

DEFENSE SUPPLY AGENCY,
Alexandria, Va., April 30, 1968.

Subject: Property ineligible for sale under exchange/sale procedures.

To: Chief, Support Services (SPTS-PD) Department of the Army; Commander, Naval Supply Systems Command (SUP 0463), Department of the Navy; Director of Supply and Services (AFSSSDA), Department of the Air Force; Office of the Quartermaster General, Headquarters, U.S. Marine Corps.

1. Reference: Letter, DSAH-SMP, January 30, 1968, subject as above, and enclosure thereto.

2. Federal supply classification groups (FSCG) 15 and 16 of the enclosure, property ineligible for exchange/sale, are hereby modified to read as follows:

15: Aircraft; and airframe structural components, except those required for support of commercial type aircraft.

16: Aircraft components and accessories, except those required for support of commercial type aircraft.

The excepted items; that is, airframe structural components and aircraft components and accessories required for support of commercial type aircraft, may now be reported to sales offices for sale under exchange/sale procedures.

3. It is requested that all property disposal activities, including sales offices under your jurisdiction, be advised of this policy change.

For the Director:

PAUL M. SOMERVILLE,
Chief, Disposal Division, Technical and Logistics Services.

DEPARTMENT OF THE ARMY,
OFFICE OF THE ADJUTANT GENERAL,
Washington, D.C., May 8, 1968.

Subject: Property ineligible for sale under exchange/sale procedures.

1. Reference is made to letter, AGAM-P (M) (February 13, 1968) SPTS-LSPD, Headquarters, Department of the Army, February 15, 1968, subject as above.

2. The group identification and exceptions listed for FSCG 15 and 16 in enclosure 1 of the above reference are modified to read as follows:

FSCG 15: Aircraft; and airframe structural components, except those required for support of commercial aircraft.

FSCG 16: Aircraft components and accessories, except those required for support of commercial aircraft.

Airframe structural components and aircraft components and accessories required for support of commercial type aircraft may now be reported and sold under exchange/sale procedures.

By order of the Secretary of the Army:

C. A. STANFIEL,
Colonel, AGC, Acting The Adjutant General.

DEPARTMENT OF THE ARMY,
OFFICE OF THE DEPUTY CHIEF OF STAFF FOR LOGISTICS,
Washington, D.C., May 14, 1968.

1. Federal Property Management Regulation (FPMR) part 101-46 provides the Government-wide authority for, and sets forth the limitations on exchange/sale of personal property. The purpose of this letter is to clarify certain misunderstandings which appear to exist concerning the purpose and intent of DOD Instruction 4160.1, dated August 10, 1966, subject "Nonexcess Personal Property To Be Sold or Exchanged for Replacement Purposes."

2. The primary purpose of the exchange/sale authority is to provide a means for the sale or exchange of certain nonexcess personal property when such actions are justified and warranted, and to apply the exchange allowance or proceeds derived from sale in whole or part payment for the replacement of required similar items.

3. In the exercise of the exchange/sale provisions, each contemplated transaction must be carefully evaluated in order to determine, in advance, whether the monetary return anticipated by the exchange/sale transaction warrants the administrative effort and associated costs which are incurred in the use of the