



SECRETARY OF THE ARMY
WASHINGTON

04 AUG 2010

MEMORANDUM FOR SEE DISTRIBUTION

SUBJECT: Army Directive 2010-07, Non-Standard Equipment Interim Policy

1. Reference Memorandum, 24 October 2008, Assistant Secretary of the Army (Acquisition, Logistics and Technology) (ASA(ALT)), Procedures for Transfer of Rapidly Equipped Initiatives/Products/Systems to Program Executive Offices (PEOs) for Life-Cycle Management.

2. The purpose of this memorandum is to establish interim policy and general procedural guidelines for the management and oversight of rapidly acquired tactical Non-Standard Equipment (NS-E) that will be designated as sustain, terminate or transitioned to a Program Manager (PM) managed acquisition program through the Capability Development for Rapid Transition (CDRT) process.

a. Scope: This policy applies to all Army activities that use NS-E rapidly acquired through Operational Needs Statements (ONSs), Joint Urgent Operational Needs Statements (JUONSs), Commercial-Off-The-Shelf sources, Rapid Equipping Force (REF) initiatives, and Non-Developmental Items (NDI) to provide materiel solutions to capability shortfalls. Each item of tactical NS-E will likely pose different issues and challenges; therefore this policy is intended to provide general guidelines for the management, oversight and sustainment of such equipment. This guidance remains in effect until superseded by updates to appropriate regulations and/or other policies.

b. Definition: Tactical NS-E is commercially acquired or non-developmental equipment that is rapidly acquired and fielded outside of the normal Planning, Programming, Budgeting and Execution System and acquisition processes to bridge capability gaps and meet urgent Warfighter requirements.

c. Categories: The CDRT program defines three general categories of tactical NS-E.

(1) Acquisition Program Candidate (APC): A theater-proven tactical NS-E item that provides a capability applicable to the entire Army.

(2) Sustain: A tactical NS-E providing a niche capability required to support current theater missions and not required in broad application to the entire Army. On a strictly limited basis, sustain NS-E may provide a useful capability to the Future Force and will be warehoused by the United States Army Materiel Command (USAMC) until called up for operational employment.

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(3) Terminate: Tactical NS-E that does not fulfill the intended function, performs unacceptably, is ineffective, is obsolete or is being replaced with a better capability. Terminate NS-E will also include those sustain NS-E capabilities that upon termination of United States involvement in Operation Iraqi Freedom/Operation Enduring Freedom will no longer be required to support theater missions.

3. Policy:

a. Acquisition Program Candidates (APC).

(1) All Army activities will comply with the Chairman Joint Chiefs of Staff policies and procedures contained in Chairman of the Joint Chiefs of Staff Instructions (CJCSIs) and Chairman of the Joint Chiefs of Staff Manuals (CJCSMs) and Department of Defense (DOD) issuances. Applicable documents include CJCSM 3170.01G (Joint Capabilities Integration and Development System), CJCSI 6212.01E (Interoperability and Supportability of Information Technology and National Security Systems), DOD Directive (DODD) 5000.01 (The Defense Acquisition system), DOD Instruction 5000.02 (Operation of the Defense Acquisition System), and DODD 8500.01E (Information Assurance). In addition the following Army Regulations (ARs) apply: AR 70-1 (Army Acquisition Policy), AR 700-127 (Integrated Logistics Support), AR 700-142 (Type Classification, Materiel Releases, Fielding, and Transfer) and Department of the Army (DA) Pamphlet (PAM) 70-3 (Army Acquisition Procedures) and DA PAM 73-1 (Test and Evaluation in Support of Systems Acquisition). APCs will be Type Classified and Materiel Released in accordance with AR 700-142. Per AR 73-1 (Test and Evaluation Policy), the PM is responsible for coordination of all testing with the U.S. Army Test and Evaluation Command

(2) The transfer of an APC to a Program Executive Office (PEO) or PM for life-cycle management will follow published ASA(ALT) procedures in accordance with reference.

(3) Tactical NS-E transitioning to APCs will be sustained in theater using Overseas Contingency Operations (OCO) funding until approved Joint Capabilities Integration Development System (JCIDS) documentation and Program Objective Memorandum (POM) funding is in place. For APC items retrograding ahead of JCIDS documents, use OCO/Reset funding initially (upon return) and transfer to PEO/Life-Cycle Management Command (LCMC) for next year's requirements (and future year's requirements). Failure to transition quickly to PEO/LCMC puts future years' funding at risk.

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b. Sustain NS-E .

(1) The USAMC, or United States Army Medical Command (USAMEDCOM) for medical associated items, is responsible for budgeting and programming for tactical NS-E sustainment funding.

(2) Following CDRT designation as Sustain, the NS-E will be transferred to USAMC, or USAMEDCOM for medical associated items, or if appropriate, to a PEO/PM in accordance with published ASA(ALT) transfer procedures (reference), for life-cycle management. Funding for sustainment and life-cycle support of sustain NS-E will be resourced via supplemental appropriations. When supplemental appropriations cease, Sustain NS-E will either not be required within the Army (therefore receiving no sustainment funding) or will re-compete in a CDRT-type process to determine whether it should become an APC.

(3) Tactical NS-E issued in lieu of Modified Table of Organization and Equipment as authorized by Deputy Chief of Staff, G-3/5/7 (DCS, G-3/5/7) and/or DCS, G-8 will be resourced via supplemental appropriations. When supplemental appropriations cease, Sustain NS-E will either not be required within the Army (therefore receiving no sustainment funding) or will re-compete in a CDRT-type process to determine whether it should become an APC.

(4) The responsible issuing activity will request or assign Non Standard Line Item Number (NSLIN) through the Standard Study Number-Line Item Number Automated Management and Integrating System (SLAMIS) for accountability purposes. Property Book Officers will add the NSLIN to their property books in the Property Book Unit System Enhanced. The USAMC will add the NSLIN to Supply Bulletin 700-20.

(5) Sustain NS-E not supported by, or not transferred to, a PEO/PM for continued life-cycle management will be maintained in theater by USAMC or USAMEDCOM or USAMC-managed contracts (e.g., Contractor Logistics Support). The tactical NS-E provider (i.e., REF, Army Asymmetrical Warfare Office, Joint Improvised Explosive Device Defeat Organization, etc.) will, in coordination with USAMC, provide a sustainment transfer plan prior to handing off the equipment to USAMC or USAMEDCOM for sustainment.

(6) Tactical NS-E procured by units using International Merchant Purchase Agreement Card (IMPAC) or local purchase procedures will be maintained at the unit's expense or by using Combatant Command resources while deployed. Tactical NS-E purchased with IMPAC cards is not automatically considered Sustain NS-E. Units may coordinate a Memorandum of Agreement with USAMC to sustain unit procured, unit-

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owned tactical NS-E on a reimbursable basis. Units are not authorized to award sustainment contracts with private vendors for tactical NS-E maintained by USAMC or PEOs/PMs. Units are authorized to enter into sustainment contracts with private vendors only under the direct guidance and assistance of USAMC.

(7) For new equipment being fielded to replace existing Sustain NS-E, the Materiel Fielding Plan developed by the provider will include a sustainment conversion plan for the new equipment and disposition instructions for the tactical NS-E being replaced.

(8) Tactical NS-E items designated as Sustain that were initially released under an Urgent Materiel Release will be updated to a Conditional Materiel Release and Type Classification and Type Classification Limited Procurement (LP) in accordance with AR 700-142 and added to the Materiel Release Tracking System.

c. Terminate NS-E.

(1) Tactical NS-E determined by the CDRT process to have no enduring operational use and designated as Terminate NS-E will not be further procured for use to meet the same capability gap.

(2) Tactical NS-E fulfilling another requirement or capability gap may be sustained in theater and may be reconsidered by CDRT for re-designation. Requests for retention and sustainment of tactical NS-E items meeting another operational requirement may be submitted through the ONS/JUONS process.

(3) Additional use of Army funds to support Terminate NS-E is restricted to essential sustainment until sufficient quantities of replacement items are on-hand, or if not being replaced, until the Terminate NS-E reaches the end of its useful life or is disposed of.

(4) USAMC will not award service contracts to vendors to support terminated items. Units retaining Terminate NS-E are responsible for sustaining these items until they are disposed of. Units may contract for sustainment support using local contracting authority. The USAMC may provide sustainment support for tactical NS-E terminated items on a cost reimbursable basis as negotiated between USAMC and the user.

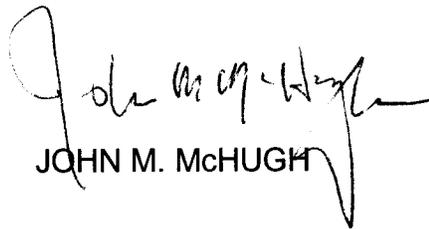
(5) The responsible issuing activity will submit a SLAMIS request to delete the NSLIN of tactical NS-E that has been designated as Terminate.

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(6) Disposal of tactical NS-E: tactical NS-E will be disposed of in accordance with AR 725-50 (Requisitioning, Receipt and Issue System) and DOD Manual 4160.21-M-1 (Defense Demilitarization Manual). All Class IX materiel associated with the Terminate NS-E will be removed from the Army supply system, if applicable, unless used on other equipment. The USAMC will delete NSLINS from Supply Bulletin 700-20 in accordance with applicable Army regulations.

d. Non-Tactical NS-E/White Equipment: Contractor Acquired, Government Owned (CAGO) is referred to as "White" equipment. White equipment consists primarily of durable goods that are used to provide services for Soldiers as well as foreign Governments. White equipment includes, but is not limited to, fire trucks and ambulances, as well as equipment used for laundry and food service, construction, power generation and distribution, and transportation. Most white equipment has been acquired through the Logistics Civil Augmentation Program (LOGCAP) and is managed and sustained by contractors under the LOGCAP contract.

4. This policy is effective immediately. The proponent for this policy is ASA(ALT).



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