



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

19 OCT 2010

In reply refer to:
USP008650-10

MEMORANDUM FOR DIRECTOR, NAVY INTERNATIONAL PROGRAMS OFFICE,
ATTN: IPO-2C2M (MS. MARCIA LEWIS)
DEPARTMENT OF THE NAVY

SUBJECT: Nonrecurring Cost (NC) Recoupment Charge - SM-3 Block IA Missile, Guidance Section, Kinetic Warhead and Third Stage Rocket Motor, DSCA Policy Memo 10-56

The attached Finding, signed by the Director, Defense Security Cooperation Agency, approves a nonrecurring cost (NC) recoupment pro rata charge 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 the 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) 604-6625, e-mail: susan.kidd.ctr@dsc.mil, or Ms. June Squire at (703) 601-3833, e-mail: june.squire.ctr@dsc.mil.

A handwritten signature in cursive script that reads "Jeanne L. Farmer".

Jeanne L. Farmer
Principal Director
Programs

Attachment:
As stated



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

19 OCT 2010

USP008650-10

FINDING

In accordance with DoD Directive 2140.2, dated January 13, 1993, I hereby approve the nonrecurring cost (NC) recoupment pro rata charge for the sale, coproduction, or licensed production of the items shown below:

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

ITEM DESCRIPTION	NC CHARGE
SM-3 Block IA Missile MASL: 141000STDMSM3 Previous NC Charge: \$28,126,485	\$20,807,234
SM-3 Block IA Missile Guidance Section MASL: Requested	\$1,086,957
SM-3 Block IA Missile Kinetic Warhead MASL: Requested	\$1,086,957
SM-3 Block IA Missile Third Stage Rocket Motor MASL: Requested	\$1,086,957

These NC recoupment charges are effective immediately.

Richard A. Genaille, Jr.
Acting Director