

DEFENSE SECURITY COOPERATION AGENCY

201 12TH STREET SOUTH, STE 203 ARLINGTON, VA 22202-5408

MAR 0 8 2018

USP001467-17

MEMORANDUM FOR DIRECTOR, NAVY INTERNATIONAL PROGRAMS OFFICE (ATTN: MS. MARCIA LEWIS IPO-230G)

SUBJECT: Establish Nonrecurring Cost (NC) Charges - Ship, Frigate, Multi-Mission Surface

Combatant (MMSC) and COMBATSS-21, DSCA Policy 18-15

Reference: Director, Navy International Programs Office request dated, September 18, 2015

The attached Finding, signed by the Director, Defense Security Cooperation Agency (DSCA), approves a NC recoupment pro rata charge for the sale, coproduction, or licensed production of the items shown on the Finding table.

The NC charge listed in the Finding will be included in the next update of Appendix 1 of the automated version of the Security Assistance Management Manual found on the DSCA Web Page.

Department of Defense (DoD) NC recoupment charges are required to be reimbursed to DoD within 30 days following delivery or purchaser acceptance (whichever comes first) of each item sold or produced; and all recoupments will be recorded under DSCA(Q) 1112 Report. In accordance with the Arms Export Control Act, any country requesting a waiver of NC charges must request the waiver in writing prior to finalization of the purchase, if it is to be approved.

The point of contact for additional information is please contact Ms. China Harvey-Halder at (703) 697-9672; e-mail: dichina.k.harvey-halder.ctr@mail.mil.

Michèle Hizon

Principal Director

Directorate of Security Assistance

Attachment: As stated



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FINDING

In accordance with DoD Directive 2140.02, dated May 22, 2013, and DoD Directive 5105.65, dated October 26, 2012, I hereby approve the nonrecurring cost (NC) recoupment pro rata charges for the sale, coproduction, or licensed production of the major defense equipment shown below:

CATEGORY VI - VESSELS OF WAR AND SPECIAL NAVAL EQUIPMENT

ITEM DESCRIPTION	PREVIOUS NC CHARGE	NC CHARGE
Ship, Frigate, Multi-Mission Surface Combatant (MMSC) MASL: 1905000SFMMSC	N/A	\$23,125,000.00

CATEGORY XII – FIRE CONTROL, RANGE FINDER, OPTICAL AND GUIDANCE AND CONTROL EQUIPMENT

ITEM DESCRIPTION	PREVIOUS NC CHARGE	NC CHARGE
Combat Management System, Multi-Mission Surface Combatant (MMSC), COMBATSS-21 MASL: 1230000MMSC21	N/A	\$545,157.00

These items are major defense equipment based on total Department of Defense Production investment. The NC recoupment charges are effective immediately.

Charles W. Hooper

Lieutenant General, USA

Director