## DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

JUL 2 2004

In reply refer to: I-04/007872-P2

### MEMORANDUM FOR SEE DISTRIBUTION

SUBJECT: Administrative Changes to the DoD 5105.38-M, "Security Assistance Management Manual," dated October 3, 2003 (DSCA 04-28) [SAMM E-Change 17]

DSCA reissued the DoD 5105.38-M. "Security Assistance Management Manual (SAMM)," on October 3, 2003. Attached is a set of changes that provide administrative updates and corrections to the document.

Effective immediately, the official SAMM, located on the DSCA website, is updated to incorporate the changes listed in the attachment. If you have any questions regarding these changes (SAMM E-Change 17), please contact Mr. Steve Harris, DSCA/P3-Policy and Plans Division, (703) 604-6611.

Freda J. Lodge
Director

Policy, Plans, and Programs

Attachment: As Stated Security Assistance Management Manual (SAMM) E-Change 17 – Administrative Changes

1. Chapter 4, Table C4.T2., is updated to include the latest Accelerated Case Closure eligibility changes (see DSCA 04-17 and 04-24) and to correct the entry for C3 Agency (NC3A), country code K4.

Country/ Territory (Host Country) Organization	FMS Country Code/ (NIST Code)	Combatant Command \1	Region Grouping \2	FMS AECA Eligible \3	Term of Sale- Dependable Undertaking Authorized	Accel. Case Closure Eligible	EDA Grant Eligible (FY04)	Training Tuition Pricing Category (FY03)
Germany	GY (GM)	EU	EUR	Yes	Yes	Yes	No	NATO
United Kingdom	UK	EU	EUR	Yes	Yes	Yes	No	NATO
C3 Agency (NC3A)	K4	EU	EUR	Yes	Yes	Yes	No	NATO
HAWK Prod & Log Org (NHPLO)	M6	EU	EUR	Yes	Yes	Yes	No	NATO

2. Chapter 5, Table C5.T2., - add the LOA note regarding NATO Combined Exercises that was inadvertently omitted in the original publication.

Note Name	Note Usage*	Note Text
Combined Exercise Support to NATO Countries	Mandatory for LOAs associated with a combined exercise.  Mandatory for Amendments and Modifications associated with a combined exercise if the note was previously not included on the LOA.	"This LOA provides defense articles and/or services to the purchaser to support its participation in (insert name of exercise, e.g., Red Flag, Cope Thunder), a combined exercise. Claims arising out of combined exercise activities shall be dealt with under Article VIII of the NATO SOFA."

# 3. Chapter 9

a. Table C9.T6. - Condition Number 2 is replaced in its entirety to reflect changes in the Defense Federal Acquisition Regulation Supplement (DFARS).

Condition Number	Offshore Procurement Determination Mandatory Requirements
2	Less than 50% of the project or contract materials or supplies are exempt from the Balance of Payments requirements under the DFARS 225.7501 (reference (al)).

- b. Subparagraph C9.7.4.1.3. is amended to add the phrase highlighted below:
- C9.7.4.1.3. <u>Types of Items</u>. DCCs are intended for the procurement of non-standard items (items that do not have a national stock number (NSN) and cannot be procured by MILDEPs/Defense Agencies). Exceptions may be requested from DSCA with written justification.
- 4. Appendix 1, Nonrecurring Cost Recoupment Charges for Major Defense Equipment, has been updated with a number of new entries for approved nonrecurring cost (NC) charges and replaced in its entirety.

5.	Appendix 4, Generic Codes, - the following air launched missiles: Corporal, Sparrow, Matador, and AMRAAM were added to reflect the complete list of Air Launched Missiles. They were inadvertently omitted in the original publication. The appendix is replaced in its entirety.

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