

25 OCT 2016

USP002917-16

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

SUBJECT: Establish Nonrecurring Cost (NC) Charges – CH-53K King Stallion Helicopter and T-408-GE-400 Engine, DSCA Policy 16-62

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 Mr. Delonte Reid at (703) 697-9672; email: delonte.t.reid.ctr@mail.mil or the alternate point of contact is Ms. Susan Kidd at (703) 697-9673; email: susan.c.kidd.civ@mail.mil.

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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 nonrecurring cost (NC) recoupment pro rata charges for the sale, coproduction, or licensed production of the major defense equipment shown below:

CATEGORY VIII - AIRCRAFT AND ASSOCIATED EQUIPMENT

| ITEM DESCRIPTION | PREVIOUS NC CHARGE | NC CHARGE |
|--|--------------------------|----------------|
| CH-53K King Stallion Helicopter with T408-GE-400 Engines MASL: 152000CH53KEN | N/A | \$6,311,923.00 |
| T-408-GE-400 Engine MASL: 284000ENGE400 (Requested) | N/A | \$73,843.00 |

These items are major defense equipment based on over \$2B investment in nonrecurring research, development, testing, and evaluation costs. These NC recoupment charges are effective immediately.

J. W. Rixey Vice Admiral, USN Director