



DEFENSE LOGISTICS AGENCY  
HEADQUARTERS  
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JAN 3 2013

IN REPLY  
REFER TO

MEMORANDUM FOR U.S. ARMY CORPS OF ENGINEERS, OFFICE OF VALUE ENGINEERING  
ATTN: MR. JEFFERY T. HOOHOUSE

SUBJECT: DLA Military Construction (MILCON) and Value Engineering (VE)

Per your request, this memorandum is to confirm that policy contained in DoDI 4245.14 has been discussed with the Deputy Director, Logistics Operations and DLA Installation Support in regard to waiver authority for VE residing with the senior management official responsible for VE within the construction activity (executing agent).

We have also relayed that OMB Circular A-131, Value Engineering, has been updated and the dollar threshold for VE studies has been raised from \$1 million to \$2 million. Accordingly, we have asked that all waivers issued by Installation Support for FY 2013 VE projects (\$2 million and above) go back to the construction activity's (executing agent) senior management official responsible for VE for review/determination if VE is required.

If further discussion is needed regarding this topic, you may contact our VE Program Manager, Ms. Mary Hart ([Mary.Hart@dla.mil](mailto:Mary.Hart@dla.mil) or (703) 767-1637). We have also copied the Chief, Military Construction Division, Installation Management Office.

A handwritten signature in cursive script that reads "Christine Metz".

CHRISTINE METZ  
Chief, Technical & Quality Assurance  
Materiel Policy, Process and Assessment

cc: DS-IM (Mr. John Davis)

