

DEPARTMENT OF DEFENSE**Office of the Secretary**

[Transmittal No. 00-36]

36(b)(1) Arms Sales Notification

AGENCY: Department of Defense, Defense Security Cooperation Agency.

ACTION: Notice.

SUMMARY: The Department of Defense is publishing the unclassified text of a section 36(b)(1) arms sales notification. This is published to fulfill the requirements of section 155 of Pub. L. 104-164 dated 21 July 1996.

FOR FURTHER INFORMATION CONTACT: Ms. J. Hurd, DSCA/COMPT/RM, (703) 604-6575.

The following is a copy of a letter to the Speaker of the House of

Representatives, transmittal 00-36 with attached transmittal, policy justification, Sensitivity of Technology, and section 620C(d) of the Foreign Assistance Act of 1961.

Dated: May 24, 2000.

L.M. Bynum,

Alternate OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001-10-M



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

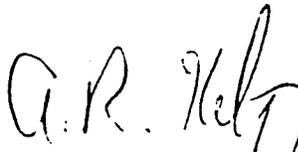
5 MAY 2000
In reply refer to:
I-00/004180

Honorable J. Dennis Hastert
Speaker of the House of
Representatives
Washington, D.C. 20515-6501

Dear Mr. Speaker:

Pursuant to the reporting requirements of Section 36(b)(1) of the Arms Export Control Act, we are forwarding herewith Transmittal No. 00-36, concerning the Department of the Navy's proposed Letter(s) of Offer and Acceptance (LOA) to Turkey for defense articles and services estimated to cost \$60 million. Soon after this letter is delivered to your office, we plan to notify the news media.

Sincerely,


A.R. KELTZ
ACTING DIRECTOR

Attachments

Same ltr to: House Committee on International Relations
Senate Committee on Appropriations
Senate Committee on Foreign Relations
House Committee on National Security
Senate Committee on Armed Services
House Committee on Appropriations

Transmittal No. 00-36**Notice of Proposed Issuance of Letter of Offer
Pursuant to Section 36(b)(1)
of the Arms Export Control Act**

- (i) **Prospective Purchaser:** Turkey
- (ii) **Total Estimated Value:**
- | | |
|--------------------------|----------------------|
| Major Defense Equipment* | \$ 28 million |
| Other | <u>\$ 32 million</u> |
| TOTAL | \$ 60 million |
- (iii) **Description of Articles or Services Offered:** One FFG-7 PERRY class guided missile frigate for service with the Turkish Navy. Also included are: 800 rounds of 20mm cartridges, other ammunition items, shipyard/port support services and post transfer activities relating to "hot ship" turnover of one PERRY class frigate from the U.S. Navy, contractor engineering and logistics personnel support services, publications, repair and calibration services for shipboard equipment, publications and technical data/drawings, training and training equipment, support equipment, spare and repair parts and other elements of logistics necessary to prepare the frigates for transfer to Turkey in a "Safe to Steam" condition with all shipboard and weapon systems operational.
- (iv) **Military Department:** Navy (SCS; AHS; AHT; GHS, Amendment 2; and BIS)
- (v) **Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid:** none
- (vi) **Sensitivity of Technology Contained in the Defense Article or Defense Services Proposed to be Sold:** See Annex attached.
- (vii) **Date Report Delivered to Congress:** 5 MAY 2000

* as defined in Section 47(6) of the Arms Export Control Act.

POLICY JUSTIFICATION

Turkey - FFG-7 PERRY Class Guided Missile Frigate

The Government of Turkey has requested a possible sale of one FFG-7 PERRY class guided missile frigate for service with the Turkish Navy. Also included are: 800 rounds of 20mm cartridges, other ammunition items, shipyard/port support services and post transfer activities relating to "hot ship" turnover of one PERRY class frigate from the U.S. Navy, contractor engineering and logistics personnel support services, publications, repair and calibration services for shipboard equipment, publications and technical data/drawings, training and training equipment, support equipment, spare and repair parts and other elements of logistics necessary to prepare the frigates for transfer to Turkey in a "Safe to Steam" condition with all shipboard and weapon systems operational. The estimated total cost is \$60 million.

This proposed sale will contribute to the foreign policy and national security objectives of the United States by improving the military capabilities of Turkey, while enhancing weapon system standardization and interoperability.

Turkey already has six U.S. Navy PERRY class frigates in its Navy fleet. Turkey needs these frigates to continue its naval modernization program and enhance its Anti-Submarine Warfare (ASW) capability. The frigates will be provided in accordance with, and subject to the limitation on use and transfer provided under the Arms Export Control Act, as embodied in the terms of sale. This sale will not adversely affect either the military balance in the region or U.S. efforts to encourage a negotiated settlement of the Cyprus question.

The PERRY vessel will be transferred on a "hot ship" basis. The primary effort for transfer will be completed through the Naval Sea Systems Command. There are no prime contractors for provision of the weapon systems applicable to this platform. There are no offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will require the assignment of two contractor representatives in-country for two months to provide engineering technical support.

There will be no adverse impact on U.S. defense readiness as a result of this proposed sale.

Transmittal No. 00-36**Notice of Proposed Issuance of Letter of Offer
Pursuant to Section 36(b)(1)
of the Arms Export Control Act****Annex
Item No. vi****(vi) Sensitivity of Technology:**

1. The PHALANX Close-In Weapon System crystals which contain the operating frequencies of the weapon system are considered critical technology and are classified Confidential. Select maintenance and operation publications are also classified Confidential.

2. AN/SLQ-32A(V)3 Improved ECM Set: Secret hardware. Due to USN requirements, this system must be removed and replaced with the basic AN/SLQ-32(V)2 system. Removal includes hardware, software, and technical manuals. When replaced with the basic AN/SLQ-32(V)2, the following release considerations apply: (1) hardware is Secret, (2) software is Confidential, (3) U.S. threat libraries are Secret and will not be released, and (4) technical manuals are Confidential and need to be sanitized.

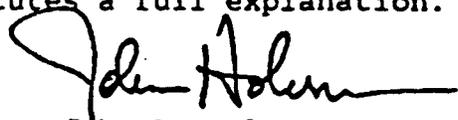
3. If a technologically advanced adversary were to obtain knowledge of the specific hardware in this proposed sale, the information could be used to develop countermeasures which might reduce weapon system effectiveness or be used in the development of a system with similar or advance capabilities.

4. This proposed sale is necessary in furtherance of the U.S. foreign policy and national security objectives outlined in the Policy Justification. Moreover, the benefits to be derived from this proposed sale, as outlined in the Policy Justification, outweigh the potential damage that could result if the sensitive technology were revealed to unauthorized persons.

Certification Under § 620C(d)
Of The Foreign Assistance Act of 1961, As Amended

Pursuant to § 620C(d) of the Foreign Assistance Act of 1961, as amended (the Act), Executive Order 12163 (Sec. 1-201(a)(13)) and the Secretary of State's memorandum of December 15, 1997, I hereby certify that the furnishing to Turkey one excess FFG-7 PERRY Class Guided Missile Frigate with 800 rounds of 20mm cartridges, other ammunition items, shipyard/port support services, contractor engineering and logistics personnel services, and other elements of spares and logistics support with an estimated cost of \$60 million is consistent with the principles contained in § 620C(b) of the Act.

This certification will be made part of the notification to Congress under § 36(b) of the Arms Export Control Act regarding the proposed sale of the above-named articles and services and is based on the justification accompanying said notification, of which said justification constitutes a full explanation.



John D. Holum
 Senior Adviser
 for Arms Control and
 International Security

[FR Doc. 00-13523 Filed 5-30-00; 8:45 am]
 BILLING CODE 5001-10-C

DEPARTMENT OF THE AIR FORCE

Air Force A-76 Initiatives Cost Comparisons and Direct Conversions (As of 31 March 2000)

The Air Force is in the process of conducting the following A-76 initiatives. Cost comparisons are public-private competitions. Direct conversions are functions that may result in a

conversion to contract without public competition. These initiatives were announced and in-progress as of 31 March 2000, include the installation and state where the cost comparison or direct conversion is being performed, the total authorizations under study, public announcement date and actual or anticipated solicitation date. The following initiatives are in various stages of completion.

COST COMPARISONS

Installation	State	Function(s)	Total authorizations	Public announcement date	Solicitation issued or scheduled date
ANDERSEN	GUAM	SUPPLY AND TRANSPORTATION	317	25-Jun-98	28-May-99
ANDREWS	MD	COMMUNICATION FUNCTIONS	181	04-Oct-99	11-May-01
ANDREWS	MD	HEATING SYSTEMS	22	17-Dec-98	18-Feb-00
ANDREWS	MD	GROUND MAINTENANCE	9	17-Dec-98	17-Apr-00
ANDREWS	MD	AIRCRAFT MAINTENANCE AND SUPPLY	815	25-Jul-97	26-May-99
AVON PARK	FL	RANGE OPERATIONS	38	22-Dec-99	15-Oct-00
BARKSDALE	LA	PROTECTIVE COATING	13	14-Dec-98	15-Apr-00
BEALE	CA	BASE OPERATING SUPPORT	383	08-Sep-99	07-Mar-01
BOLLING	DC	SUPPLY AND TRANSPORTATION	163	01-Dec-98	11-Jul-00
CARSWELL	TX	BASE OPERATING SUPPORT	69	03-Feb-00	05-Jun-01
CHEYENNE MTN	CO	CIVIL ENGINEERING	139	08-May-98	24-Sep-99
DAVIS MONTHAN	AZ	BASE SUPPLY	35	04-Jan-00	TBD
DOVER	DE	HEATING SYSTEMS	11	07-Jan-99	07-Jan-00
EDWARDS	CA	BASE OPERATING SUPPORT	553	09-Dec-98	08-Nov-00
EDWARDS	CA	TRANSIENT AIRCRAFT MAINTENANCE/ AEROSPACE GROUND EQUIPMENT.	146	06-Nov-98	15-May-00