.

Sincerely,



Paul F. Zukunft  
Admiral, U.S. Coast Guard  
Commandant





# Boat Expenditure Plan

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# I. Legislative Language

This report responds to the language set out in the Joint Explanatory Statement and Senate Report 113-198 accompanying the *Fiscal Year (FY) 2015 Department of Homeland Security Appropriations Act* (P.L. 114-4).

The Joint Explanatory Statement includes the following provision:

## Small Boat Purchases

The Department shall submit a report on fiscal year 2015 small boat purchases, as detailed in the Senate report. For fiscal year 2016, such information shall be included within the congressional budget justification.

Senate Report 113-198 states:

## SMALL BOATS

In order to gain more clarity on these matters, the Coast Guard is to provide a report to the Committee no later than 30 days after the date of enactment of this act detailing planned small boat purchases, leases, repairs, and service life replacements for fiscal year 2015. For fiscal year 2016, such information shall be included in the congressional budget justification. The Committee was disappointed with the plan submitted for fiscal years 2014 and 2015, as it lacked routine information the Committee expects to receive. The expenditure plans for fiscal years 2015 and 2016 shall, at a minimum, include the following: the type and quantity of boats to be purchased and associated cost; the sectors and stations the boats planned for purchase will be deployed to; an explanation as to why the purchases are necessary; historical funding for the program; and an obligation and outlay schedule.

## II. Discussion

The following depicts the Coast Guard's anticipated boat purchases during FY 2015 and FY 2016. From FY 2012 through FY 2014, the Coast Guard has expended between \$14.5 million and \$18.2 million annually in operating expense funds for boat replacements. Similar expenditures are anticipated in FY 2015 and FY 2016. For FY 2015, boat funding is anticipated to be obligated during the last two quarters of the fiscal year.

### Boat Expenditure Plans for FY 2015

Boat Type	Manufacturer	Estimated Cost per boat	Number of boats	Total Estimated Cost	Obligation Schedule
Response Boat – Small	Metal Shark Aluminum Boats	\$365,000	34	\$12,410,000	Q3
Cutter Boat – Over the Horizon	SAFE Boats International, LLC	\$415,000	3	\$1,245,000	Q3
Cutter Boat – ATON – Medium	Metal Shark Aluminum Boats	\$210,000	14	\$2,940,000	Q2
Cutter Boat – Large <sup>1</sup>	SAFE Boats International, LLC	\$378,000	2	\$756,000	Q2
Cutter Boat – Large <sup>2</sup>	To be determined	\$260,000	3	\$780,000	Q4
Skiff - Ice	To be determined	\$5,000	15	\$75,000	Q4

**TOTAL \$18,206,000**

### Boat Expenditure Plans for FY 2016

Boat Type	Manufacturer	Estimated Cost per boat	Number of boats	Total Estimated Cost	Obligation Schedule
Response Boat – Small	Metal Shark Aluminum Boats	\$365,000	33	\$12,045,000	Q3
Cutter Boat – Over the Horizon	SAFE Boats International, LLC	\$415,000	3	\$1,245,000	Q3
Cutter Boat – Large <sup>2</sup>	To be determined	\$260,000	12	\$3,120,000	Q2
Cutter Boat – Medium <sup>3</sup>	To be determined	\$210,000	3	\$630,000	Q2

**TOTAL \$17,040,000**

<sup>1</sup> These Cutter Boats - Large are for the Polar Class Cutters.

<sup>2</sup> These Cutter Boats - Large are for the 210-foot WMEC and 225-foot WLB Seagoing Buoy Tender Class Cutters.

<sup>3</sup> These Cutter Boats - Medium are for the 87-foot and 110-foot WPB Class Cutters.

### Response Boat – Small (RB-S)

The RB-S procurements are intended to replace RB-S boats that have surpassed their design service lives. FY 2015 RB-S acquisitions are expected to be deployed to the following locations.

Boat #	Sector	Receiving Unit	State	Delivery/Outlay Date
29259	Sector Guam	Station Apra Harbor	Guam	FY 2015 Q4
29260	Sector Long Island Sound	Station Montauk	NY	FY 2016 Q1
29261	Sector Long Island Sound	Station Shinnecock	NY	FY 2016 Q1
29262	Sector Long Island Sound	Station Shinnecock	NY	FY 2016 Q1
29263	Sector Long Island Sound	Station Jones Beach	NY	FY 2016 Q1
29264	Sector Long Island Sound	Station New Haven	CT	FY 2016 Q1
29265	Sector Long Island Sound	Station Eatons Neck	NY	FY 2016 Q1
29266	Sector Delaware Bay	Station Manasquan Inlet	NJ	FY 2016 Q1
29267	Sector Delaware Bay	Station Manasquan Inlet	NJ	FY 2016 Q1
29268	Sector Delaware Bay	Station Barnegat Light	NJ	FY 2016 Q1
29269	Sector Delaware Bay	Station Atlantic City	NJ	FY 2016 Q1
29270	Sector Delaware Bay	Station Atlantic City	NJ	FY 2016 Q2
29271	Sector Delaware Bay	Station Cape May	NJ	FY 2016 Q2
29272	Sector Delaware Bay	Station Cape May	NJ	FY 2016 Q2
29273	Sector Delaware Bay	Station Indian River Inlet	DE	FY 2016 Q2
29274	Sector Delaware Bay	Station Philadelphia	PA	FY 2016 Q2
29275	Sector Delaware Bay	Station Philadelphia	PA	FY 2016 Q2
29276	Sector Delaware Bay	Station Philadelphia	PA	FY 2016 Q2
29277	Sector Delaware Bay	Station Philadelphia	PA	FY 2016 Q2
29278	Sector Delaware Bay	Station Philadelphia	PA	FY 2016 Q2
29279	Sector Hampton Roads	Station Cape Charles	VA	FY 2016 Q2
29280	Sector Hampton Roads	Station Cape Charles	VA	FY 2016 Q2
29281	Sector Hampton Roads	Station Little Creek	VA	FY 2016 Q2
29282	Sector Hampton Roads	Station Little Creek	VA	FY 2016 Q2
29283	Sector Hampton Roads	Station Portsmouth	VA	FY 2016 Q2
29284	Sector Hampton Roads	Station Portsmouth	VA	FY 2016 Q2
29285	Sector Hampton Roads	Station Portsmouth	VA	FY 2016 Q3
29286	Sector Hampton Roads	Station Milford Haven	VA	FY 2016 Q3
29287	Sector Hampton Roads	Station Milford Haven	VA	FY 2016 Q3
29288	Sector North Bend	Station Yaquina Bay	OR	FY 2016 Q3
29289	Sector North Bend	Station Siuslaw River	OR	FY 2016 Q3
29290	Sector North Bend	Station Chetco River	OR	FY 2016 Q3
29291	Sector North Bend	Station Chetco River	OR	FY 2016 Q3
29292	Sector Lower Mississippi River	Sector Lower Mississippi River	TN	FY 2016 Q3

**Cutter Boat – Over the Horizon (CB-OTH)**

The CB-OTH procurements are intended to provide boats for newly commissioned National Security Cutters as well as Fast Response Cutters. In addition, CB-OTH boats are being procured to replace existing CB-OTH boats that are beyond their service lives. The three boats being acquired in FY 2015 are expected to replace existing boats at the following locations:

Maritime Law Enforcement Academy, Charleston, South Carolina	Estimated delivery FY 2015 Q4
Maritime Security Response Team, Chesapeake, Virginia	Estimated delivery FY 2015 Q4
Maritime Safety and Security Team, San Diego, California	Estimated delivery FY 2015 Q4

**Cutter Boat – ATON – Medium (CB-ATON-M)**

The CB-ATON-M procurements planned for FY 2015 are intended to replace the 14 CB-M boats currently assigned to 175-foot Coastal Buoy Tenders (WLM), which have surpassed their design service lives. The CB-ATON-Ms are expected to be deployed to the 14 cutters listed as follows:

CGC GEORGE COBB	Estimated delivery FY 2015 Q4
CGC HENRY BLAKE	Estimated delivery FY 2016 Q1
CGC ABBIE BURGESS	Estimated delivery FY 2016 Q1
CGC IDA LEWIS	Estimated delivery FY 2016 Q1
CGC KATHERINE WALKER	Estimated delivery FY 2016 Q1
CGC MARCUS HANNA	Estimated delivery FY 2016 Q1
CGC WILLIAM TATE	Estimated delivery FY 2016 Q1
CGC FRANK DREW	Estimated delivery FY 2016 Q1
CGC JAMES RANKIN	Estimated delivery FY 2016 Q2
CGC HARRY CLAIBORNE	Estimated delivery FY 2016 Q2
CGC BARBARA MABRITY	Estimated delivery FY 2016 Q2
CGC JOSHUA APPLEBY	Estimated delivery FY 2016 Q2
CGC MARIA BRAY	Estimated delivery FY 2016 Q2
CGC ANTHONY PETIT	Estimated delivery FY 2016 Q2

**Cutter Boat Large – Polar (CB-L (Polar))**

The CB-L (Polar) procurements are intended to replace the CB-L (Polar) boats aboard CGC HEALY and CGC POLAR STAR that have surpassed their design service lives. Anticipated delivery is FY 2015 Q4.

**Cutter Boat Large - 210/225 (CB-L (210/225))**

The CB-L (210/225) procurements are intended to replace the CB-L boats assigned to 210-foot WMEC Medium Endurance Cutters, 225-foot WLB Seagoing Buoy Tenders, CGC ALEX HALEY, and CGC MACKINAW. The current cutter boats have surpassed

their design service lives. Three will be ordered in FY 2015 and are expected to be delivered one each in Q2, Q3, and Q4. Twelve are planned to be ordered in FY 2016 with delivery of three per quarter expected.

**Skiff – Ice (SKF-ICE)**

The SKF-ICE procurements are intended to replace aging ice rescue boats at short-haul ice rescue units. The current boats have surpassed their design service lives. The new SKF-ICE boats will be deployed to units throughout the Great Lakes and Northern New England depending on needs of each unit and currently assigned asset condition. Fifteen of these are planned for purchase in FY 2015, with delivery 3 months after order is placed.

**Cutter Boat Medium - 87/110 (CB-M 87/110)**

The CB-M (87/110) procurements are intended to replace three CB-M boats assigned to 87- and 110-foot patrol boats. These cutter boats have surpassed their design service lives. CB-M (87/110) will be deployed to patrol boats throughout the country depending on the needs of each unit and currently assigned asset condition. Although 110-foot patrol boats will continue to be decommissioned as they are replaced by Fast Response Cutters, the 110s will continue to be in service through the early 2020s; therefore, occasional CB-M replacements will be repaired to maintain operational capabilities.