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RSL-2007-11

MEMORANDUM TO ASSISTANT REGIONAL ADMINISTRATORS, PBS

REGIONAL REALTY SERVICES OFFICERS

THRU:

ANTHONY E. COSTA

DEPUTY COMMISSIONER - PD

FROM:

SAMUEL J. MORRIS III

ACTING ASSISTANT COMMISSIONER FOR OFFICE OF

Lan

REAL ESTATE ACQUISITION – PQC

SUBJECT:

Free Space in a Leased Location

1. <u>Purpose</u>. This Realty Services Letter (RSL) issues policy and criteria applicable when free space is included as part of a lease.

2. Background.

- a. Regional practices have, with minor variations, allowed for acceptance and incorporation of portions of leased space termed "free," when provided by a Lessor in a space procurement. "Free" is herein defined as provided at/with no additional cost to the Government.
- b. On September 21, 2007 the Office of Real Property Asset Management issued Pricing Policy Clarification #22, Free Space in Lease Locations, to provide policy and guidance when incorporating free space under lease. This RSL is being issued coincident with Clarification #22 to avoid inconsistencies, clarify processes, and promote proper methodologies when incorporating free space into a lease.
- 3. <u>Effective Date/Expiration Date</u>. This RSL is effective immediately and will expire 12 months from the date of issuance unless modified, cancelled, or reissued.
- 4. Cancellation. None
- 5. Applicability. This RSL applies to all real property leasing activities.
- 6. Instructions/Procedures. See Attachment 1.

Attachments:

1: Policies / Procedures for Free Space in a Lease

2: Pricing Policy Clarification #22

3: OA Tool and STAR instructions for Free Space