





Foreign Military Sales: Update to Industry

NDIA 2017
Tactical Wheeled Vehicles Conference
16 May 2016

UNCLASSIFIED/ Distribution A: Approved for Public Release.

Mr. Gilbert J. Liptak
Director,
Security Assistance
Management Directorate
U.S. Army TACOM LCMC







SAMD Mission

Develop FMS agreements and manage their execution for TACOM commodities.

SAMD Vision

The international partner of choice for U.S. Army programs, leading DoD in Security Assistance management with a dedicated, highly skilled workforce. A high performance command, partnered with industry and characterized by a climate of excellence, fairness, and accessibility in a global environment.





Letter of Request



General Info / Special Considerations

- Purchaser
- Related purchases / MOU or MOA
- Commercial negotiations
- Transparency / special reports
- Interoperability
- Acceptance time frame
- International solicitation

Major Item Considerations

- Quantity
- Item identification / description
- Intended end use
- Model / configuration
- Desired delivery date

Acquisition Considerations

- Pre-negotiations
- Sole source
- Offsets

Financial Considerations

- Funding source / availability
- Payment Schedule/Initial Deposit
- Financial Waivers

Total
Package
Approach

Services Considerations

- Description / type of service
- Period of performance / location
- DoD or U.S. contractor
- Case/program reviews

Training Considerations

- Type / level of training
- Number / skill level of students
- Proposed location and dates
- DoD or U.S. contractor
- Training program concept

Support Considerations

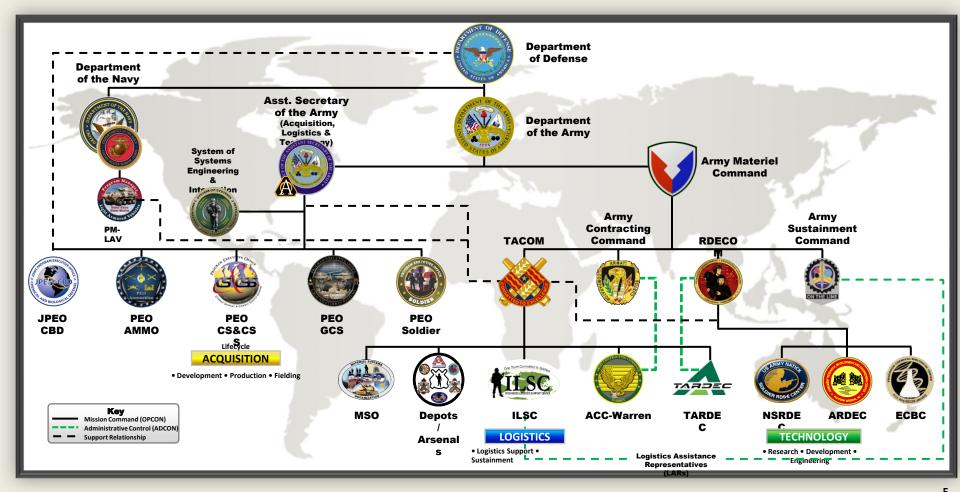
- Operations Concept
- Maintenance Concept
- Supply Concept
- Initial Spares
- Support Equipment
- Facilities / Site Survey
- Publications
- Transportation
- Warranties
- Follow-on Support





The Army Team that forms the TACOM LCMC





As of 01OCT16





SECURITY ASSISTANCE MANAGEMENT DIRECTORATE (SAMD) (AMSTA-MSS)





Gilbert Liptak Director AMSTA-MSS 282-0629

TDA

MSO



Ground Combat Systems Foreign Military Sales

Training / Security 282-8236

Repair & Return 282-0043 Special Projects Officer 282-6912 Security Assistance Liaison Officer 282-8586

Executive Assistant 282-0634

Admin 282-8411

M113FOV/M60/ ILAV/NIIE Team Leader WSM 282-3841

Staff Action Officer 282-0634

IT Support/ IASO 282-0924

Chief,
AFRICOM/EUCOM/
NORTHCOM/Chem-Bio/
Transportation Sys
Division
AMSTA-MSS-A
282-0922



Chief,
CENTCOM/
PACOM/
SOUTHCOM/GT&E/
Ground Combat Systems
Division
AMSTA-MSS-B
282-5820



Chief, EDA/Refurbishment/ PEO Soldier/ Foreign Weapons Division AMSTA-MSS-C 282-0636



Chief.

CENTCOM/Force

Projection Systems

Chief, Egypt / UAE MRAP Program Office AMSTA-MSS-E 282-3621



Chief, Iraq Program Office AMSTA-MSS-II 282-4181



Chief, Kuwait & Australia Mgt Office AMSTA-MSS-K 826-7600



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TACOM Army FMS Across the Globe



NORTHCOM

Countries: 2 Cases: 12

SOUTHCOM

Undelivered Value: \$139.4M

Countries: 20

Total Value: \$594.8M

Number of Lines: 534

Cases: 67

Total Value: \$301.3M

Undelivered Value: \$147.8M

Number of Lines: 68

EUCOM

Countries: 31 **Cases: 149**

Total Value: \$624.8M

Undelivered Value: \$202.5M

Number of Lines: 918

PACOM

Countries: 16 Cases: 71

Total Value: \$1.8B

Undelivered Value: \$947.1M

Number of Lines: 674

AFRICOM

Countries: 21

Total Value: \$1.4B

Undelivered Value: \$1.1B

Number of Lines: 1.487

Cases: 122

CENTCOM

Countries: 21 **Cases: 429**

Total Value: \$27.9B

Undelivered Value: \$6.5B Number of Lines: 3.084

Total Active FMS

Countries: 113 **Cases: 852**

New Business FY17: \$1.7B

Total Value: \$32.8B

Undelivered Value: \$9.0B Number of Lines: 6,796

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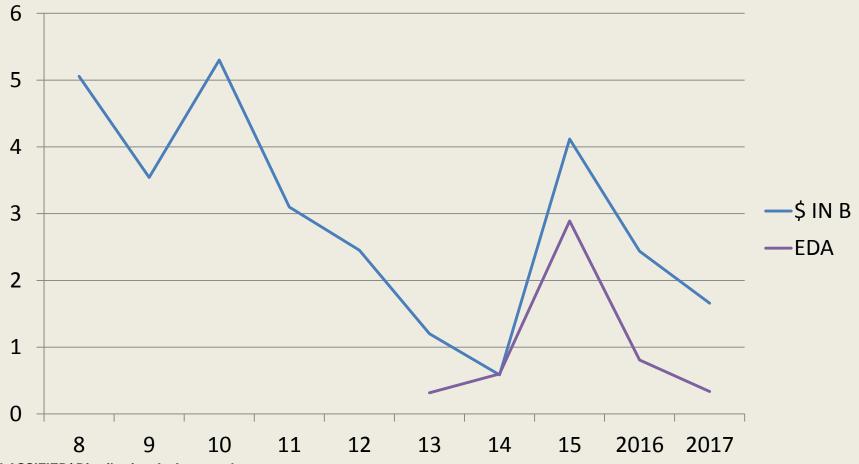
(As of 25 April 2017)





TACOM NEW FMS BUSINESS BY FY (10 YEAR TREND)









TACOM WRN FMS Funded Contracts

	FY17 (YTD)		FY16		
FMS Funds	\$334,101,977		\$ 1,865,913,604	304	
Small Business SB Socioeconomic Categories:	\$60,666,383 18.2%)	\$207,494,762 11.	.1%	
Small Disadvantaged Businesses (SDB)	\$2,346,863 0.7%		\$28,287,076	5%	
Woman Owned Small Businesses (WOSB)	\$2,684,099 0.8%		\$8,864,360 0.	.5%	
Service Disabled Veteran Owned Small Businesses (SDVOSB)	\$1,498,540 0.4%		\$3,836,212 0.	2%	
Historically Underutilized Business Zone (HUBZone)	ψ1,430,040	1	0.	2 /0	
Small Businesses	\$1,057,231 0.3%		\$3,280,121 0.	2%	
Place of Performance:					
Afghanistan	\$4,045,768		\$81,833,962		
United Arab Emirates			\$186,236,126		
Belgium			\$6,745,064		
Brazil			\$53,868,769		
Canada	\$12,685,362		\$78,292,570		
Egypt	\$744,948		\$2,070,423		
Gibraltar			\$1,271,634		
Great Britain	\$7,953,502				
Croatia			\$1,302,066		
Iraq	\$63,037,044		\$93,432,969		
Korea	\$134,703				
Saudi Arabia	\$3,730,482		\$8,633,545		
United States of America	\$241,770,169		\$1,352,226,476		





Simplified Nonstandard Item Acquisition Program



Provide Foreign Military Sales (FMS) customers with acquisition of non-standard items (NSI), obsolete and/or commercial under the Simplified Acquisition Procedures (SAP)

NSI = any item without a national stock number or a Commercial Off-The-Shelf (COTS) item



What is SNAP?



The SNAP application supports the U.S. Army Security Assistance Command (USASAC) mission

- Mission was assigned to TACOM in 1990
- Roles formalized by Memorandum of Understanding (MOU) between TACOM and USASAC in 1992

USASAC delegated this mission to Army Contracting Command – Warren (ACC-WRN)

USASAC manages the FMS requirements

- TACOM Security Assistance Management Directorate (SAMD) approves travel and Supply Discrepancy Report (SDR) charges
- TACOM G8 controls SNAP Program funding
- ACC-WRN provides contracting support

ACC-WRN (Systems Office) provides overall program support

SNAP application functions as the acquisition system and contract writing system, from receipt of requisition through payment





Vendors



300 Vendors with Access to SNAP 65 Vendors with Blanket Purchase Agreements (BPAs)

To Quote on SNAP Requirements a contractor:

- Contacts SNAP team, usually through SBA or PM offices
- Provides organization capabilities
- Is provided access to the SNAP website
- Searches requirements by CAGE code and Part Number
- Submits quote electronically through SNAP vendor website

•POC: Mark Otto, mark.e.otto.civ@mail.mil, (586)282-7291





What I Can/Can't Do For You



- Office visits: Provide FMS process education
- Can advocate for a US solution but not specific producer
- Can discuss some details of the case once it clears Congressional Notification
- Can identify where a case is in the process
- Can't provide a copy of the FMS Case
- Can't market your product
- Can't give you information that would provide advantage over a competitor
- Remain neutral on Direct Commercial Sale vs FMS
- Point you in the right direction whenever possible
- Provide my opinion based on over 25 years of FMS experience





References / Links



- Arms Export Control Act (AECA) of 1976 (22 U.S.C. §2751 et seq.)
- International Traffic in Arms Regulation (ITAR)
- Security Assistance Management Manual (SAMM) (DSCA 5105.38-M)
- Financial Management Regulation, DOD 7000.14-R, Volume 15
- Defense Institute for Security Cooperation Studies (DISCS)http://www.discs.dsca.mil/
- Security Assistance Management Manual (SAMM)www.samm.dsca.mil/listing/esamm





Questions???







Background Information







FY17 TACOM WRN Top 10 FMS Funded Contractors



Contractor	Location	FY17 Awards (Thru 31 Mar)
NAVISTAR DEFENSE LLC	Lisle, IL	\$ 85,855,261.12
GENERAL DYNAMICS	Sterling Heights, MI & London, ON (Canada)	\$ 75,272,746.43
AM GENERAL LLC	South Bend & Mishawaka, IN	\$ 28,426,449.70
MANTECH ADVANCED SYSTEMS INTERNATIONAL, INC.	Fairfax, VA	\$ 27,477,393.11
CRITICAL SOLUTIONS INTERNATIONAL, INC.	Charleston, SC	\$ 20,541,027.00
TEXTRON INC.	New Orleans, LA	\$ 20,520,235.50
CANADIAN COMMERCIAL CORPORATION	Ottawa, ON (Canada)	\$ 12,625,844.25
BUKKEHAVE, INC.	Fort Lauderdale, FL	\$ 8,755,151.56
DILLON AERO, INC.	Scottsdale, AZ	\$ 8,024,950.52
PEARSON ENGINEERING LTD	Newcastle-UPON-TYNE (GBR)	\$ 7,953,502.00





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FY17 TACOM Warren Top 10 FMS Funded Small Business Contractors



Contractor (SB)	Location	SB Category			FY17 Awards (Thru 31 Mar)	
		SDB	WOSB	HZSB	SDVOSB	
CRITICAL SOLUTIONS INTERNATIONAL, INC. Total	Charleston, SC					
						\$20,541,027.00
BUKKEHAVE, INC. Total	Fort Lauderdale, FL					\$8,755,151.56
DILLON AERO, INC. Total	Scottsdale, AZ					\$8,024,950.52
LOC PERFORMANCE PRODUCTS, INC. Total	Plymouth, MI					\$6,763,588.11
ROSENBAUER AMERICA, LLC Total	Lyons, SD					\$2,080,319.55
SOUTHEASTERN EQUIPMENT COMPANY, INC. Total	Augusta, GA					
						\$1,656,151.16
ATTOP INTERNATIONAL, LLC Total	City of Industry, CA		Х			\$1,227,756.42
COASTAL MECHANICS COMPANY, INC. Total	Houston, TX					\$1,104,347.14
CME ARMA, INC. Total	Miami, FL			Х	Х	\$958,286.96
AIRTRONIC USA, LLC. Total	Spring Branch, TX					\$840,464.96





FY16 TACOM WRN Top 10 FMS Funded Contractors



Contractor	Location	FY16 Awards
AM GENERAL LLC Total	South Bend & Mishawaka, IN	\$593,927,697.71
GENERAL DYNAMICS Total	Sterling Heights, MI & London, ON (Canada)	
		\$378,061,712.85
AUTOMOTIVE MANAGEMENT SERVICES FZE Total	(United Arab Emirates)	\$186,236,133.80
BUKKEHAVE, INC. Total	Fort Lauderdale, FL	\$98,413,861.11
AFGHAN INTEGRATED SUPPORT SER VICES JV Total	(Afghanistan)	
		\$80,248,756.96
BAE SYSTEMS CONTROLS INC. Total	Anniston, AL; Johnson City, NY; Santa Clara, CA; Sealy, TX; York, PA	
		\$80,046,021.07
CANADIAN COMMERCIAL CORPORATION Total	Ottawa, ON (Canada)	\$77,953,623.72
TEXTRON INC. Total	New Orleans, LA	\$57,229,380.75
OSHKOSH DEFENSE, LLC Total	Oshkosh, WI	\$56,761,633.21
NAVISTAR DEFENSE LLC Total	Lisle, IL	\$27,728,209.29





FY16 TACOM WRN Top 10 FMS Funded Small Business Contractors



Contractor (SB)	Location	SB Category			FY16 Awards	
		SDB	WOSB	HZSB	SDVOSB	
BUKKEHAVE, INC. Total	Fort Lauderdale, FL					\$98,413,861.11
SHORELINE AEROSPACE LLC Total	Fort Lauderdale, FL	Х				\$26,927,239.07
CRITICAL SOLUTIONS INTERNATIONAL, INC. Total	Charleston, SC					\$24,808,914.61
LOC PERFORMANCE PRODUCTS, INC. Total	Plymouth, MI					\$7,928,056.00
ACROW CORPORATION OF AMERICA Total	Parsippany, NJ					\$5,795,060.00
FEDERAL DEFENSE INDUSTRIES, INC. Total	Moorpark, CA					\$3,777,047.80
ATTOP INTERNATIONAL, LLC Total	City of Industry, CA		X			
NMC/WOLLARD, INC. Total	Eau Claire, WI					\$3,298,098.44 \$3,248,771.87
AIRTRONIC USA, LLC. Total	Spring Branch, TX					\$3,216,988.92
CME ARMA, INC. Total	Miami, FL			Х	Х	\$3,216,649.52





SNAP Workload



FY 2017 (through 2 nd quarter) Requisitions received	5,925
Total requisition awarded	
Total dollar awarded	
FY 2016 Requisitions received	
Total requisition awarded	8,681
Total dollars awarded	
FY 2015 Requisitions received	21,464
Total requisition awarded	16,896
Total dollars awarded	\$102,720,030
FY 2014 Requisitions received	18,993
Total requisition awarded	15,986
Total dollars awarded	