

20 DEC 2017

Reply in refer to: USP003378-17

MEMORANDUM FOR DEPUTY ASSISTANT SECRETARY OF THE ARMY, DEFENSE EXPORTS AND COOPERATION, DEPARTMENT OF THE ARMY (ATTN: MR. MICHAEL OHLFEST, SAAL-NP)

SUBJECT: Qatar – Patriot PAC-3 Missile Segment Enhancement (MSE) Missile Special Nonrecurring Cost Charge Revision, DSCA Policy 17-52

The attached Finding, signed by the Director, Defense Security Cooperation Agency (DSCA), approves the Special 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. Additionally, the Defense Security Assistance Management System will be updated to reflect the Special NC Charges as stated in the attachment.

The point of contact for additional information is Ms. Susan Kidd at (703) 697-9673; email: susan.c.kidd.civ@mail.mil.

11 A. D. Rower

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

CATEGORY IV – LAUNCH VEHICLES, GUIDED MISSILES, BALLISTIC MISSILES, ROCKETS, TORPEDOES, BOMBS AND MINES

ITEM DESCRIPTION	USG NC Charge	Special NC Charges
 Patriot Advanced Capability-3 (PAC-3) Missile Segment Enhancement (MSE) Missile (Single Pack Canister) MASL: 142701PAC3MSE (Per Unit NC Charges: USG: \$495,586.23; KSA: \$12,653.00; Qatar: \$37,057.00, UAE: \$41,354.74) (Restates U.S. Government NC charge established via Policy Memo 15-30 (USP003492-15), dated December 23, 2015.) 	\$495,586.23	\$91,065.04
Kingdom of Saudi Arabia (Special NC) (Restates NC charge established via Policy Memo 15-30 (USP003492-15), dated December 23, 2015.) Expires March 23, 2025		\$12,653.30 (13.89%)
State of Qatar (Special NC) (Revises previous Special NC charge of \$32,119.91, established via Policy Memo 15-30 (USP003492-15), dated December 23, 2015.) Expires September 10, 2024		\$37,057.00 (40.69%)
United Arab Emirates (Special NC) (Restates Special NC charge established via Policy Memo 16-68 (USP003342-16), dated December 1, 2016.) Expires November 20, 2028, as extended by USP003492-15, dated April 24, 2013.)		\$41,354.74 (45.41%)

The Government of Qatar Special NC recoupment charge is effective immediately and will expire on September 10, 2024. In the event of the creation of Military Article Service List (MASL) identifiers for two-pack or four-pack variants, the above U.S. Government and Special USP003378-17 NC charges, the above will be double or quadrupled, as appropriate when applied to the MASL in the Defense Security Assistance Management System. All remaining U.S. Government and Special NC charges established via DSCA Policy Memos 15-30 and 16-68 remain valid as previously approved and published.

Charles W. Hooper Lieutenant General, USA Director