



Department of Defense DIRECTIVE

NUMBER 4270.34

October 19, 1982

ASD(MRA&L)

SUBJECT: Host-Nation-Funded Construction Programs

- References: (a) [DoD Directive 4270.5](#), "Military Construction Responsibilities," March 2, 1982
- (b) Section 2807 of title 10, United States Code
- (c) Assistant Secretary of Defense (Manpower, Reserve Affairs, and Logistics) (ASD(MRA&L)) Memorandum, "DoD Environmental Policy Concerning Pollution Abatement at Federal Facilities Outside the United States," September 11, 1980
- (d) DoD Directive 5154.4, "The DoD Explosives Safety Board," October 4, 1982
- (e) through (g), see enclosure 1

1. PURPOSE

This Directive establishes policy and assigns responsibilities for DoD planning, programming, budgeting, developing technical criteria, and execution of host-nation-funded construction programs (HNFCP) as they relate to U.S. military construction (MILCON) in the Pacific Command (PACOM). This Directive, recognizing the unique character of these programs in PACOM, addresses their management separate from other MILCON programs.

2. APPLICABILITY AND SCOPE

2.1. This Directive applies to the Office of the Secretary of Defense (OSD), the Military Departments, the Organization of the Joint Chiefs of Staff (OJCS), PACOM, and the Defense Agencies (hereafter referred to as the "DoD Components").

2.2. Its provisions cover DoD activities for the PACOM area for the host-nation and related U.S. MILCON program expenditures.

3. DEFINITIONS

3.1. DoD Construction Agent. The Corps of Engineers, the Naval Facilities Engineering Command, or other such DoD construction agent assigned under reference (a) and defined in enclosure 2 of reference (a).

3.2. PACOM Area. The geographic area for which the Commander in Chief, Pacific (CINCPAC), has operational responsibility.

3.3. Host-Nation-Funded Construction Program. Any construction program that provides facilities in direct support of DoD personnel or programs, and that is funded partially or totally by the host nation in which DoD personnel are stationed.

3.4. Host-Nation-Funded Project. Any construction project that is included in a host nation-funded construction program.

3.5. Central Funding System (CFS). Funds appropriated for military construction to offset U.S. design, construction surveillance, inspection, and overhead costs required to manage host-nation construction programs, as authorized by 10 U.S.C. 2807 (reference (b)).

4. POLICY

4.1. It is DoD policy to seek actively host-nation support for DoD construction requirements in PACOM before U.S. MILCON funds are requested. If host-nation funding is denied, or will not result in the timely satisfaction of U.S. requirements, or if there are other compelling reasons to proceed with construction programs, the U.S. MILCON program will be the acceptable funding source.

4.2. A project funded by the host nation may not be included in the MILCON budget. Programming of projects in both MILCON programs and the HNFCPs is authorized beyond the first year of the current program objective memorandum (POM).

4.3. Host-nation-funded projects normally will be designed and constructed to meet U.S. MILCON program criteria and standards for reliability, maintainability, functionality, personnel health, safety, and environment. Pollution abatement

procedures at Federal facilities outside the United States prescribed in ASD(MRA&L) memorandum (reference (c)) shall be considered in HNFCP projects.

4.4. U.S. MILCON projects shall be programmed to complement host-nation-funded projects, as required, to provide for total usable facilities.

4.5. The DoD Components shall submit to the DoD Explosives Safety Board (DoD Directive 5154.4, reference (d)), for review and approval, plans for host-nation-funded projects or modification of fixed or movable ammunition and explosives facilities, including facilities in their proximity, before host-nation action on the project is initiated.

5. RESPONSIBILITIES

5.1. The Assistant Secretary of Defense (Manpower, Reserve Affairs, and Logistics), or designee, shall:

5.1.1. Exercise overall direction and policy control of the HNFCP.

5.1.2. Provide POM guidance to the DoD Components on their HNFCP submissions.

5.1.3. Review proposed project lists before their submission to the host nations.

5.2. The Joint Chiefs of Staff shall:

5.2.1. Monitor the HNFCPs.

5.2.2. Assist the ASD(MRA&L) in reviewing the Military Departments' annual POM submission as it concerns HNFCP to ensure compliance with Defense Guidance (reference (e)).

5.2.3. Provide necessary guidance to the CINCPAC on the HNFCP.

5.3. The Commander in Chief, Pacific Command, or designee, shall exercise overall theater direction and control of the HNFCP and shall:

5.3.1. Ensure that host nations are informed of DoD procedures concerning the HNFCP.

5.3.2. Monitor the planning, programming, design, and construction of the HNFCP.

5.3.3. Integrate DoD Component construction requirements into annual programs and provide program data to the DoD Components concerned for use in POM development.

5.3.4. Provide appropriate data and information to the DoD construction agents to permit their formulation of budgets to support design and construction surveillance, inspection, and overhead costs for the HNTCP.

5.3.5. Negotiate with host nations for approval and funding of the annual HNFCP.

5.3.6. Recommend to the Office of the ASD(MRA&L) (OASD(MRA&L)) through the OJCS and after coordination with the DoD construction agent changes in construction agent assignments to ease the execution of the HNFCP.

5.3.7. Publish implementing instructions for the HNFCP and provide copies to the OASD(MRA&L) and the DoD Components.

5.4. The Secretaries of the Military Departments, or designees, shall:

5.4.1. Include in the annual POM submissions their projections of the 5-year HNFCPs to be requested of host nations in the PACOM area, using the format identified in the POM preparation instruction, and provide copies of the projections through channels to the CINCPAC.

5.4.2. Provide the CINCPAC the annual HNFCPs upon approval of the POM submissions.

5.4.3. Ensure that RNFCP-funded projects are not included in annual budget requests.

5.4.4. Prepare the basic project development documentation for HNFCP projects, including DD Form 1391, "FY19__ Military Construction Project Data," under DoD Instruction 7040.4 (reference (f)).

5.4.5. Program the U.S. funds for, procure, and install U.S. equipment that is collateral to the HNFCP project.

5.5. The Secretary of the Army, or designee, shall:

5.5.1. Program, budget, and account for MILCON funding for U.S. design and construction surveillance, inspection, and overhead costs required to manage host-nation construction programs.

5.5.2. Provide the funds referred to in subparagraph 5.5.1., above, to the DoD construction agents.

5.6. The DoD Construction Agent shall:

5.6.1. Provide complete design and construction criteria to host nations to ensure that projects are designed and constructed in accordance with U.S. MILCON program standards and criteria. Exceptions to U.S. criteria will be coordinated with the DoD Component for whom the facility is being constructed.

5.6.2. Provide design and construction surveillance and inspection services.

5.6.3. Provide, as required, technical advice to joint and Unified commanders, Military Service component commanders and host-nation government agencies.

5.6.4. Identify to the Department of the Army, the funding requirements to support design and construction surveillance services associated with host-nation-funded projects.

6. INFORMATION REQUIREMENTS

6.1. Within 60 days after the end of each DoD fiscal year, the CINCPAC shall submit to the OASD(MRA&L) through the OJCS, a report that includes:

6.1.1. An annual assessment and identification of efforts to obtain host-nation funding of construction requirements.

6.1.2. The approved annual construction program, as submitted to the host nation.

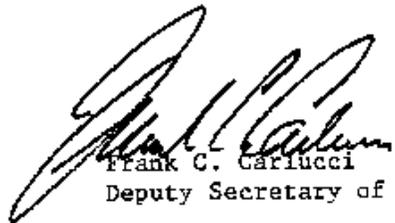
6.1.3. A report of the host-nation-approved and -funded programs with design and construction milestone schedules. Projects shall be reported until construction is completed or the project is canceled. The information and data in enclosure 2 shall be included in an appropriate format for each project.

6.2. Within 30 days after the end of the second quarter of the DoD fiscal year, the CINCPAC shall submit to the OASD(MRA&L) through the OJCS, a status report to update the information and data contained in enclosure 2.

6.3. Report Control Symbol DD-M(SA)1610 has been assigned to this information requirement.

7. EFFECTIVE DATE AND IMPLEMENTATION

This Directive is effective immediately. Forward two copies of implementing documents to the Assistant Secretary of Defense (Manpower, Reserve Affairs, and Logistics) within 120 days.



Frank C. Cariucci
Deputy Secretary of Defense

Enclosures - 2

- E1. References, continued
- E2. HNFCP Status Report

E1. ENCLOSURE 1

REFERENCES, continued

- (e) Defense Guidance, issued by the Under Secretary for Policy annually
- (f) DoD Instruction 7040.4, "Military Construction Authorizations and Appropriations," March 5, 1979
- (g) [DoD Instruction 4165.3](#), "Department and Defense Facility Classes and Construction Categories," October 24, 1978

E2. ENCLOSURE 2

HNFCP STATUS REPORT

HOST NATION-FUNDED CONSTRUCTION PROGRAM STATUS REPORT

AS OF: YYMMDD (1)

DoD COMPONENT: (2)

COUNTRY: (3)

MILITARY INSTALLATION AND CITY: (4 & 5)

<u>PROJECT TITLE</u>	<u>QUANTITY AND UNIT MEASURE</u>	<u>PURPOSE</u>	<u>COST (\$0000)</u>	<u>DESIGN START AND COMPLETION DATES</u>	<u>CONST START AND COMPLETION DATES</u>	<u>REMARKS</u>
(6)	(7)	(8)	(9)	(10)	(11)	(12)

INSTRUCTIONS

1. "As of" date (YYMMDD; either yy0331 or yy0930)
2. DoD Component (Army, Navy, Air Force, Defense Agency)
3. Country (list alphabetically)
4. Military Installation name (at which construction will take or is taking place; list alphabetically under country)
5. City (closest city to which the construction will take or is taking place)
6. Project title (see DoD Instruction 7040.4 (reference f); list by military installation)
7. Quantity and unit measure (650 PN for unaccompanied housing; for example, see DoD Instruction 4165.3 (reference g)).
8. Purpose (such as, support of a new unit, improved industrial operation, meet facility deficiency)
9. Estimated Cost (in thousands of U.S. dollars at most current conversion rate)
10. Design start and completion dates (appropriate month and year; (E) by date means estimated; no (E) will denote an actual date (YYMM))
11. Construction start and completion dates (same as item 10)
12. Remarks (as appropriate, to explain problems, schedule slippages or advancements, cost increases or decreases, project cancellations or new projects).