

IC 2002-1 to AFI 32-1061, PROVIDING UTILITIES TO US AIR FORCE INSTALLATIONS

8 MARCH 2002

★SUMMARY OF REVISIONS

This interim change reduces the utility rate for MWR Category C facilities by eliminating the charge for on-base line losses, operations and maintenance, and amortized connection fee charges on the monthly utility invoice. It does not apply to golf courses, which will continue to pay the existing rate, or to facilities located OCONUS or in remote and isolated locations, because they do not reimburse for utilities.

★3.5.1.1. Category C MWR Golf Courses, Army and Air Force Exchange Service (AAFES), and Other Related Activities. This includes AAFES activities such as laundry and dry cleaning, package stores, fast-food restaurants, and their other concessionaires, and military clothing sales stores. Supply all electricity, water, and fuels, including gas, oil, coal, and other fuels used for heating real property, with reimbursement. Supply refuse collection and disposal service to AAFES activities, such as laundry and dry cleaning, fast food restaurants, and their other concessionaires, with reimbursement. Compute the sales rates according to paragraph 3.8.1.1 and provide the purchaser with AF Form 3554.

★ For Category C MWR activities (excluding golf courses) that are not in remote and isolated locations listed in AFI 65-106 or outside the continental United States, supply all utilities, except for sewage and refuse collection and disposal services, with reimbursement. Supply refuse collection and disposal service to all Category C MWR activities, except AAFES, without reimbursement. Also supply all fuels, including gas, oil, coal, and other fuels used for heating real property, with reimbursement. Also supply all fuels used to generate revenue from activities such as cooking, laundry, and dry cleaning with reimbursement to appropriated funds. Compute the sales rates according to paragraph 3.8.1.2.

★ For Category C MWR activities, including golf courses, in remote and isolated locations listed in AFI 65-106 or outside the continental United States, supply all utilities without reimbursement. Also supply all fuels used for heating real property without reimbursement. However, supply all fuels (including gas, oil, coal, and other fuels) used to generate revenue from activities such as cooking and laundry/dry cleaning with reimbursement.

★3.5.1.4. Defense Base Operating Fund (DBOF) Activities.

Compute the sales rates according to paragraph 3.8.1.1 (DoD Instruction 4000.19, August 9, 1995, paragraphs D.6 and F.2.e) and provide the purchaser with AF Form 3554. Charge DBOF activities for all utilities including sewage and refuse collection and disposal services, and all fuels (including gas, coal, and other fuels) used for heating and cooking.

★3.5.1.5. Other DoD Agencies. Other DoD agencies include the Air National Guard and occupants of property leased by the Air Force according to Title 10 U.S.C., Section 2667, *Occupants Such as National Guard Units of Property Leased by the Department of Defense (DoD)* (for example, state governments using such property for National Guard units). Compute the sales rates according to paragraph 3.8.1.1 and provide real property management with AF

Form 3554. Real property management attaches AF Form 3554 to DD Form 1144, Support Agreement.

★3.8. Determining Utilities and Related Services Sales Rates. Use AF Form 3556, available from the HQ AFCESA web site, or other computerized programs/worksheets to compute utility sales rates.

★3.8.1.1. DoD Agencies, Including the Air National Guard and Golf Courses. Compute the rates according to paragraph 3.8.4, without including administrative overhead, capitalized charges, and military labor costs (DoD Instruction 4000.19, paragraphs D.6 and F.2.e). **NOTE:** For golf courses whose grounds are maintained with nonpotable water from a government-owned water treatment facility, compute the rates according to paragraph 3.8.4, without including basic cost, administrative overhead, capitalized charges, and military labor costs.

★3.8.1.2. MWR Category C (Except Golf Courses). Compute the rates according to paragraph 3.8.4, including the basic cost, the production cost if produced on base, and other utility costs (if any). Exclude from the rates any monthly connection fee charges (see paragraph 2.8) if purchased from a supplier, on-base O&M, line losses, administrative overhead, capitalized charges, and military labor costs.