



ACQUISITION AND
TECHNOLOGY

OFFICE OF THE UNDER SECRETARY OF DEFENSE

3000 DEFENSE PENTAGON
WASHINGTON DC 20301-3000

21 MAR 1997

MEMORANDUM FOR DEPUTY ASSISTANT SECRETARY OF THE ARMY
(INSTALLATIONS AND HOUSING), OASA(IL&E)
DEPUTY ASSISTANT SECRETARY OF THE NAVY
(INSTALLATIONS AND FACILITIES), OASN(I&E)
DEPUTY ASSISTANT SECRETARY OF THE AIR FORCE
(INSTALLATIONS), SAF/MII

SUBJECT: Funds Appropriated Directly to Family Housing Improvement Fund

Funds appropriated directly into the Family Housing Improvement Fund have enabled us to develop critical tools, prepare the RFP's in a number of locations, and fund the government contribution to the first project to be awarded. As we move forward we will rely heavily on the transfer authority provided in the legislation to transfer MILCON project money to the fund for specific family housing privatization projects as selected and prioritized by the military departments.

We will use funds appropriated directly to the Family Housing Improvement Fund to expand, where desirable, the scope of privatization projects proposed for funding from MILCON transfers; and also, to fund privatization projects where MILCON money is not available for transfer. To assure the most effective use of funds appropriated directly to the Family Housing Improvement Fund to support the projects which help meet the programs objectives, we will award these funds, regardless of service, based on the following criteria:

- a. The project addresses a critical housing priority;
- b. The project achieves our target leverage;
- c. The project cannot be readily funded from other available sources;
- d. The project expands our experience in using the privatization tools and mechanisms;
- e. The project broadens our base of project size and configuration.

As our experience grows, we plan to refine these criteria and make them even more specific.

Robert L. Meyer

Director, House Revitalization Support
Office

