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Military Redevelopment – Kelly AFB to Port of San Antonio

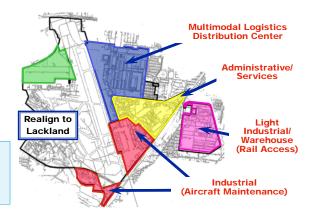
Tim Underwood Deloitte Consulting LLP

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Kelly AFB Overview

- 1,887 Acres
- 9 Million sq. ft.
- Airfield
- Industrial
- Office Space
- Warehouse
- Transportation

At its peak the Kelly AFB and Air Logistics Center employed over 15,000 military and civilian staff Established 1917 – Closed 2001 Aircraft maintenance, engine repair and logistics

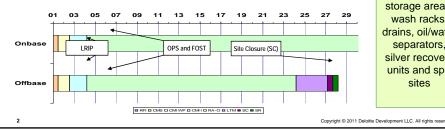


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Environmental Overview

- 700 environmental sites
- 52 Post-closure Solid Waste Management Units
- 334 additional sites required investigation
- 360 above and below ground storage tanks
- Industrial waste treatment system and industrial sewer
- Groundwater contamination extending 6 miles off base
- Remediation included excavation, containment systems, pump and treat systems, soil vapor extraction, in-situ bioremediation and permeable reactive barriers



Sites included: landfills, spill sites, former fire training areas. low-level radioactive waste sites, underground storage tanks, aircraft maintenance areas, sludge lagoons, sludgespreading beds, a small arms range, container storage areas, wash racks, drains, oil/water separators, silver recovery units and spill sites

Three sample facilities: Aircraft Maintenance Hanger

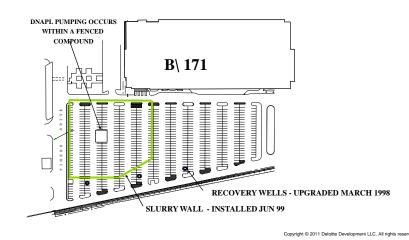


- Immediate occupancy desired
- Reuse of some of the 37 SWMUs
- Immediate renovation
- Dual facility occupancy
- Combined closure and repermitting of SWMUs
- Combined corrective action and renovation

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Three sample facilities: Office Facility (452,000 sq. ft.)

- Incomplete investigation
- Active interim and final restoration
- Institutional controls
- Remedy change
- Land use covenants
- Performance based contract impact



Three sample facilities: Engine Maintenance Facilities





23 Above ground storage tanks (some with underground piping);

03 Oil/Water separators;

11 Vaulted tanks registered as SWMUs

01 Grease trap

03 Washracks

Plating shop





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Results: Port of San Antonio

Environmental:

- Final property transfer: 389 acres September 30, 2010
- 660 sites closed
- 14 sites entering long term maintenance

Commercial:

- 7.7 million sq. ft. of space occupied
- 70 commercial organizations
- 14,000 jobs
- Annual economic impact of \$4.2 billion

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