



DEPARTMENT OF THE AIR FORCE  
OFFICE OF THE UNDER SECRETARY  
WASHINGTON, DC 20330-1080

INTERNATIONAL AFFAIRS

14 April 2003

MEMORANDUM FOR SEE DISTRIBUTION

FROM: SAF/IAPX  
1080 Air Force, Pentagon  
Washington, DC 20330-1080

SUBJECT: Criteria for Closing Israel Foreign Military Sales (FMS) Cases (DSCA letter I-03/001531-FM of 14 Feb 2003) (**SAF/IAPX 03022**)

DSCA has provided guidance on Israeli FMS cases being closed with an Unliquidated Obligation (ULO). Effective immediately, a ULO with a value of \$100,000 or greater requires the approval of the Government of Israel, Ministry of Defense (GOI-MOD/NY) prior to closure. The approval or disapproval must be transmitted by the GOI-MOD in writing. The case manager must retain this documentation in the case folder to support their closure efforts. Any case that Israel disapproves for closure can subsequently be closed, without consent, when the ULO value is below \$100,000. Specific procedures and details are provided in DSCA's letter that is being forwarded. If you have further questions, please contact Colleen A. Henson, SAF/IAPX, 703-588-8975, [colleen.henson@pentagon.af.mil](mailto:colleen.henson@pentagon.af.mil).

//signed//

Terry L. Bates  
Chief, Security Assistance Policy Division  
Directorate of Policy



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

FEB 14 2003

In reply refer to:  
I-03/001531-FM

MEMORANDUM FOR DEPUTY UNDER SECRETARY OF THE ARMY  
(DEFENSE EXPORTS AND COOPERATION)  
(DASA(DE&C)/SAAL-ZN  
DEPARTMENT OF THE ARMY

DIRECTOR, NAVY INTERNATIONAL PROGRAMS OFFICE  
DEPARTMENT OF THE NAVY

DEPUTY UNDER SECRETARY OF THE AIR FORCE  
(INTERNATIONAL AFFAIRS)  
DEPARTMENT OF THE AIR FORCE

DIRECTOR, DEFENSE LOGISTICS AGENCY

DIRECTOR, NATIONAL IMAGERY AND MAPPING AGENCY

DIRECTOR, NATIONAL SECURITY AGENCY

DIRECTOR, DEFENSE CONTRACT MANAGEMENT  
AGENCY

DEPUTY DIRECTOR FOR SECURITY ASSISTANCE  
DEFENSE FINANCE AND ACCOUNTING SERVICE –  
DENVER CENTER

SUBJECT: Criteria for Closing Israel Foreign Military Sales (FMS) Cases

Effective immediately, any Israeli (IS) FMS case being closed with an identified Unliquidated Obligation (ULO) value of \$100,000 or greater requires the approval of the Government of Israel, Ministry of Defense in New York (GOI-MOD/NY) prior to closure. The approval/disapproval must be transmitted in writing. The case manager will retain this documentation in the case folder to support their closure efforts. Any case that IS disapproves for closure can subsequently be closed, without the consent of IS, when its ULO value is below \$100,000.

Specific procedures for implementing the above criteria are as follows:

- a. Determination of whether the ULO value is \$100,000 or greater will be made at the point in time when no new Supply Deficiency Reports (SDRs)

can be submitted (usually one year after the case is identified as supply complete). At that time, the military department (MILDEP) case manager will inform the GOI-MOD/NY of their intention to close the case.

Currently, the point of contact is: Ms. Miriam Oved, GOI-MOD/NY, FMS Budgeting and Financial Planning Case Manager, email: [moved@goimod.com](mailto:moved@goimod.com).

- b. GOI-MOD/NY will have 14 calendar days to provide a response to the MILDEP case manager. An extension to the response time will be granted by the MILDEP provided the extension request is received on or before the initial response due date. The maximum extension is 16 days (for a total maximum response time of 30 days).
- c. If the GOI-MOD/NY authorizes closure, or if no reply is received, the MILDEP will proceed with case closure using the accelerated case closure procedures (ACCP).
- d. If IS requests that the case remain open (until such time as the ULO falls below \$100,000, or for any other reason), the case is to remain open. Reconciliation actions may continue, but do not close the case. Provide a copy of this documentation to your service's closure point of contact.
- e. Any time the case ULO value is less than \$100,000, the case can be closed without IS input. However, IS can request any case, regardless of ULO value, to remain open.

All communications stated above must be in writing, preferably via e-mail. These instructions will remain until further notice by DSCA. Address any comments or questions on these special Israeli closure procedures to Ms. Mary Padgett, (703) 601-3737, email: [mary.padgett@dscamil](mailto:mary.padgett@dscamil). The overall DSCA closure policy contact is Mr. David Rude, (703) 604-6569, e-mail: [david.rude@dscamil](mailto:david.rude@dscamil).

  
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