SOURCE RULINGS

SR-27 HYDRAULIC TURBINES (Continued):

In cases involving the procurement of hydraulic turbines the following procedures apply:

- 1. Bids for one or more turbines shall be taken separately from all other equipment. Turbines shall not be bid with generators as one package. (A request for a waiver of this requirement may be submitted to A.I.D./Washington by the borrower/grantee. Requests shall be in writing and shall include a detailed justification for the combined procurement).
- 2. The bidder shall submit (preferably with his bid documents), for review and approval by the borrower/grantee or his agent, evidence of all non-U.S. product engineering associated with the hydraulic turbine being offered. Such evidence shall be in the form of a binding subcontract, or other equivalent documentation, and shall include:
 - a. A clear description and a detailed account of all non-U.S. product engineering which was (or will be) performed as part of the turbine sale; and
 - b. An estimate based on the total bid price for the hydraulic turbine, reflecting:
 - The percentage of price attributable to expenditures relating to the non-U.S. product engineering, and
 - (2) The total percentage of price for all non-U.S. component cost (including the non-U.S. product-engineering element).

SR-28 MOTOR VEHICLES, TRUCKS AND BUSES

(Supersedes SR-3)

Schedule B Numbers - 732.0204 - 732.0234; 732.0236 - 732.0256; 732.0310 - 732.0346; 732.0420; 732.0430; 732.9100(P)

If authorized by A.I.D. on a case-by-case basis, trucks manufactured in the United States may contain diesel engines or gasoline engines of foreign manufacture from Free World countries provided that (1) the total cost of all foreign components (delivered at the point of production) does not exceed 30 percent or 15 percent respectively of the lowest price (excluding the cost of ocean transportation and marine insurance) at which the supplier makes the commodity available for export sale (whether or not financed by A.I.D.) and (2) provided further that any vehicle equipped with tires and/or tubes from other than authorized sources shall be eligible for A.I.D. financing only if the vehicles conform to the componentry limitation of 10 percent as stated in A.I.D. Regulation 1, Section 201.11(b)(2)(ii)(b).

The ruling applies whether the trucks are shipped assembled or completely knocked down, provided the shipment is from the United States on a single Bill of Lading. The ruling does not extend to parts or components shipped separately for use as spare or replace parts. (See also SR-53 and SR-55.)

A.I.D./Washington will consider authorizing componentry modifications of this type only on the basis of individual supplier applications supported by adequate justification.

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SR-29 NICKEL CADMIUM BATTERIES (INDUSTRIAL TYPE)	
Superseded by SR-36.	*******