



DEFENSE SECURITY COOPERATION AGENCY

201 12<sup>TH</sup> STREET SOUTH, STE 203  
ARLINGTON VA 22202-5408

MAY 19 2011

In reply refer to:  
USP003754-11

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

SUBJECT: Nonrecurring Cost (NC) Recoupment Charges – 5.56mm M855A1 Cartridge,  
DSCA Policy Memo 11-34

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.

DoD NC recoupment charges are required to be reimbursed to the Department of Defense 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(●) 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@dscamail](mailto:susan.kidd.ctr@dscamail), or Ms. June Squire at (703) 601-3833, e-mail: [june.squire.ctr@dscamail](mailto:june.squire.ctr@dscamail).

Jeanne L. Farmer  
Principal Director  
Programs

Attachment:  
As stated





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**FINDING**

In accordance with DoD Directive 2140.2, dated January 13, 1993, I hereby approve a nonrecurring cost recoupment pro rata charge for the sale, coproduction, or licensed production of the major defense equipment shown below:

**CATEGORY III – AMMUNITION AND ORDNANCE**

| <b>ITEM DESCRIPTION</b>                      | <b>UNIT NC CHARGE</b> |
|--|-----------------------|
| Cartridge, 5.56mm M855A1<br>DODIC: AA45/AB57 | \$0.04                |

NC recoupment charges are effective immediately.

*William E. Landay III*  
**William E. Landay III**  
Vice Admiral, USN  
Director

