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2	COMMONWEALTH OF PENNSYLVANIA
3	HOUSE OF REPRESENTATIVES HOUSE APPROPRIATIONS COMMITTEE
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6	THE MAIN CAPITOL
7	ROOM 140 HARRISBURG, PENNSYLVANIA
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10	WEDNESDAY, MARCH 7, 2012 9:30 A.M.
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13	PUBLIC HEARING DEPARTMENT OF MILITARY
14	AND VETERAN AFFAIRS
15	
16	
17	BEFORE:
18	HONORABLE WILLIAM F. ADOLPH, JR., CHAIRMAN HONORABLE JOSEPH F. MARKOSEK
19	HONORABLE JOHN BEAR HONORABLE MARTIN T. CAUSER
20	HONORABLE JIM CHRISTIANA HONORABLE GARY DAY
21	HONORABLE GORDON DENLINGER HONORABLE BRIAN L. ELLIS
22	HONORABLE MAUREE GINGRICH HONORABLE GLEN R. GRELL
23	HONORABLE TOM KILLION HONORABLE DAVID R. MILLARD
24	HONORABLE T. MARK MUSTIO HONORABLE BERNIE O'NEILL
25	HONORABLE MIKE PEIFER HONORABLE SCOTT PERRY

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      CONTINUED:
      HONORABLE SCOTT A. PETRI
 2
      HONORABLE TINA PICKETT
      HONORABLE JEFFREY P. PYLE
 3
      HONORABLE MARIO M. SCAVELLO
      HONORABLE CURTIS G. SONNEY
 4
      HONORABLE MATTHEW D. BRADFORD
      HONORABLE MICHELLE F.BROWNLEE
 5
      HONORABLE H. SCOTT CONKLIN
      HONORABLE PAUL COSTA
 6
      HONORABLE DEBERAH KULA
      HONORABLE TIM MAHONEY
7
      HONORABLE MICHAEL H. O'BRIEN
      HONORABLE CHERELLE L. PARKER
 8
      HONORABLE JOHN P. SABATINA, JR.
      HONORABLE STEVE SAMUELSON
9
      HONORABLE MATTHEW SMITH
      HONORABLE GREG VITALI
10
      HONORABLE RONALD G. WATERS
11
      ALSO PRESENT:
      HONORABLE RICK SACCONE
12
      HONORABLE JULIE HARHART
      HONORABLE DARYL D. METCALFE
13
      HONORABLE THOMAS P. MURT
      HONORABLE ROBERT GODSHALL
14
      HONORABLE KATE HARPER
      HONORABLE MARCIA HAHN
15
      HONORABLE JOSEPH T. HACKETT
      HONORABLE MARK M. GILLEN
16
      HONORABLE SUE HELM
      HONORABLE LYNDA SCHLEGEL CULVER
17
      HONORABLE RICHARD STEVENSON
      HONORABLE GENE DIGIROLAMO
18
      HONORABLE CHRIS SAINATO
      HONORABLE WILLIAM C. KORTZ, II
      HONORABLE VANESSA LOWERY
19
      HONORABLE PAMELA A. DeLISSIO
20
      HONORABLE BABETTE JOSEPHS
      HONORABLE DOM COSTA
21
      HONORABLE BRYAN BARBIN
      HONORABLE THOMAS R. CALTAGIRONE
22
      HONORABLE MARK LONGIETTI
      HONORABLE DAN FRANKEL
23
      HONORABLE HARRY READSHAW
      EDWARD NOLAN, MAJORITY EXECUTIVE DIRECTOR
24
      MIRIAM FOX, MINORITY EXECUTIVE DIRECTOR
25
      BRENDA S. HAMILTON, RPR, NOTARY PUBLIC AND REPORTER
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PROCEEDINGS 1 CHAIRMAN ADOLPH: Good morning, 2 I'd like to call to order the House 3 everyone. Appropriations budget hearing. Today with us is 4 5 Major General Wesley Craig. Good morning, sir. 6 7 MAJOR GENERAL CRAIG: Good morning. CHAIRMAN ADOLPH: Thanks for joining 8 9 us. We will be -- we will be discussing the veterans 10 and military general appropriation budget, and I'd 11 just like to ask everyone, members and guests, if 12 they would put their BlackBerries on silent or vibrate, it would be appreciative. And we're going 13 14 to go around the room and introduce ourselves. 15 My name is Bill Adolph. I'm the 16 Republican chair of the House Appropriations 17 Committee and I represent the 165th District in Delaware County. To my left. 18 EXEC. DIR. NOLAN: Ed Nolan, executive 19 director, Republican Appropriations Committee. 20 21 MR. CLARK: Dan Clark, chief counsel, 22 Republican Appropriations Committee. 23 REP. GINGRICH: Representative Mauree 24 Gingrich, Lebanon County. Good morning. 25 MAJOR GENERAL CRAIG: Good morning.

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REP. GRELL: Good morning, general.
 1
      Glen Grell, 87th District, Cumberland County.
 2
                   REP. PERRY: Good morning, sir. Scott
 3
      Perry, northern York and southern Cumberland
 4
      Counties.
 5
                   MAJOR GENERAL CRAIG:
                                          Sir.
 6
 7
                    REP. PEIFER: Good morning. Mike
 8
      Peifer, Pike, Wayne, and Monroe Counties.
 9
                   REP. PETRI: Scott Petri, Bucks County.
10
                   REP. O'NEILL: Good morning. Bernie
      O'Neill from Bucks County.
11
                   REP. PYLE: Jeff Pyle, 60th Legislative
12
13
      District, Armstrong and Indiana.
14
                   Good morning, general.
15
                   MAJOR GENERAL CRAIG: Good morning.
16
                   REP. DAY: Good morning. Gary Day from
17
      Lehigh and Berks County, 187th District.
                   REP. KILLION: Tom Killion, Delaware and
18
      Chester Counties.
19
                    REP. PICKETT: Tina Pickett, Bradford,
20
21
      Sullivan and Susquehanna Counties.
22
                   REP. CAUSER: Good morning.
      Causer, McKean, Potter, and Cameron Counties.
23
24
                   REP. DENLINGER: Good morning. Gordon
25
      Denlinger, eastern Lancaster County.
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Ron Waters, Philadelphia
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                    REP. WATERS:
 2
      and Delaware Counties.
                    REP. VITALI: Greq Vitali, Delaware
 3
      County.
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 5
                    REP. MARKOSEK: Good morning.
      Markosek, chairman -- Democratic Chairman of the
 6
 7
      House Appropriations Committee from Allegheny and
      Westmoreland County.
 8
 9
                    EXEC. DIR. FOX:
                                     Hi.
                                          Miriam Fox,
10
      executive director, House Appropriation Committee,
11
      Democrats.
12
                    REP. SAINATO: Representative Chris
      Sainato. I'm the Democratic Chairman of the House
13
14
      Veterans Affairs and Emergency Preparedness
15
      Committee. I represent parts of Lawrence and a small
16
      section of Beaver County.
17
                    REP. KULA: Good morning.
18
                   MAJOR GENERAL CRAIG: Good morning.
19
                    REP. KULA: Deberah Kula, from Fayette
      and Westmoreland Counties, 52nd District.
20
21
                    REP. O'BRIEN: Good morning, general.
22
      Mike O'Brien, Philadelphia.
23
                    REP. PAUL COSTA:
                                      Good morning.
24
               Paul Costa from Allegheny County.
      Welcome.
25
                    CHAIRMAN ADOLPH: Thank you, members.
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It's my understanding that the 1 Republican Chair of the standing committee, 2 Representative Steve Barrar, is still under the 3 weather, and we wish him well. 4 5 But we also are happy that the Democratic chair, Chris Sainato, is with us today. 6 7 Good morning. MAJOR GENERAL CRAIG: Good morning. 8 9 CHAIRMAN ADOLPH: Major General, would 10 you like some -- to make some brief opening comments 11 before we start the questions? 12 MAJOR GENERAL CRAIG: Yes. Yes. Mr. Chairman, I would. You have my report submitted 13 14 in writing, but just to highlight one or two things 15 that are really important to the department. 16 As everybody knows the Department of 17 Military and Veterans Affairs has a dual mission. 18 train and command and control the Pennsylvania Army and Air Guard and we also advocate for all -- close 19 20 to a million veterans throughout the state of 21 Pennsylvania and operate six veterans homes. 22 This is a billion dollar enterprise. 23 get \$173 million from the state of Pennsylvania and \$882 million from federal sources. 24 25 For the Pennsylvania National Guard, our motto is Always Ready and Always There, and that certainly has been the case for the past ten years. As many of you know, we deployed 30,000 of our members of the Army and Air National Guard out of the 19,000 assigned overseas in the past ten years.

Their record of accomplishments has been absolutely remarkable. We have -- we've done everything from peacekeeping, security operations, counter-insurgency operations, and close combat.

We've unfortunately saw -- our losses have been heavy. More than any other state's National Guard, Pennsylvania has lost 51 killed in action and hundreds more wounded in action. Their courage and dedication is an inspiration to all of us who continue to serve, and to you as well I'm sure.

In addition, over these past ten years, we've responded to scores of calls from the Governor for natural disasters. This year alone we've had 2,644 Pennsylvania National Guardsmen performing 15,474 days of state active duty, most of which were dedicated to relief for Hurricane Irene and Tropical Storm Lydia.

When you're one of the best, you're one of the busiest, and that continues for the Pennsylvania Guard. We're looking at a mobilization

this fall of 1,600 from the 55th Armored Barricade

Combat Team in the eastern part of the state and

destination is Kuwait. Most likely also followed by

mobilizations of the 1st Battalion 104's Attack

Aviation headquartered in Johnstown for a time on

duty in Afghanistan. And two companies of the 2nd

104 Aviation from the central part of the state, same

duty station.

On the federal budget side, really good news for the Army National Guard. It's essentially the same as it was last year, and the strength remains nationally of 358,000. Pennsylvania remains at the 15,250. We are already over strength in that area and positioned to grow our force even more.

There is, however, as everybody knows, serious concern on the side of the Air National Guard. The strength nationally will be reduced from 106 to 101,000 and more than 200 Air National Guard aircraft will be sent to the bone yard.

The Air Force has elected to take their reductions on the back of the Reserve component, unlike the Army which is taking it out of the active component.

And, of course, it doesn't make sense to me, considering the Reserve component is the most

cost effective part of the Defense department.

In Pennsylvania that will mean reduction of four KC 135 aircraft from the 171st Air Refueling Wing in Pittsburgh and a loss of approximately 200 airmen. Reduction of the force, most of the force is at the Johnstown Air Traffic Control Tower. There will, however, be good news in the eastern part of the state with the addition of a ground control group that will be controlling the flight of a R -- RQ-9 Reaper drone aircraft.

And, finally, not Air National Guard, but Air Force Reserve, the Air Force wants to close the 911th Air Lift Wing completely and disband the base at the Pittsburgh Air Reserve station.

And, finally, on the veterans homes, we are challenged to provide the same or better service with the same or less funding. Due to hard work from my Deputy for Veterans Affairs, Deputy of Administration, the budget director, and the -- we've established best practices that we found in four of our homes and rolled them into the other two homes.

We found two homes out of the six were exceeding the average cost per care by a large amount per resident. So by taking their best practices and moving it to the practice of all the homes, we've

been able to realize close to a \$7 million savings in this budget year and a \$6 million savings in the budget that we're going to talk about today.

We've been able to use that money to reinvest in protecting -- in preventing elopements from the homes for this budget year and then taking a lot of the money saved from next year and roll it into veterans outreach programs, which you know as Act 66, and also a one-time grant to the Pennsylvania Veterans Foundation.

Also a small increase in the Fort

Indiantown Gap Police Department, which answers a big

concern of mine, and I also was very happy to see the

continued -- the continued funding of our Education

Assistance program which is so vital to the -- the

recruiting success we've had throughout the

Pennsylvania National Guard.

So thank you for the opportunity to make these few opening statements and, Mr. Chairman, I await your questions.

CHAIRMAN ADOLPH: And thank you, sir.

First of all, I want to thank you and your staff
and -- for what you do for the veterans of

Pennsylvania.

MAJOR GENERAL CRAIG: You're welcome.

CHAIRMAN ADOLPH: That being said, being a -- a bean counter by profession and you take a look at the Department of Military Affairs' budget request, and there's -- there's two -- two line items that are in deep red for this year.

One is the veterans home, about 6.7 percent decrease, \$6.2 million, and then veterans assistance, \$404,000, a hundred percent decrease.

And you talk about the best practices, and obviously it -- it -- it sounds good, but can you give us a little bit more detail?

MAJOR GENERAL CRAIG: Sure.

CHAIRMAN ADOLPH: Because I'm sure we're going to be hearing from our residents regarding -- when they see a decrease in the -- in the Governor's proposed budget. And I'm sure you've already heard from many of them as well

MAJOR GENERAL CRAIG: Yes, sir. Glad to address that issue.

When we -- when we took a look at our budget, we realized, as I mentioned in my opening comments, we had two homes that were operating considerably above the average cost for all the other homes when analysis was done at cost per resident.

So why is that? We drilled down on

that, and then we came up with a series of cost savings measures. Overtime control, we had a \$5 million expense for overtime control. So we can cut that in half or more.

Took a look at the way we do drug costs. When you have 1,500 residents, all under various types of medications, we in the past have been holding a 30-day supply for every resident. They're all on multiple medications. And when their medication would change, we ended up throwing out part of the medication.

So we reduced what we carry on hand and that has saved us a significant amount of money.

We worked very closely with the

Department of General savings -- General -- General

Services and identified statewide contracts where we can beat that price on a local vendor.

They've agreed and done it a number of times already this year and it made -- forced that statewide contract to meet the price of the local vendor or they would lose the ability to provide services to us. That resulted in several hundred thousand dollars.

We're also dealing with furloughs, as I'm sure everyone here has heard. 67 positions will be eliminated. By the time we work all through that,
I also have 41 vacancies in the home. So we'll
probably layoff eventually somewhere between 40 and
50 people and they -- all of them in support staff.
None of them are in medical staff.

So through these series of things and others we're able to find -- we're looking at contracting some medical care, building upon success we've had for physical therapy care, and so we -- we've been able to accomplish these savings in this budget year already, because this budget year we started enacting this and we already saved the Commonwealth close to \$7 million this budget year.

So I know we can do \$6 million next year.

CHAIRMAN ADOLPH: Well, there's no one sitting at this table, on either side of the item -- of the aisle that would like to see decreases for the veterans, these men and women that have served our country.

So if we're hearing from you and you're saying that this can be worked out and done efficiently and the quality of care continue for our veterans, it's -- it's -- it's in your hands.

MAJOR GENERAL CRAIG: Sir, I get that. I understand that. I'm a veteran myself and that

is -- I've got to know many, many, many veterans back when I was serving before, and this is really important to us.

We also have a lot of help to let us know if we're doing a good job or not. Last year our veterans homes were inspected a total of 120 times between the L & I's, the local county L & I's, the Department of Health, Department of Veterans Affairs, the federal one, and DPW.

So we get a lot of help. We passed every inspection, and that is our absolute intent to continue to render that level of care we've always had. And we're quite proud of our satisfaction rate, which is much higher, ten percent higher than what you'd found in commercial for-profit homes.

CHAIRMAN ADOLPH: You know, when you're able to cut costs and find savings in certain areas, those that need it the most get better care and that's what we're finding out all throughout the budget process.

So thank you for taking care of the veterans and watching our tax dollars.

MAJOR GENERAL CRAIG: You're quite welcome.

CHAIRMAN ADOLPH: Chairman Markosek.

Thank you, Chairman. 1 REP. MARKOSEK: 2 Welcome, general. MAJOR GENERAL CRAIG: 3 Thank you. REP. MARKOSEK: And we really appreciate 4 5 all the good work that you do. MAJOR GENERAL CRAIG: Thank you. 6 7 REP. MARKOSEK: I don't have any 8 specific questions. I do have a couple of 9 announcements for the information of the membership. 10 Representative Readshaw and 11 Representative Bill Kortz from Allegheny County are 12 here, as well as Representative Mark Longietti from Mercer County, Representative Pam DiLissio from 13 14 Philadelphia, and Representative Tom Caltagirone from 15 Berks County is also here. 16 And I don't have a direct question but, 17 Mr. Chairman, if it's okay with you I think 18 Representative Costa will ask my question for me. 19 Thank you. 20 REP. PAUL COSTA: Is that okay? 21 CHAIRMAN ADOLPH: Representative, that's 22 fine. 23 REP. PAUL COSTA: Thank you, Mr. Chairman. 24 25 Good morning, Major General. How are

you?

2 MAJOR GENERAL CRAIG: Fine.

REP. PAUL COSTA: That's good. The 911 closure in southwestern Pennsylvania, we've been told that it could be 90 to a hundred million dollar economic impact to our region when they close that.

And it's my understanding because -- if they do close that, it's also going to have a reduction in the 171st Refueling which could be another 18 to \$20 million economic hit to our region, which, as you know, and all of us know, we can't afford those kind of hits to our region.

Can you tell us what's happening with that and if we're going to be able to make any progress to get those back?

MAJOR GENERAL CRAIG: I certainly hope so, yes. The Air Force has decided that they are dealing with a budget reduction demanded by Congress, and so they have several ways to go. They can reduce the Reserve component or they could reduce the active component.

The active component costs about three quarters as much -- three times greater to run an airman -- pay an airman in the active component, operate an airplane in the active component, than it

does in the Reserve component. So for some reason the Air Force has decided to take a good deal of their reductions on the back of the Reserve component, which is not the most cost effective way to gain efficiencies, in my opinion and many other's opinions, including the former Chief of Staff of the Air Force Ronald Fogleman, who has been -- has published several articles that says they should go the other way and save money by reducing the active component.

You're quite right, the 911th, they'll lose all seven aircraft, almost 1,200 military and 300 full-time positions when they close that base.

I briefed the Governor fully on this.

He doesn't agree with it. I talked to Representative

Murphy and both Senators and we'll continue to follow

up with them. They're not -- they don't agree with

it as well.

So we will have some -- some written documentation that will basically strengthen our case, I think, to all the Congressional delegation, which is where the fight has to be, and I'm advising the Congressional delegation to put into law a floor, a strength floor for the Air National Guard, which says you can't take reductions and we're going --

we're going to tell you, Mr. Air Force, that you must keep it to 106,000. If they do that, that will stop it for this year.

In addition, the National Governors

Association has come on line and objected to this reduction because it impacts the governors' ability to conduct homeland defense. Because we -- at least on the Air Guard, we use the 171st all the time at home in defense.

And also all Adjutant Generals signed a letter last week objecting to this as well.

So there are powerful forces at work in Washington, D.C. That's where the battle has to be fought. We'll continue to push that. I will personally, as well as my Deputy Ferraro who is with me today and Major General Sischo, and we'll continue to keep you updated.

But I -- it makes no sense to me. You could park -- for instance, they want to park four of the airplanes from the 171st. If they parked one on active duty, we'd be able to continue to fly those four. So that gives you an expandable capability when the nation needs it where as opposed -- as opposed to parking four of them and then you can't expand.

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So we will continue to fight that fight,
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 2
      arguing the cost effectiveness of the Guard and
      Reserve.
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 4
                    REP. PAUL COSTA: Well, I appreciate
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      that, major. Because we've -- we've all -- the
      members in southwestern Pennsylvania all contacted
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 7
      our U.S. Senators and our Congressmen, but I think
      the message, if it's coming from you and from
 8
 9
      Governor Corbett, I think it has a little bit more
10
      pop to it. And I appreciate you guys are fighting
11
      for us.
                    MAJOR GENERAL CRAIG: Well, I'll keep
12
13
      after those Air Force guys.
14
                    REP. PAUL COSTA:
                                      Okay.
15
                    MAJOR GENERAL CRAIG: They're a tough
      bunch down there in D.C.
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                    REP. PAUL COSTA:
                                      Thank you very much,
      Major General.
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19
                    MAJOR GENERAL CRAIG:
                                          Thank you.
20
                    REP. PAUL COSTA: Thank you very much,
21
      Mr. Chairman.
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                    CHAIRMAN ADOLPH:
                                      Thank you,
23
      representative.
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                    I'd like to acknowledge the presence of
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      two members of the Appropriations Committee that have
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joined us, Representative Jim Christiana from Beaver
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 2
      County and Representative Curt Sonney from Erie
      County.
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 4
                    The next question will be by Mauree
 5
      Gingrich.
                    REP. GINGRICH:
 6
                                    Thank you,
 7
      Mr. Chairman.
                    Welcome, neighbors. I'm talking about
 8
      Indiantown Gap, of course.
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                    MAJOR GENERAL CRAIG: Oh.
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11
                    REP. GINGRICH: Delighted to have you
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      here, you, General, your team and the veterans that
      took their time to join us today. Thank you so much
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14
      for being here.
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                    I do want to talk about something close
16
      to home specifically, and you did allude to it,
17
      general, at Indiantown Gap. Modest increase in the
18
      budget that is geared towards an increase in
19
      security.
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                    Don't tell us more than we're allowed to
21
      know, of course; but what is your plan? Can you give
22
      us any specifics? Because honestly, I'll tell you, I
23
      do hear a lot about that, living -- it's in Lebanon
24
      County.
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MAJOR GENERAL CRAIG:

Uh-huh.

25

REP. GINGRICH: And, of course, that's where I live and serve. So I talk to a lot of people involved as working and living in the area.

Do you have any specifics that you can share with us, what measures you might be taking specifically and what challenges you have? I know geographically it's an interesting place because it's gorgeous, number one.

MAJOR GENERAL CRAIG: It is.

REP. GINGRICH: Many parts of it are open to the community, which we all use, with the lake and the hiking and the spread of the place.

So tell us a little bit more specifically about that, would you, please?

MAJOR GENERAL CRAIG: Yes, ma'am. It is 17,000 acres, about 200 miles of trails and roads. It is completely unsecured on the major out -- exterior perimeters. So anybody can come on the base.

We do have some areas, the airfield, the equipment concentration sites, and one or two barracks areas that are behind fences. That's it.

But it is really open to -- my biggest concern is terrorists such as what happened in Fort Hood. Because even when our soldiers are there, yes,

they carry weapons and, yes, they have bullets, only when they're on the rifle range. When they're back in containment areas they don't have any of those things. When they're back to what we call soldier ready and processed and getting ready for deployment overseas, just like what happened in Fort Hood, they have no weapons with them.

So to secure this large area that also puts through about 150,000 people in training every year, I have a total State Police force of eight.

Here in the Capitol complex, the Capitol Police force is 102. Mechanicsburg Depot, the military depots, the Army War College have somewhere between 50 to 80 full-time policemen, and they're behind a complete barrier with completely controlled access.

They're all funded by the federal government. We are a state institution, so that the police force has to come -- has to be funded by the state.

In addition to my eight full-time police force, I have about 12 security guards, which are contract security guards, carry radios and act as kind of a town watch, and they're very valuable. And I have currently three military policemen which we

steal from Army funds and use to amplify the police force.

This budget allows me to hire, if it goes through as planned, allows me to hire eight part-time policemen which will amplify my eight full-time policemen, which will be a big help on the way to go.

I'd like to obviously grow that force to close to 18 to 20 by the time we're done, and I will work with the Governor's office and the committees here in the House and the Senate to do that. But that will help a lot to begin with.

We're also looking at where we can set up control perimeters. Maybe not the whole post but where we have large concentrations of people who work there. I have about 1,800 people who work there every day, five days a week.

So we're looking for a place that we can put behind barriers to make it a little safer. So between exterior barriers, increase in police force, which this budget allows, that will be a -- definitely good start.

REP. GINGRICH: I may sound naive, but that hardly seems like enough to battle the possible threats that are out there, and that's a lot to do

with two percent. So I really do commend you with 1 your ability to do so. 2 I think most of us understand and share 3 your concerns about safety for those on the base. 4 5 MAJOR GENERAL CRAIG: Right. REP. GINGRICH: And certainly all of us 6 7 in this part -- this part of the state and in the country. So for anyone who thinks you have a simple 8 and easy job they are incorrect. 9 10 Thank you so much for all you do. MAJOR GENERAL CRAIG: Thank you, ma'am. 11 12 CHAIRMAN ADOLPH: Thank you, 13 representative. 14 Representative Mike O'Brien of Philadelphia. 15 16 REP. O'BRIEN: Thank you, Mr. Chairman. 17 Good morning, again, general. 18 MAJOR GENERAL CRAIG: How are you? REP. O'BRIEN: You know, each and every 19 20 one of us in this room are -- are deeply grateful to 21 the men and the women of the Guard who put themselves 22 in harm's way. 23 And sadly it's my understanding that 24 there has been a spike in returning veterans getting 25 in trouble with the law, to the point that Justice

Seamus McCafferty has been reaching out across the Commonwealth trying to set up veterans courts.

I'd like you to -- I'd like you to speak to what you're doing to try to help these men and women on their return who -- who maybe have gotten into a drug usage issue or have some -- some -- some emotional issues upon their return.

What -- what are you doing to try to smooth the path on their way back to civilian life?

MAJOR GENERAL CRAIG: Well, we attacked this in several -- several methods. We have a -- what we call deployment cycle support branch of my joint headquarters, and they work with reintegration. Working with the soldier, working with the family.

We have an employer outreach branch that if they don't have a job we try to get them a job, because if they're employed that makes it a lot easier.

And the program that's championed by

Justice McCafferty, as you mentioned, you know, the

veterans court is an extremely valuable program. We

have 12 of those in 12 of the 67 counties of

Pennsylvania, and we are working with my Judge

Adjutant General through the bar associations and

other justices throughout the state to set that up in every -- in every county.

I just attended a ribbon cutting at York County just a couple weeks ago. And basically they take a look at soldiers, airmen, Marines, who come back, either Guard Reservists or active duty, come off active duty, and they have -- they have to come out of that emotional high, the super vigilance that got them through combat, close combat. They're dealing with the stresses and horrors of close combat, seeing their friends killed or -- or seeing people blown up in front of them. And it takes awhile to get used to that. And some people unfortunately never do.

And most people can deal with it, but it takes some adjustment. Sometimes they -- they medicate themselves by an overindulgence in alcohol or maybe drugs. If they're a first-time offender and have no other offense, they bring them into veterans court like the one I saw in York County, like the one championed by Justice McCafferty, and they -- instead of sentencing them to jail, they pair them up with a veterans -- a veteran, usually from the veterans service organization, who have been there themselves, who have been members of combat, who have come back,

and they act as mentors.

And if they successfully graduate from the mentorship programs, which usually covers months and months of one-on-one talking and therapy, their -- their recidivism rate is extremely low.

So they -- so they have a high degree of success rate, somewhere between 75 and 85 percent

So they -- so they have a high degree of success rate, somewhere between 75 and 85 percent that stay out of the criminal justice system from then on. And by talking to somebody who has been there, that makes all the difference in the world.

So I applaud that initiative, and we will continue to work that -- to get that in every county.

REP. O'BRIEN: How are you doing on the funding side of that equation?

MAJOR GENERAL CRAIG: That's a local county initiative. And we act as advocates for that and once we get to the decision makers in the counties, I utilize my staff -- my staff judge adjutant who is on federal military duty for me.

So we have no direct state funding for that. It's a county initiative.

REP. O'BRIEN: Thank you, general.

And thank you, Mr. Chairman.

MAJOR GENERAL CRAIG: You're welcome.

CHAIRMAN ADOLPH: 1 Thank you. 2 Representative Gordon Denlinger. REP. DENLINGER: 3 Thank you, Mr. Chairman. 4 Good morning, general. 5 MAJOR GENERAL CRAIG: Good morning. 6 7 REP. DENLINGER: I want to shift gears into a discussion over -- I understand that you and 8 your staff are working through a comprehensive review 9 10 of the Pennsylvania Code of Justice. 11 MAJOR GENERAL CRAIG: Yes, sir. 12 REP. DENLINGER: Military Justice. Could you bring us up-to-date on those 13 Pardon me. 14 efforts and -- and what drove the feeling of a need for a review? 15 16 MAJOR GENERAL CRAIG: The existing 17 Pennsylvania Code of Military Justice dates back to 18 1916, and the table of punishments are extremely 19 outdated so that it then becomes meaningless. 20 So if I have a soldier or airman that 21 misbehaves and is in need of discipline, many times 22 the only course I have is to throw them out of the 23 Guard, which is kind of an extreme measure when you 24 think if you get somebody's attention by a -- maybe a 25 significant fine or a large scale reduction in rank,

that will really turn somebody around. 1 And that is the intent of this. 2 So the -- the new model code codifies 3 and updates the -- that so it allows me as adjutant 4 5 general to impose fines that would be meaningful. It clarifies the rules of engagement 6 7 or -- or who has jurisdiction, and there's issues on that as well. 8 9 It's based after a model code that's 10 being adopted by many of the National Guards across 11 the country. 12 It will be a big help and now will allow us to deal with that small percentage of our soldiers 13 14 and airmen that need discipline to keep themselves on the straight and narrow rather than being given the 15 16 heave ho out of the Guard, which is basically what I 17 have to do now. REP. DENLINGER: Very good. And -- and 18 19 could you just share with us? I would presume you 20 have a JAG corps. MAJOR GENERAL CRAIG: 21 I do. 22 REP. DENLINGER: And how large is that? 23 MAJOR GENERAL CRAIG: It's about 30-some officers. 24

25 REP. DENLINGER: Thirty-some. And --

and 1 MAJOR GENERAL CRAIG: 2 Army and Air. 3 REP. DENLINGER: How many cases per year do they enter into? 4 MAJOR GENERAL CRAIG: 5 For a court-martial, virtually none. And it's because it's 6 7 meaningless. So we are then forced to go the 8 administrative discharge route, and we go that way. 9 So we really haven't had a court-martial 10 in the Pennsylvania Guard for years because the code 11 is so out-of-date. 12 REP. DENLINGER: Sounds like it was time for a --13 14 MAJOR GENERAL CRAIG: Like I could impose a \$50 fine on somebody. Like that's going to 15 16 really mean anything. That kind of thing. Or I 17 could put them in confinement, but I have no place to 18 confine them. I'm not interested in putting people 19 in jail. I'm looking and interested in getting 20 someone's attention to change their behavior so they 21 become and stay a productive member of the National 22 Guard. REP. DENLINGER: 23 Will you -- will you 24 need legislation to take that through the final 25 process?

MAJOR GENERAL CRAIG: Yes, sir. 1 And 2 that bill has been introduced by Senator Mary White. And her husband has -- was a JAG officer for many 3 years, as you probably know, and she's championed 4 5 that and I would urge all members of this body when it comes to the House to please support that 6 7 measure. It would be a great tool in our -- in our 8 kit bag. 9 REP. DENLINGER: Very good. And then 10 one last question, if I may. Just a clarification of 11 something I think I heard you say earlier regarding 12 the -- the place of predator drones. There is a plan to fly those over 13 Pennsylvania air space. 14 MAJOR GENERAL CRAIG: 15 16 REP. DENLINGER: Could you share with us 17 the nature of that? MAJOR GENERAL CRAIG: Okay. 18 19 aircraft I'm talking about was an MQ-9 Reaper, and that's a really large drone aircraft. 20 21 And we would have the ground control 22 unit only. So they would not fly in Pennsylvania. 23 They would be remote -- we would fly them from 24 Pennsylvania at a station, but the actual aircraft 25 would operate out of an airfield somewhere on the

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other side of the world. It could be the Middle
 1
      East. It could be anywhere they put it.
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                    So it's remarkable technology. What we
 3
      do fly here in Pennsylvania is a much smaller
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 5
      aircraft called the Shadow. It's flown by the Army
      National Guard. All three of our brigade combat
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 7
      teams fly that. And that flies over controlled air
      space at Fort Indiantown Gap.
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 9
                    It has to be controlled air space
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      because obviously a drone has no pilot on board,
11
      can't see another airplane. So the FAA requires it
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      to be in completely controlled military air space.
                   REP. DENLINGER: And -- and those
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      flights would be for training purposes?
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                   MAJOR GENERAL CRAIG: That's correct.
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                   REP. DENLINGER: Not for the collection
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      of data?
                   MAJOR GENERAL CRAIG: No. We're not
18
      allowed to do that.
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                    REP. DENLINGER: Okay. Very good.
21
      Thank you for that clarification.
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                   MAJOR GENERAL CRAIG: You're welcome.
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                   REP. DENLINGER:
                                     Thank you,
      Mr. Chairman.
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                   CHAIRMAN ADOLPH:
                                      Thank you. The next
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July is the

question will be by Representative Scott Perry. 1 REP. PERRY: Thank you, Mr. Chairman. 2 3 Good morning, sir. MAJOR GENERAL CRAIG: Good morning. 4 REP. PERRY: We listened to the 5 questions from the Chairman, and, of course, it's the 6 7 Chairman's prerogative, but I -- I have some continued questions about veterans and their care, as 8 9 we all are concerned, and especially with diminished 10 budgets, and I appreciate, and I think everybody in 11 the body appreciates, the efforts of the Guard to 12 reduce costs and maintain the care. The -- I'm particularly interested in 13 14 some care of a new wing in Spring City. I know it's out of the district I represent, but there's some 15 16 particular care that's provided there. 17 Can you tell me how the budget cuts or the -- or the -- the less funding -- reduced funding 18 19 will affect that? Is it open and, if not, when will 20 it open? 21 MAJOR GENERAL CRAIG: Okav. The --22 you're talking about the addition to the home down 23 there, which is a 120-bed addition. That is --

should reach -- should open this summer.

25 target date.

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And we will take 120 residents from the existing facility, move them into this new -- new part, new wing, and then we will -- we will engage in a rehabilitation and rebuilding effort, extensive rebuilding effort of the 120 beds and rooms that we vacate.

So probably in about another year to 18 months we'll be able to reopen then and increase our total census in the southeast home by another 120.

So we were -- when we found -- that was one of the homes that was way over budget in terms of cost per care. So -- but we -- we have a plan now so we'll be able to take care of -- and we're concentrating mainly -- we're beginning to shift our emphasis more to the veterans that need more care, which I'm talking skilled nursing care and dementia care.

So we will continue to expand that capability and probably be -- start -- start to be reducing what we call domiciliary care or regular personal care.

So this summer we'll open the 120-bed addition, then renovate the -- the rooms that they came out of, then another year later we should be able to open that and expand our ability to care for

even more veterans.

REP. PERRY: And with the reductions in veterans -- the veterans home appropriation and increase or expected increase in population needing that care, you still are confident that the state will be able and the department will be able to provide that care over the long term?

MAJOR GENERAL CRAIG: I am. And what happened in that home, we -- we used to have domiciliary units outside the home, which were like prefab housing. They were condemned because they were in structural -- in danger of structural collapse. Several years ago we moved the people out of there, and then we discovered this year that there were no layoffs in the homes.

So here we had a home that had 60 less veterans to take care of and excess staff. So that's where a lot of these furloughs are coming out of.

Now, in probably a year and a half or two years we'll have to ramp up those when we add more people to these newly renovated wings.

REP. PERRY: Thank you, general.

Thank you, Mr. Chairman.

CHAIRMAN ADOLPH: Thank you,

representative.

Representative Gary Day.

REP. DAY: Thank you, Mr. Chairman.

Thank you for being here today.

Funding pressure usually culminates, you know, in base realignment and closure discussions, and I'm just curious what is your plans or -- or what is your vision of the future as far as any future reductions, maybe in this budget, but also in future years as well?

Are there things on your mind that you're looking at that need to be -- you know, installations or operations that need to be reduced or closed across the Commonwealth, but specifically in the Kutztown and Allentown area as well?

MAJOR GENERAL CRAIG: I can tell you none in the Kutztown and Allentown area. We have several armories there, and I don't see any need or -- or desire to close any of those.

The base realignment and closing commission would probably impact active duty installations more than any other, and they would be the three depots in the state and/or the Army War College.

Personally speaking, my personal opinion, the Army War College is at some risk. We

are working with the commandant of the War College.

We think it's a great investment. We want to keep it
there. The military spent a ton of money upgrading
the facilities there.

It's close to Washington, D.C so they regularly get high level speakers that come right from Washington because it's so easy to get there.

So -- but certainly in the National Guard side, we may have one or two armories that we might want -- want to combine. But we've done a lot of that in the past -- not a lot. We've done some of that in the past six or seven years.

I don't see anything on the new -- on the horizon that would cause us to do that. Because we want to remain a community-based organization.

It's important for us to be in the 80 or 85 communities that we are in for recruiting, retention purposes, for getting the military -- the people a chance to see military people.

And, also, when the Governor calls us, it's good to be in downtown Kutztown, if that's where the trouble is, rather than have to come from Indiantown Gap to get there.

REP. DAY: Thank you for that answer.

Another question on the Shadow drones

that you talked about. Just to give you an opportunity to really clear this -- this question out or clear this air.

The -- the use of the drones would be for training purposes, is my understanding, only.

MAJOR GENERAL CRAIG: That's correct.

REP. DAY: Would you ever use -- would you ever use the training in conjunction with any other domestic agencies, you know, in Pennsylvania?

MAJOR GENERAL CRAIG: No. That's not been requested. That would have to be cleared obviously through legal channels to do that.

It's been hypothesized that possibly if there was a large scale disaster and we wanted to get somebody out there right away, we might be able to send that aircraft out, if asked.

Again, there's clearances involved because it's a pilotless aircraft that can't see other airplanes. So you depend on the one pilot spotting it and it's small and it's light weight, very difficult to -- so you want to avoid any air collisions.

So I don't foresee any real opportunity of that because I have a lot of rotary wing aircraft. If we want to go see what's going on on

the ground, we put spotters out there in the -- in 1 the helicopters and find it that way. 2 REP. DAY: Is the spotting done by 3 manpower then as opposed to electronics, like radar 4 5 and that? MAJOR GENERAL CRAIG: If we're using 6 7 helicopters, it's done by manpower. The Shadow that we're talking about has two cameras on board. And 8 9 that has a real-time downloading to the control station. 10 REP. DAY: 11 I'm trying to give you an 12 opportunity to explain whether it's against the law to do that or whether it's military policy, against 13 14 military policy to use our -- your facilities for domestic aid. 15 MAJOR GENERAL CRAIG: The National 16 17 Guard, when -- when mobilized by the Governor, can do law enforcement-type work in a limited scale. 18 19 We're not allowed to, quote, spy or 20 intelligent -- do any intelligence collection in -no matter what status we're in. So I don't foresee 21 22 that being used at all. 23 Thank you. I appreciate your REP. DAY:

Can you give me an idea? I don't want

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answer.

to ask a specific question. I want you to be able to use your -- the way you report this.

But the manpower, the head count under your purview, including soldiers or -- or just any type of reporting. I'm naive. I don't know what -- how do you do that, but I don't want to make you create new data.

How do you answer the question of what is the head count under your responsibility?

MAJOR GENERAL CRAIG: I'm well aware of the fact that I have 15,285 National Guard Army soldiers, and I have 3,981 Air Guardsmen.

We're both over a hundred percent of what we're allocated by about a half to one percent, because our recruiting and retention has been so successful here.

In addition, I have close to 2,000 state workers who work primarily in the state's veterans homes and also do maintenance for me at Fort Indiantown Gap and the armories.

Of those numbers, approximately 20 to -- 20 percent are full-time employees. The others are part-time, such as I was for 31 years. I had a civilian career and also worked in the Guard.

REP. DAY: I'd like to thank you for your

answers today. I really appreciate it. 1 Mr. Chairman, thank you for your time. 2 CHAIRMAN ADOLPH: 3 Thank you, representative. 4 Rep -- I'd like to acknowledge the presence 5 of Representative Scavello, Representative Brian 6 7 Ellis, and Representative Brownlee that have joined us from the Appropriations Committee. 8 9 Also like to acknowledge the presence of 10 Representative Rick Saccone who has joined us. 11 At this time I'd like to acknowledge and 12 present the Democratic Chair of the committee, Military and Veterans Affairs, Emergency 13 14 Preparedness, Representative Chris Sainato. 15 REP. SAINATO: Thank you, Chairman Adolph. 16 Thank you, Major General Greg. 17 I, too, would like to commend you and your staff and the servicemen and women --18 MAJOR GENERAL CRAIG: Thank you. 19 20 REP. SAINATO: -- for the job that you do and 21 on behalf of myself and Chairman Barrar for the 22 cooperation and the commitment you've shown toward 23 our committee the past 16, 17 months. Because we've 24 been a very active committee. 25 MAJOR GENERAL CRAIG: That's true.

REP. SAINATO: Yesterday we were hearing from FEMA and all the disasters that have occurred.

And another major aspect of our committee is the veterans affairs end of it, and we've had that opportunity to tour the veterans home in the southeast. We've had the opportunity to be at Indiantown Gap with you and your staff.

MAJOR GENERAL CRAIG: Right.

REP. SAINATO: And I'd like to commend you for that, and my staff and Chairman Barrar's staff, you know, have been very busy working with your staff MAJOR GENERAL CRAIG: I appreciate that.

REP. SAINATO: And we do appreciate the cooperation, because we all are on the same page as far as trying to serve the needs and protecting, you know, our soil and to make sure the veterans are -- are taken care of. It is, you know, vitally important, especially in these -- these times.

So we've had many questions from, you know, some of the members here today. I do -- I'd like to ask two.

The budget proposal transfer is \$408,000 from veterans assistance to a proposed veterans service and veterans outreach restricted account.

Does this have any impact on the way that

our veterans will receive assistance or from whom they will receive assistance?

MAJOR GENERAL CRAIG: Yes. We think it will be -- we'll be able to provide more services quicker with the way we're doing this.

The veterans foundation that we're setting up will be funded by a one-time disbursement from this restricted account of a million dollars, and this veterans foundation will allow us to work with local charities. And there's 82, for instance, that take care of homeless people and homeless veterans.

The Pennsylvania -- the Philadelphia

Multi-Service Center for Veterans, the Pittsburgh

Leadership Center, the Sanctuary in Allentown, the

Healing Hounds in Camp Hill and Harrisburg and the

YMCA all deal with one part or another of the

veteran's care and they're right down at the

grassroots where the veterans live and work.

And this veterans foundation will allow us to give grants to these -- these kind of charities that work to provide such tremendous service and support to our veterans.

And, in addition, this veterans services -veterans services account also has an additional
700,000 in it that is funded for this budget year,

which will allow us to grow our grants to the Veterans Service Outreach Program, what I call Act 66, and that will be a 50 percent increase in this account and allow us to increase -- to go from 39 to about -- close to 50 accredited veteran services offices throughout the state drawn from the ranks of the Veterans of Foreign Wars, the American Legion, and other civil organizations.

And their sole purpose is to find veterans in need of care, find veterans who can get funding from the federal Veterans Administration, help them fill out the paperwork, help them follow up, be sure they get the care, and also send them to hospitals and --and veterans centers, the 12 veterans centers we have in the state if they need that kind of help.

So we think this will be a tremendous increase in what is an important part of our job, and that's outreach to 950,000 veterans that are there, on top of the 1,500 we have in the veterans homes.

So for a sum of about a million seven we think we can explode our outreach to the veterans population by a considerable amount.

REP. SAINATO: Another question. What is the proscribed manner that a veteran can get into a state veterans home?

MAJOR GENERAL CRAIG: He has to fill out an application. We have a waiting list of about several hundred. And just go by order -- by order first in -- let me see. First in -- first out -- no first in, last out.

But it's a date order. As soon as that accommodation exists, we put them in. And it's done strictly in date order. So the sooner you apply the sooner you get in.

REP. SAINATO: Okay. I think that's -- I mean we get that question every once in a while. A lot of times they always think it's a federal VA home.

And until we had that opportunity to tour the facility in the southeast and really get a hands-on to see the work that's done and the people that are serving there, I think a lot of our -- our residents in Pennsylvania don't know the work that's being done.

MAJOR GENERAL CRAIG. I think you're right.

We -- one of the things that really makes our home

different, each home has a volunteer council that

supports them, and it's usually drawn from local

veterans.

And the amount of time that they donate as

volunteers really helps make that home a home away from home. It gives them the home atmosphere that you will find in all our homes that you may not find in a for-profit.

REP. SAINATO: Yeah. I think I agree with you. And I saw how they're making it feel like -- like your home.

MAJOR GENERAL CRAIG: Yeah.

REP. SAINATO: And the new model that they're using and the effectiveness of that model seemed to be working very well with the home that we had seen and the residents seemed to be happy.

And I think that's probably the most important.

MAJOR GENERAL CRAIG: It is.

REP. SAINATO: I mean they've served our country. They should be treated with dignity and respect, you know, in their later part of life. And we thank you and your office for that.

But I -- I would like to, just in closing, thank you and all who has served and will continue to serve. Because, as you said, in my area in western Pennsylvania, I have a very high number of veterans.

MAJOR GENERAL CRAIG: Certainly.

REP. SAINATO: World War II veterans Korean

veterans, World -- or Vietnam veterans. 1 MAJOR GENERAL CRAIG: Uh-huh 2 REP. SAINATO: Desert Storm. You name it, 3 they've served. In Pennsylvania in general when the 4 5 call came over the years they were always there. And, you know, with the tradition which we 6 7 have, we should all be very proud of all of the work that you do. So thank you, Major General. 8 9 MAJOR GENERAL CRAIG: Thank you. 10 REP. SAINATO: Thank you, Chairmen Adolph and Markosek. 11 Thank you, Chairman. 12 CHAIRMAN ADOLPH: I'd like to acknowledge the presence of 13 14 Representative Cherelle Parker who has joined us. 15 Major General, I want to thank you for 16 your testimony this morning, and I want to thank you 17 for the service that you do for the Pennsylvania veterans, and looking forward to working with you 18 19 over the next several months to get this budget balanced. 20 21 And I know I'm speaking for Chairman 22 If -- if your staff or you need any 23 assistance from the legislature, please, feel free to 24 contact us. 25 MAJOR GENERAL CRAIG: We'll do that.

And we'll keep you informed on this ongoing debate on the federal level with the impact on the Air Guard. We'll keep you in the loop on that as well. CHAIRMAN ADOLPH: Thank you very much. MAJOR GENERAL CRAIG: You're very welcome. CHAIRMAN ADOLPH: Okay. For the members' information, I have contacted the Department of State and -- to see if they would be able to join us at 10:30 rather than eleven o'clock. So hopefully our next hearing will start at 10:30. Thank you. (The proceedings were adjourned at 10:19 a.m.)

I hereby certify that the proceedings and evidence are contained fully and accurately in the notes taken by me on the within proceedings and that this is a correct transcript of the same. Brenda S. Hamilton, RPR Reporter - Notary Public