

**FAMILY HOUSING, DEFENSE-WIDE
FY 2009 BUDGET ESTIMATE**

Table of Contents

	<u>Page No.</u>
PROGRAM SUMMARY	FH-3
APPROPRIATION LANGUAGE	FH-5
OPERATION AND MAINTENANCE	
Summary	FH-9
National Security Agency	FH-10
Defense Intelligence Agency	FH-14
Defense Logistics Agency	FH-18
LEASING	
Summary	FH-23
National Security Agency	FH-24
Defense Intelligence Agency	FH-26

THIS PAGE LEFT INTENTIONALLY BLANK

**FAMILY HOUSING, DEFENSE-WIDE
PROGRAM SUMMARY
FY 2009**

(Dollars in Thousands)

	<u>NSA</u>	<u>DIA</u>	<u>DLA</u>	<u>Total</u>
New Construction	-	-	-	-
Improvements	-	-	-	-
Planning and Design	-	-	-	-
Construction Subtotal	-	-	-	-
Operations	28	4,359	453	4,840
Utilities	7	-	346	353
Maintenance	70	-	495	565
Leasing	10,407	33,066	-	43,473
O&M Subtotal	10,512	37,425	1,294	49,231
Reimbursable Program	-	3,500	-	3,500
Total Program	10,512	40,925	1,294	52,731

THIS PAGE LEFT INTENTIONALLY BLANK

**APPROPRIATIONS LANGUAGE
FAMILY HOUSING, DEFENSE-WIDE
FY 2009**

FAMILY HOUSING OPERATION AND MAINTENANCE, DEFENSE-WIDE

For expenses of family housing for the activities and agencies of the Department of Defense (other than the military departments) for operation and maintenance, leasing, and minor construction, as authorized by law, \$49,231,000.

THIS PAGE LEFT INTENTIONALLY BLANK

**FAMILY HOUSING OPERATION AND MAINTENANCE, DEFENSE-WIDE
FY 2009**

The FY 2009 Family Housing Operation and Maintenance, Defense-Wide request is \$5,758. The Operation and Maintenance includes maintenance and repair of government-owned housing units and associated real property; utility services; repair, replacement, transportation and handling of furniture and furnishings; refuse collection and disposal services; management services; and other miscellaneous support. Furnishings support for members of the Defense Attaché System are also included. The costs for leasing family housing units are separately addressed.

THIS PAGE LEFT INTENTIONALLY BLANK

OPERATION AND MAINTENANCE SUMMARY
FAMILY HOUSING, DEFENSE-WIDE
(Excludes Leased Units and Costs)

	<u>FY 2007</u>		<u>FY 2008</u>		<u>FY 2009</u>	
<u>Inventory Data</u>						
Units in Being Beginning of Year	204		199		199	
Units in Being End of Year	204		199		199	
Average Inventory for Year	204		199		199	
 Units Requiring O&M Funding						
a. Conterminous U.S.	201		196		196	
b. U.S. Overseas	3		3		3	
c. Foreign	-		-		-	
d. Worldwide	204		199		199	
	<u>FY 2007</u>		<u>FY 2008</u>		<u>FY 2009</u>	
	Unit	Total	Unit	Total	Unit	Total
	Cost*	Cost	Cost*	Cost	Cost*	Cost
	(\$)	(\$000)	(\$)	(\$000)	(\$)	(\$000)
<u>Funding Requirements</u>						
1. Operation						
a. Management	1,833	374	2,060	410	1,920	382
b. Services	216	44	246	49	166	33
c. Furnishings	21,049	4,294	22,135	4,405	22,236	4,425
d. Miscellaneous	-	-	-	-	-	-
Direct Obligations-Operations	23,098	4,712	24,442	4,864	24,322	4,840
Anticipated Reimbursements	-	800	-	800	-	800
Subtotal-Direct Obligations						
2. Utilities						
Direct Obligations- Operations	1,990	406	2,271	452	1,774	353
Anticipated Reimbursements	-	-	-	-	-	-
Subtotal-Gross Obligations	1,990	406	2,271	452	1,774	353
3. Maintenance						
a. M&R Dwellings	1,343	274	1,688	336	1,864	371
b. M&R Exterior Utilities	157	32	-	-	-	-
c. M&R Other Real Property	-	-	-	-	975	194
d. Alterations & Additions	-	-	-	-	-	-
Subtotal-Direct Obligations	1,500	306	1,723	336	2,839	565
Anticipated Reimbursements	-	-	-	-	-	-
Total Direct Obligations		5,424		5,652		5,758
Total Anticipated Reimbursements		800		800		800

*Based on number of units requiring O&M funding.

**NATIONAL SECURITY AGENCY
PROGRAM SUMMARY
FY 2009**

(Dollars in Thousands)

	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>
New Construction	-	-	-
Improvements	284	-	-
Planning and Design	-	-	-
Construction Subtotal	284	-	-
Utilities	7	7	7
Operations	22	27	28
Maintenance	66	70	70
Leasing	9,679	10,534	10,407
O&M Subtotal	9,774	10,638	10,512
Total Program	10,058	10,638	10,512

**NATIONAL SECURITY AGENCY
OPERATION AND MAINTENANCE SUMMARY
(Excludes Leased Units and Costs)**

	<u>FY 2007</u>		<u>FY 2008</u>		<u>FY 2009</u>	
<u>Inventory Data</u>						
Units in Being Beginning of Year	3		3		3	
Units in Being End of Year	3		3		3	
Average Inventory for Year	3		3		3	
Units Requiring O&M Funding						
a. Conterminous U.S.						
b. U.S. Overseas	3		3		3	
c. Foreign						
d. Worldwide						
	<u>FY 2007</u>		<u>FY 2008</u>		<u>FY 2009</u>	
	Unit	Total	Unit	Total	Unit	Total
	Cost*	Cost	Cost*	Cost	Cost*	Cost
	(\$)	(\$000)	(\$)	(\$000)	(\$)	(\$000)
<u>Funding Requirements</u>						
1. Operations						
a. Management	-	-	-	-	-	-
b. Services	-	-	-	-	-	-
c. Furnishings	8,666	22	9,000	27	9,333	28
d. Miscellaneous	-	-	-	-	-	-
Direct Obligations-Operations	8,666	22	9,000	27	9,333	28
Anticipated Reimbursements	-	-	-	-	-	-
Subtotal-Gross Obligations	8,666	22	9,000	27	9,333	28
2. Utilities						
Direct Obligations-Utilities	2,333	7	2,333	7	2,333	7
Anticipated Reimbursements	-	-	-	-	-	-
Subtotal-Gross Obligations	2,333	7	2,333	7	2,333	7
3. Maintenance						
a. M&R Dwellings	23,333	66	23,333	70	23,333	70
b. M&R Exterior Utilities	-	-	-	-	-	-
c. M&R Other Real Property	-	-	-	-	-	-
d. Alterations & Additions	-	-	-	-	-	-
Direct Obligations-Maintenance	23,333	66	23,333	70	23,333	70
Anticipated Reimbursements	-	-	-	-	-	-
Subtotal-Gross Obligations	23,333	66	23,333	70	23,333	70
Total Direct Obligations	34,333	88	34,667	104	23,333	70
Anticipated Reimbursements	-	-	-	-	-	-
Total Gross Obligations	34,333	88	34,667	104	35,000	105

*Based on total number of government owned units.

**NATIONAL SECURITY AGENCY
OPERATION AND MAINTENANCE
Reconciliation of Increases and Decreases**

The Operation portion of the family housing program for NSA includes maintenance, repair and replacement of furnishings; utility services; refuse collection and disposal; and administrative support at the installation level. Leasing costs are covered separately.

The Maintenance portion includes maintenance and repair of buildings and associated utilities systems, and other incidental improvements, including minor alteration and addition.

Reconciliation of Increases and Decreases

Operation:

1.	FY 2008 President's Budget Request	27
2.	FY 2008 Appropriated Amount/Current Estimate	27
3.	Program Increase	1
4.	FY 2009 Budget Request	28

Utilities:

1.	FY 2008 President's Budget Request	7
2.	FY 2008 Appropriated Amount/Current Estimate	7
3.	FY 2009 Budget Request	7

Maintenance:

1.	FY 2008 President's Budget Request	70
2.	FY 2008 Appropriated Amount/Current Estimate	70
3.	FY 2009 Budget Request	70

**NATIONAL SECURITY AGENCY
OPERATION AND MAINTENANCE
Furnishings Summary
FY 2009**

(Dollars in Thousands)

	Furnishings less Household Equip					Household Equipment					Total Furnishings				
	<u>Movg/ Hdling</u>	<u>Maint/ Repair</u>	<u>Replace ment</u>	<u>Initial Issue</u>	<u>Total</u>	<u>Movg/ Hdling</u>	<u>Maint/ Repair</u>	<u>Replace ment</u>	<u>Initial Issue</u>	<u>Total</u>	<u>Movg/ Hdling</u>	<u>Maint/ Repair</u>	<u>Replace ment</u>	<u>Initial Issue</u>	<u>Total</u>
FY 2007															
CONUS															
US O/S	0	0	2	0	2	0	2	22	0	24	0	2	24	0	22
Foreign															
Public															
Private															
Total	0	0	2	0	2	0	2	22	0	24	0	2	24	0	22
FY 2008															
CONUS															
US O/S	0	0	2	0	2	0	2	23	0	25	0	2	25	0	27
Foreign															
Public															
Private															
Total	0	0	2	0	2	0	2	23	0	25	0	2	25	0	27
FY 2009															
CONUS															
US O/S	0	0	2	0	2	0	2	24	0	26	0	2	26	0	28
Foreign															
Public															
Private															
Total	0	0	2	0	2	0	2	24	0	26	0	2	26	0	28

**DEFENSE INTELLIGENCE AGENCY
PROGRAM SUMMARY**

FY 2009

(Dollars in Thousands)

	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>
New Construction	-	-	-
Improvements	-	-	-
Planning and Design	-	-	-
Construction Subtotal	-	-	-
Operations	2,381	4,274	4,359
Utilities	-	-	-
Maintenance	-	-	-
Leasing	34,509	32,662	33,066
O&M Subtotal	36,890	36,936	37,425
Reimbursable Program	19	3,500	3,500
Total Program	36,909	40,436	40,925

One of the missions of the Defense Intelligence Agency (DIA), in its role as single manager for the Department of Defense (DOD) Human Intelligence discipline, is the direction, operations, and support (including housing support) for the Defense HUMINT Service. Included in the Defense HUMINT service is the Defense Attaché System. The mission of the Defense Attaché System is a critical component of Human Intelligence collection capabilities within DOD and is the only component wholly controlled by the DIA. The missions of the Defense Attaché System are to: (1) observe and report military and politico-military information; (2) represent the DOD and the military services; (3) administer military assistance programs and foreign military sales as directed; and (4) advise the U.S. Ambassador on military and politico-military matters. These missions are accomplished through the Defense Attaché Offices, which are organic elements of the U.S. Diplomatic Missions.

Housing of the attaches and their support staff is controlled by the U.S. Embassy housing board at a level of expense and square footage that is equivalent to their Department of State counterparts.

The DIA's Budget Submission for the FY 2009 Family Housing Program funds 500 government leases (of which 147 are high cost leases) at Defense Attaché Offices (DAO) worldwide. These funds provide for all lease costs which include utilities, residential protection services, custodial and fire protection services, furnishings and appliances, maintenance and repair of furnishings and appliances, and administrative services performed by the Department of State under the International Cooperative Administrative Support Services (ICASS) and Memoranda of Understanding.

**DEFENSE INTELLIGENCE AGENCY
OPERATION AND MAINTENANCE SUMMARY
(Excludes Leased Units and Costs)
FY 2009**

	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>
<u>Inventory Data</u>			
Units in Being Beginning of Year	-	-	-
Units in Being End of Year	-	-	-
Average Inventory for Year	-	-	-
Units Requiring O&M Funding			
a. Conterminous U.S.	-	-	-
b. U.S. Overseas	-	-	-
c. Foreign	-	-	-
d. Worldwide	-	-	-

Note: All DIA family housing units are leased.

	<u>FY 2007</u>		<u>FY 2008</u>		<u>FY 2009</u>	
	Unit Cost* (\$)	Total Cost (\$000)	Unit Cost* (\$)	Total Cost (\$000)	Unit Cost* (\$)	Total Cost (\$000)
<u>Funding Requirements</u>						
1. Operations						
a. Management	-	-	-	-	-	-
b. Services	-	-	-	-	-	-
c. Furnishings	42	2,381	42	4,274	42	4,359
d. Miscellaneous	-	-	-	-	-	-
Direct Obligations-Operations	42	2,381	42	4,274	42	4,359
Anticipated Reimbursements	-	3	-	800	-	800
Subtotal-Gross Obligations	42	2,381	42	5,074	42	5,159
2. Utilities						
Direct Obligations-Utilities	-	-	-	-	-	-
Anticipated Reimbursements	-	-	-	-	-	-
Subtotal-Gross Obligations	-	-	-	-	-	-
3. Maintenance						
a. M&R Dwellings	-	-	-	-	-	-
b. M&R Exterior Utilities	-	-	-	-	-	-
c. M&R Other Real Property	-	-	-	-	-	-
d. Alterations & Additions	-	-	-	-	-	-
Direct Obligations-Maintenance	-	-	-	-	-	-
Anticipated Reimbursements	-	-	-	-	-	-
Subtotal-Gross Obligations	-	-	-	-	-	-
Total Direct Obligations	42	2,381	42	4,274	42	4,359
Anticipated Reimbursements	-	3	-	800	-	800
Total Gross Obligations	42	2,381	42	5,074	42	5,159

*Based on total number of units requiring Operations funding.

**DEFENSE INTELLIGENCE AGENCY
OPERATION AND MAINTENANCE
Reconciliation of Increases and Decreases
Operations**

The FY 2009 Family Housing Operations expenses for DIA include the purchase, transportation, maintenance, and repair of furniture and appliances for members of the Defense Attaché System.

<u>Reconciliation of Increases and Decreases</u>		<u>(\$000)</u>
1. FY 2008 President's Budget Request		4,274
2. FY 2008 Appropriated Amount/Current Estimate		4,274
3. Price Growth (Inflation)		94
4. Program decrease		
a. Decreased costs for the purpose of buying furniture, furnishings and appliances (FF&A). Some of these costs are covered and managed by the Department of State under the International Cooperative Administrative Support Services (ICASS).		(9)
5. FY 2009 Budget Request		4,359

**DEFENSE INTELLIGENCE AGENCY
OPERATION AND MAINTENANCE
Furnishings Summary
FY 2009**

(Dollars in Thousands)

	Furnishings less Hsldhold Equip					Household Equipment					Total Furnishings				
	<u>Mvg/ Hdlg</u>	<u>Maint /Repr</u>	<u>Repl ment</u>	<u>Init Issue</u>	<u>Total</u>	<u>Mvg/ Hdlg</u>	<u>Maint /Repr</u>	<u>Repl ment</u>	<u>Init Issue</u>	<u>Total</u>	<u>Mvg/ Hdlg</u>	<u>Maint /Repr</u>	<u>Repl ment</u>	<u>Init Issue</u>	<u>Total</u>
FY 2007															
CONUS															
US O/S															
Foreign	393	219	1,227	610	2,449	352	142	637	602	1,733	745	361	1,864	1,212	2,381
Public															
Private															
Total	393	219	1,227	610	2,449	352	142	637	602	1,733	745	361	1,864	1,212	2,381
FY 2008															
CONUS															
US O/S															
Foreign	404	227	1,261	630	2,522	351	140	648	613	1,752	755	367	1,909	1,243	4,274
Public															
Private															
Total	404	227	1,261	630	2,522	351	140	648	613	1,752	755	367	1,909	1,243	4,274
FY 2009															
CONUS															
US O/S															
Foreign	412	232	1,285	642	2,571	359	143	661	625	1,788	771	375	1,946	1,267	4,359
Public															
Private															
Total	412	232	1,285	642	2,571	359	143	661	625	1,788	771	375	1,946	1,267	4,359

**DEFENSE LOGISTICS AGENCY
PROGRAM SUMMARY
FY 2009**

	<u>*FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>
New Construction	8,348	-	-
Improvements	0	-	-
Planning and Design	368	-	-
Subtotal Construction	8,716	-	-
Operation	270	563	453
Utilities	498	445	346
Maintenance	525	266	495
Leasing	-	-	-
Subtotal O&M	1,293	1,274	1,294
Reimbursable Program	-	-	-
Total Program	10,009	1,274	1,294

The Defense Logistics Agency (DLA) has a family housing inventory of two hundred and one (201) units. There are 170 units at the Defense Distribution Center (140 at the Susquehanna, Pennsylvania depot and 30 at San Joaquin, California depot) and 31 units located at Defense Supply Center, Richmond, Virginia.

The 30 units at San Joaquin were built in 1964 and were completely renovated in FY 1989. The remaining 171 units were built prior to 1960 (140 at Susquehanna and 31 at Richmond). Of the 140 Susquehanna units, 134 have been completely renovated. Renovation of the remaining 6 units at Susquehanna was planned for FY 2009 as reflected in the FY 2007 President's Budget Request. However, the project is deferred to FY 2010 while we reassess requirements through a formal study.

The FY 2009 operation and maintenance budget request supports routine operation requirements that include management costs, utility costs, and replacement of household appliances/furniture. This request also supports cyclical maintenance requirements that include painting and window and carpet replacement at the San Joaquin units. The FY 2009 request also includes a requirement for a patio replacement project at Susquehanna.

*This column reflects the FY 2007 President's Budget Request. Additional funds were provided in maintenance (\$165,000) and planning and design (\$192,000) by authority contained in the Joint Resolution (P.L. 110-5). The total FY 2007 funding level appropriated in the Joint Resolution \$1,304,000.

DEFENSE LOGISTICS AGENCY
Operation and Maintenance Summary
Reconciliation of Increases and Decreases
Fiscal Year 2009

Operation - Includes refuse collection and disposal, snow removal, entomological services, custodial services, street cleaning, moving and handling of government-owned furnishings, and maintenance, repair, and replacement of household equipment. The Operation category also includes management costs associated with the administration of the family housing program, and the supplies and equipment required to support the management personnel and operate the housing office.

The decrease in the FY 2009 cost is attributable to the overall decreased requirements in operations due to the elimination of 30 housing units at Defense Supply Center Richmond, Virginia. This is an approved FY 2007 project to provide 25 new family housing dwelling units to replace 30 existing units. The elimination of excess inventory reduces future year operation costs.

Utilities – Included in this category of costs are electricity, gas, fuel oil, water and sewage requirements. The decrease in the FY 2009 costs is attributable to the elimination of 30 housing units at Richmond.

Additionally, DLA has other ongoing efforts that will ensure compliance with the energy efficiency goals outlined in Executive Order 12759. In addition to the measures incorporated into the whole-house renovation project at Susquehanna, the San Joaquin units are being updated to bring them into compliance. Energy-efficient water heaters have been installed, kitchen appliances are being replaced with new energy-efficient models, and walls and ceilings are being insulated to meet current energy standards. Also, all tenants are issued energy-saving guidelines as an energy-awareness tool.

Maintenance – In addition to routine maintenance, this category of costs also supports cyclical maintenance requirements such as floor refinishing and interior and exterior painting.

The major contributor to the FY 2009 increase in costs is a major project at Susquehanna to replace approximately half of the deteriorated concrete patios. The FY 2009 request also includes an ongoing phased carpet and window replacement project at San Joaquin.

DEFENSE LOGISTICS AGENCY
Family Housing, Defense-Wide
FY 2009

Reconciliation of Increases and Decreases

Operation

	<u>(\$000)</u>
1. FY 2007 President's Budget Request	270
2. FY 2007 Appropriated Amount/Current Estimate	270
3. Price Growth	7
4. Program Increases	
a. Management – DSSP housing office relocation	209
b. Increased Services at DSSP	16
c. Furnishings – Household equipment	61
5. FY 2008 Budget Request	563
6. Price Growth	7
7. Program Decreases	
a. No requirement for economic analysis	-28
b. Reduced requirements at Richmond	-89
8. FY 2009 Budget Request	453

Utilities

	<u>(\$000)</u>
1. FY 2007 President's Budget Request	498
2. FY 2007 Appropriated Amount	498
3. Price Growth	7
4. Program Increases	
a. Reduced requirements at Richmond	-60
5. FY 2008 Budget Request	445
6. Price Growth	7
7. Program Decreases	
a. Susquehanna, reduced occupancy level	-38
b. Reduced requirements at Richmond	-68
8. FY 2009 Budget request	346

Maintenance

	<u>(\$000)</u>
1. FY 2007 President's Budget Request	236
2. FY 2007 Appropriated Amount	525
3. Price Growth	7
4. Program Increases	
a. Metering project at Susquehanna	23
5. Program Decreases	
a. Shed replacement project at Susquehanna	-289
6. FY 2008 Budget Request	266
7. Price Growth	7
8. Program Increases	
a. Patio Replacement project at Susquehanna	222
9. FY 2009 Budget Request	495

**DEFENSE LOGISTICS AGENCY
OPERATION AND MAINTENANCE
Furnishings Summary
FY 2009**

(Dollars in Thousands)

	Furnishings less Household Equip					Household Equipment					Total Furnishings				
	<u>Movg/ Hdling</u>	<u>Maint/ Repair</u>	<u>Replace ment</u>	<u>Initial Issue</u>	<u>Total</u>	<u>Movg/ Hdling</u>	<u>Maint/ Repair</u>	<u>Replace ment</u>	<u>Initial Issue</u>	<u>Total</u>	<u>Movg/ Hdling</u>	<u>Maint/ Repair</u>	<u>Replace ment</u>	<u>Initial Issue</u>	<u>Total</u>
*FY 2007															
CONUS						4.8	15.2	23.0	-	43.0	4.8	15.2	23.0	-	43.0
US O/S															
Foreign															
Public															
Private															
Total	0	0	0	0	0	4.8	15.2	23.0	-	43.0	4.8	15.2	23.0	-	43.0
FY 2008															
CONUS						1.2	20.0	8.0	75.0	104.2	1.2	20.0	8.0	75.0	104.2
US O/S															
Foreign															
Public															
Private															
Total	0	0	0	0	0	1.2	20.0	8.0	75.0	104.2	1.2	20.0	8.0	75.0	104.2
FY 2009															
CONUS						4.2	7.2	26.9	-	38.3	4.2	7.2	26.9	-	38.3
US O/S															
Foreign															
Public															
Private															
Total	0	0	0	0	0	4.2	7.2	26.9	-	38.3	4.2	7.2	26.9	-	38.3

**LEASING SUMMARY
FAMILY HOUSING, DEFENSE-WIDE
FY 2009**

The FY 2009 leasing request by agency is as follows:

	<u>FY 2007 Actual</u>		<u>FY 2008* Estimate</u>		<u>FY 2008 Request</u>	
	<u>Total Cost (\$000)</u>	<u>No Units</u>	<u>Total Cost (\$000)</u>	<u>No. Units</u>	<u>Total Cost (\$000)</u>	<u>No. Units</u>
<u>National Security Agency</u>						
Direct Obligations	10,261	400	10,534	399	10,534	399
Reimbursements	-	-	-	-	-	-
Gross Obligations	10,267	400	10,534	399	10,534	399
<u>Defense Intelligence Agency</u>						
Direct Obligations	32,821	500	32,662	500	32,662	500
Reimbursements	2,700		2,700		2,700	
Gross Obligations	35,521	500	35,362	500	35,362	500
Total Appropriation	43,082	900	43,196	899	43,196	899

The Defense Agency leases are located exclusively overseas, in many cases at remote locations where housing comparable to western standards is scarce or nonexistent. Leasing in areas where suitable housing is in short supply is very expensive which accounts for the fact that the bulk of the high cost leases are concentrated in the Defense Agencies. These lease units support both activities in classified locations and the Defense Attaché System. Host government restrictions, security requirements, and safety and health improvements add additional costs to these leases in many locations. Detailed justification by agency is provided on the following pages.

*This column reflects the FY 2007 President's Budget request. The FY 2007 annualized Continuing Resolution level is \$40,697,000.

**NATIONAL SECURITY AGENCY
OPERATION AND MAINTENANCE
Analysis of Leased Units
FY 2009**

<u>Location</u>	FY 2007			FY 2008			FY 2009		
	<u>Units Auth.</u>	<u>Lease Months</u>	<u>Cost (\$000)</u>	<u>Units Auth.</u>	<u>Lease Months</u>	<u>Cost (\$000)</u>	<u>Units Auth.</u>	<u>Lease Months</u>	<u>Cost (\$000)</u>
Domestic Leases									
None									
Foreign Leases									
Standard	158	1,896	3,752	157	1,884	3,818	157	1884	3858
Special Crypto Activities	242	2,904	6,469	242	2,904	6,716	242	2904	6549
Total Foreign Leases	400	4,800	9,679	399	4,788	10,534	399	4788	10407
Grand Total	400	4,800	9,679	400	4,788	10,534	399	4788	10407

EXHIBIT FH-4

**NATIONAL SECURITY AGENCY
OPERATION AND MAINTENANCE
Leasing**

Reconciliation of Increases and Decreases

(\$000)

Leasing:

1.	FY 2008 President's Budget Request	10,534
2.	FY 2008 Appropriated Amount/Current Estimate	10,534
3.	Program Decrease	(273)
4.	FY 2009 Budget Request	10,261

**DEFENSE INTELLIGENCE AGENCY
OPERATION AND MAINTENANCE
Analysis of Leased Units
FY 2009**

<u>Location</u>	<u>Units Auth.</u>	<u>FY 2007 Lease Months</u>	<u>Cost (\$000)</u>	<u>Units Auth.</u>	<u>FY 2008 Lease Months</u>	<u>Cost (\$000)</u>	<u>Units Auth.</u>	<u>FY 2009 Lease Months</u>	<u>Cost (\$000)</u>
Domestic Leases									
None									
Foreign Leases									
Classified Locations*	500	4,891	34,509	500	4,891	32,662	500	4,891	33,066
Reimbursable			-16			-2,700			-2,700
Total Foreign Leases	500	4,891	34,525	500	4,891	36,162	500	4,891	36,566
Grand Total	500	4,891	34,525	500	4,891	36,162	500	4,891	36,566

*Due to the sensitive nature of this information, country detail, to include lease months, can be provided to the committee through channels.

**DEFENSE INTELLIGENCE AGENCY
OPERATION AND MAINTENANCE
Leasing**

An important element of DIA's mission is the operation and management of the Defense Attaché System (DAS) for the Defense Attaché Offices (DAOs) located at U.S. embassies in capital cities around the world. The FY 2009 budget request for DIA includes funding associated with ICASS and lease costs for the DAS, many of which are in high cost areas of the world.

Reconciliation of Increases and Decreases

	<u>(\$000)</u>
1. FY 2008 President's Budget Request	32,662
2. FY 2008 Appropriated Amount/Current Estimate	32,662
3. Price Growth (Inflation)	718
4. Program Decrease	
a. Program decrease for FY 2009 due to personnel changes at the DAOs.	(314)
5. FY 2009 Budget Request	33,066