DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 01–18]

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 Public Law 104–164 dated July 21, 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 01–18 with attached transmittal and policy justification.

Dated: June 21, 2001.

L.M. Bynum,

Alternative OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001–08–M

DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

8 June 2001

In reply refer to:
I-01/006016

The 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 (AECA), we are forwarding herewith Transmittal No. 01-18 and under separate cover, the classified documents thereto. This Transmittal concerns the Department of the Air Force's proposed Letter(s) of Offer and Acceptance (LOA) to Poland for defense articles and services estimated to cost $4.3 billion. Soon after this letter is delivered to your office, we plan to notify the news media of the unclassified portion of this Transmittal.

We previously notified Section 62(a) of the Arms Export Control Act (AECA), transmittal number 01-01, to Congress on 1 November 2000 for a low-cost lease of 16 F-16A/B aircraft. In conjunction with the lease notification, we notified Section 36(b)(1) of the AECA, transmittal number 01-01, to Congress on 1 November 2000 in support of the lease notification and possible sale for two F-16A Block 10 OCU aircraft for cannibalization, two Pratt and Whitney F-100-PW-100/200 spare engines, two AN/APG-66 radar sets and logistics support for an estimated value of $245 million.

The Government of Poland has recently requested additional proposed requirements, listed on the Policy Justification. The prior notifications and this notification will present Poland with a total of three aircraft options: (1) the low-cost lease or sale of 16 F-16A/B aircraft along with the purchase of two F-16A Block 10 Operational Capabilities Upgrade (OCU) aircraft for cannibalization, two spare engines, two radar sets and logistics support, (2) the purchase of 44 F-16C/D aircraft, munitions and associated logistical support, offered in this notification, and (3) a combination of option 1 and 2 for a total of 60 aircraft.

Reporting of Offset Agreements in accordance with Section 36(b)(1)(C) of the Arms Export Control Act (AECA), as amended, requires a description of any offset agreement with respect to this proposed sale. Section 36(g) of the AECA, as amended, provides that reported information related to offset agreements be treated as confidential information in accordance with section 12(c) of the Export Administration Act of 1979 (50 U.S.C. App. 2411(c)). Information about offsets for this proposed sale are described in the enclosed confidential attachment.

Sincerely,

TOME H. WALTERS, JR.
LIEUTENANT GENERAL, USAF
DIRECTOR

Attachments

Separate Cover:
Classified Annex
Offset certificate

Transmittal No. 01-18

Notice of Proposed Issuance of Letter of Offer
Pursuant to Section 36(b)(1)
of the Arms Export Control Act

(i) **Prospective Purchaser: Poland**

(ii) **Total Estimated Value:**

Major Defense Equipment*	$3.1 billion
Other	$1.2 billion
TOTAL	$4.3 billion

(iii) **Description and Quantity or Quantities of Articles or Services under Consideration for Purchase: Forty-four F-16C/D Block 50/52 aircraft with engines, 12 F-16A Block 15 Air Defense Fighter aircraft with engines, four F-16B Block 10 Operational Capabilities Upgrade (OCU) aircraft with engines, two F-16A Block 10 OCU aircraft for cannibalization, six Pratt and Whitney F-100-PW-229 or F-110-GE-129 spare engines, two each F-100-PW-200 or F-100-PW-200E engines, five spare APG-68VxM radar sets, two spare AN/APG-66 radar sets, 120 LAU-129 launchers, 384 AIM-120C Advance Medium Range Air-to-Air Missiles (AMRAAM), six AIM-120C AMRAAM Air Vehicle Instrumented missiles, 384 AIM-9M-2 SIDEWINDER missiles, 24 AIM-9M-2 SIDEWINDER training missiles, 816 AGM-65G MAVERICK short-range air-to-ground class guided missile, 24 TGM-65G MAVERICK training missiles, 232 MK-84 Joint Direct Attack Munition tail kits, 20 AN/ARC-210 SINCGAR radios with HAVE QUICK II, 44 AN/ALQ-131 or AN-ALQ-184 Electronic Counter Measure pods, 36 each PATHFINDER/SHARPSHOOTER (LANTIRN derivative) navigation and targeting pods or 36 LITENING pods, 7,000 2.75 inch rockets, 920 MK-83 1000kg general-purpose bombs, 232 MK-84 2000kg general propose bombs, 384 CBU-87 combined effects bomblet bombs, 232 GBU-16 and 232 GBU-10 guided bomb units, and 340,000 20mm cartridges. Associated support equipment, software development/integration, practice bombs, training missiles, ammunition, spare and repair parts, flight test instrumentation, publications and technical documentation, personnel training and training equipment, U.S. Government and contractor technical and logistics personnel services, and other related requirements to ensure full program supportability.**

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

(iv) **Military Department: Air Force (SAB)**

(v) **Prior Related Cases, if any: none**

(vi) **Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: none**

(vii) **Sensitivity of Technology Contained in the Defense Article or Defense Services Proposed to be Sold: See Annex under separate cover**

(viii) **Date Report Delivered to Congress: 8 June 2001**

POLICY JUSTIFICATION

Poland - F-16A/B and F-16C/D Aircraft

The Government of Poland has requested a possible sale of 44 F-16C/D Block 50/52 aircraft with engines, 12 F-16A Block 15 Air Defense Fighter aircraft with engines, four F-16B Block 10 Operational Capabilities Upgrade (OCU) aircraft with engines, two F-16A Block 10 OCU aircraft for cannibalization, six Pratt and Whitney F-100-PW-229 or F-110-GE-129 spare engines, two each F-100-PW-200 or F-100-PW-200E engines, five spare APG-68VxM radar sets, two spare AN/APG-66 radar sets, 120 LAU-129 launchers, 384 AIM-120C Advance Medium Range Air-to-Air Missiles (AMRAAM), six AIM-120C AMRAAM Air Vehicle Instrumented missiles, 384 AIM-9M-2 SIDEWINDER missiles, 24 AIM-9M-2 SIDEWINDER training missiles, 816 AGM-65G MAVERICK short-range air-to-ground class guided missile, 24 TGM-65G MAVERICK training missiles, 232 MK-84 Joint Direct Attack Munition tail kits, 20 AN/ARC-210 SINCGAR radios with HAVE QUICK II, 44 AN/ALQ-131 or AN-ALQ-184 Electronic Counter Measure pods, 36 each PATHFINDER/SHARPSHOOTER (LANTIRN derivative) navigation and targeting pods or 36 LITENING pods, 7,000 2.75 inch rockets, 920 MK-83 1000kg general-purpose bombs, 232 MK-84 2000kg general propose bombs, 384 CBU-87 combined effects bomblet bombs, 232 GBU-16 and 232 GBU-10 guided bomb units, and 340,000 20mm cartridges. Associated support equipment, software development/integration, practice bombs, training missiles, ammunition, spare and repair parts, flight test instrumentation, publications and technical documentation, personnel training and training equipment, U.S. Government and contractor technical and logistics personnel services, and other related requirements to ensure full program supportability. The estimated cost is $4.3 billion.

This proposed sale will contribute to the foreign policy and national security objectives of the United States by improving the military capabilities of Poland while enhancing weapon system standardization and interoperability with U.S. forces.

This proposed sale of the F-16 aircraft would enhance NATO interoperability and simultaneously provide operational capabilities as Poland's inventory of Soviet-era aircraft is eventually retired. This proposed sale would not impact regional military balance of power.

The principal contractors will be Lockheed Martin Tactical Aircraft Systems in Fort Worth, Texas, Pratt and Whitney of East Hartford, Connecticut, General Electric in Cincinnati, Ohio, Raytheon Corporation in Lexington, Massachusetts, and Boeing Company in Seattle, Washington. One or more proposed offset agreements may be related to this proposed sale.

Implementation will require the assignment of approximately 12 each U.S. Government and contractor representatives for a period of up to four years to provide program support commencing with delivery of the aircraft to Poland.

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

[FR Doc. 01–16037 Filed 6–26–01; 8:45 am]
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