



DEFENSE SECURITY COOPERATION AGENCY
2800 DEFENSE PENTAGON
WASHINGTON, D.C. 20301-2800

29 JUL 2016

Reply in refer to:
USP001937-16

MEMORANDUM FOR DIRECTOR, NAVY INTERNATIONAL PROGRAMS OFFICE
(ATTN: MS. MARCIA LEWIS IPO-240D)

SUBJECT: Establish Nonrecurring Cost (NC) Charges – Multifunctional Distribution System
Joint Tactical Radio System, Core Terminal, and Upgrade Kit, DSCA Policy 16-XX

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

The NC charges 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 Ms. Susan Kidd at (703) 697-9673; email: susan.c.kidd.civ@mail.mil.

A handwritten signature in cursive script, appearing to read "Michèle Hizon", is located below the text.

Michèle Hizon
Principal Director
Security Assistance and Equipping

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 recoupment pro rata charges for the sale, coproduction, or licensed production of the major defense equipment shown below:

CATEGORY XI—MILITARY ELECTRONICS

ITEM DESCRIPTION	PREVIOUS NC CHARGE	NC CHARGE
Multifunctional Information Distribution System Joint Tactical Radio System, Core Terminal MASL: 5821015853118	N/A	\$178,976.99
Multifunctional Information Distribution System Joint Tactical Radio System, Four Network Concurrent Multi-Netting MASL: 5821016306599	N/A	\$107,879.65
Multifunctional Information Distribution System Joint Tactical Radio System, Four Network Concurrent Multi-Netting (MIDS JTRS CMN-4) Upgrade Kit MASL: 582101M1DSCMN	N/A	\$15,469.83

This request is based on a Department of Navy estimate of over \$460M in Department of Defense investment in nonrecurring research, development, testing and evaluation costs; which qualifies these items as major defense equipment per section 47(6) of the Arms Export Control Act. These NC recoupment charges are effective immediately.


J. W. Rixey
Vice Admiral, USN
Director