

Coded Note Number: **M6040**

Revision Level: **C003**

Date: **June 28, 2017**

Title: **GOVERNMENT OWNED SHIPOUT PROPERTY**

This revision history is provided for convenience and does not alleviate the supplier's responsibility with understanding and complying with the full coded note.

Change from Revision C002– Editorial change to reformat to current standard.

Bolded font indicates changed/added content.

[Text deleted] inserted in the document indicates the removal of content.

In accordance with the provisions of Appendix A-DoD, material supplied and charged to this order by NNS or the supplier shall be used solely in support of this purchase order. Disposition of scrap or excess material generated in fulfilling this order shall be affected through one of the following two options, prior to purchase order placement.

Option (1), after PO placement and component breakdown, the vendor/supplier shall identify a credit value for all scrap/excess from component/items being repaired. An itemized listing of all scrap/excess from components/items being repaired and the credit value shall be generated and negotiated, adjusted as necessary, and agreed upon by the parties. Following this approval, the itemized listing shall be applied to the PO and documented as a reduction in the PO price. If this method is elected, the vendor/supplier shall furnish a statement to that effect and title to actual scrap/excess from components/items being repaired in performance of the contract work shall then vest in the vendor/supplier.

Or

Option (2), the supplier shall segregate and itemize all residual and excess material (with the exception of scrap), by material type (regardless of condition) and return to NNS with final shipment. Items identified as scrap shall be disposed of in accordance with section "A" below and shall not be returned to NNS.

For all residual and excess material returned to NNS, the following information shall be annotated on a packing slip:

- Purchase order and item numbers
- Part numbers and description (must be segregated by part number)
- Quantity and cost by part number
- Condition code for each item (new/unused or used/removed for overhaul)

- National stock numbers (if applicable)
 - Manufactured model numbers, serial number, etc.
- A. Scrap may be disposed of in accordance with the attached "Government Property Pre-Approved Scrap List" including miscellaneous debris such as slag, cutting residue turnings, etc., and may be routinely disposed of at the subcontractors' facility. A summary report of items scrapped including description, quantity and value/dollars shall be reported to NNS quarterly.
- B. Whenever scrap or excess material is not generated, a written statement to that effect shall accompany the final shipment.

GOVERNMENT PROPERTY – SCRAP MATERIAL LIST

The Government has authorized the Company to routinely dispose of the items listed below without individual approval when repairing, refurbishing, testing or performing authorized work on Government property or Government furnished equipment. These items must be worn, cut, broken, failed, damaged or have exceeded shelf life and cure dates and they must not be repairable items as identified in Navy documents. Special tools and test equipment are not included in this list.

Single Function Devices, Electrical, and Electronic

Armor clamps
Bells
Branch boxes
Buzzers
Cable
Capacitors
Conduits
Connector plugs
Connection boxes
Contactor relays
Cooling coils
Deck edge light
Dial lamps
Diodes
Drop line light

Dust caps
Encapsulated & potted items
Fuses
Hangers
Horns
Housing
Indicator lights
Jack boxes
Loud speakers
Lacing wire
Light fixtures
Light bulbs
Limit switches
Pressure switches
Push button switches
Receptacles
Reflectors
Relay boxes
Resistors
Rotary selector switches
Rotary snap switches
Sleeves
Steam heaters
Telephone handsets
Telephone handset holders
Telephone biscuits
Telephone stowage boxes
Tank level indicators
Thermometers
Thermostats
Timing relays
Toggle switches
Transistors
Vacuum tubes
Wipers

Rubber and Fiber Items

Bushings
Gaskets
Lagging
Launch tube interface seals
O-rings
Packing
Resilient mounts
Seals
Spacers

Metal Items

Bearings
Brackets
Circuit breaker boxes
Collars
Couplings
Diaphragms
Discs
Doors (all)
Elbows
Filters
Flame cut plates
Foundations
Guides
Hatch covers
Hose, flex, assy.
Isolators, sound
Levers
Nipples
Nozzles
Pins
Pipe & tubing (all sizes)
Pipe fittings
Pipe hangers
Plates
Receptacle covers
Retainers

Rods
Rub strips
Shapes
Sheet metal ducts
Shielding
Shims
Sleeves
Small shafts
Snap rings
Spacers
Stems
Television racks
Valves up to 4"
(Valves with Limitorque require SUPSHIPNN review)
Vent ducts & associated
Hardware
Weldments
Worn or stripped gears

Miscellaneous and Liquids

Adhesives floats glass
Glue
Nameplates
Paint

Hardware

Bolts
Brackets
Door handles
Hinges
Lock washers
Nuts
Rivets
Screws
Springs
Washers

Lavatory Equipment

Foundations

Partitions

Sinks toilets urinals

Berthing Items

Bunks foundations joiner bulkheads mattresses

Pillows

Office Equipment

Foundation storage racks