

**DEPARTMENT OF THE NAVY
FAMILY HOUSING - 2005 BUDGET ESTIMATES
JUSTIFICATION
NAVY**

PRIVATIZATION SUPPORT COSTS

<u>FY 2004</u>	<u>FY 2005</u>
\$7,522,000	\$11,658,000

Reconciliation of Increases and Decreases

(Dollars in Thousands)

1. FY 2004 President's Budget Request		7,522
2. FY 2004 Appropriated Amount		7,522
3. FY 2004 Current Estimate		7,522
4. Pricing Adjustments		111
a. Civilian Personnel Compensation	39	
b. Inflation	72	
5. Program Increases		4,025
a. Accelerated Privatization Schedule	4,025	
6. FY 2005 President's Budget Request		11,658

RATIONALE FOR CHANGES IN THE PRIVATIZATION SUPPORT ACCOUNT.

This program includes all costs related to the development, evaluation, and oversight of family housing privatization projects. The request reflects estimated costs associated with both in-house and contractor support of housing privatization efforts within the Navy.