

DEPARTMENT OF DEFENSE**Office of the Secretary**

[Transmittal No. 04-03]

36(b)(1) Arm 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 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 04-03 with attached transmittal and policy justification.

Dated: January 14, 2004.

Patricia L. Toppings,
Alternate OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001-06-M



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

20 NOV 2003
In reply refer to:
I-03/010424

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), as amended, we are forwarding herewith Transmittal No. 04-03, concerning the Department of the Army's proposed Letter(s) of Offer and Acceptance (LOA) to Saudi Arabia for defense articles and services estimated to cost \$990 million. Soon after this letter is delivered to your office, we plan to notify the news media.

Sincerely,

A handwritten signature in cursive script that reads "Richard J. Millies".

Richard J. Millies
Deputy Director

Attachments

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

Transmittal No. 04-03

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

- (i) **Prospective Purchaser:** Saudi Arabia
- (ii) **Total Estimated Value:**
- | | |
|--------------------------|----------------------|
| Major Defense Equipment* | \$ 0 million |
| Other | <u>\$990 million</u> |
| TOTAL | \$990 million |
- (iii) **Description and Quantity or Quantities of Articles or Services under Consideration for Purchase:** services for the continuation of the U.S. supported effort to modernize the Saudi Arabian National Guard (SANG) by providing minor defense articles including spare and repair parts for V150 armored vehicles, light armored vehicles, artillery pieces, communications equipment, other military equipment, medical equipment and medicines, automation equipment and software for logistics, training, and management, translated (into Arabic) tactical and technical manuals. Defense services transferred would include training, professional military advice and assistance, management assistance, contract administration, construction oversight, transportation of equipment, upper echelon maintenance, management of repair and return of components. These support services would be for the period 1 January 2004 through 31 December 2008. This proposed sale does not entail the procurement of Major Defense Equipment.
- (iv) **Military Department:** Army (ZAC, Amendment 32)
- (v) **Prior Related Cases, if any:** numerous cases dating back to 1973.
- (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:** none
- (viii) **Date Report Delivered to Congress:** 20 NOV 2003

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

POLICY JUSTIFICATION

Saudi Arabia – Continued Modernization of the Saudi Arabian National Guard

The Government of Saudi Arabia has requested a possible sale of services for the continuation of the U.S. supported effort to modernize the Saudi Arabian National Guard (SANG) by providing minor defense articles including spare and repair parts for V150 armored vehicles, light armored vehicles, artillery pieces, communications equipment, other military equipment, medical equipment and medicines, automation equipment and software for logistics, training, and management, translated (into Arabic) tactical and technical manuals. Defense services transferred would include training, professional military advice and assistance, management assistance, contract administration, construction oversight, transportation of equipment, upper echelon maintenance, management of repair and return of components. These support services would be for the period 1 January 2004 through 31 December 2008. This proposed sale does not entail the procurement of Major Defense Equipment. The estimated cost is \$990 million.

This sale will contribute to the foreign policy and national security of the United States by helping to improve the security of a friendly country that has been and continues to be an important force for political stability and economic progress in the Middle East.

The continuation of services under the SANG Modernization Program is an evolution of the SANG as an effective defensive force with the advice, assistance and training of the U.S. Army. The Modernization Program ensures necessary training, logistics, support, doctrine development and force integration for the continuing expansion and use of their weapon systems. These services will remain the cornerstone of an effort to upgrade and enhance the infrastructure of the SANG organization.

This proposed sale of continuing support services will not affect the basic military balance in the region.

The prime contractor is the Vinnell Arabia Corporation of Fairfax, Virginia. There are no offset agreements proposed in connection with this potential sale.

At present, there are approximately 273 U.S. Government personnel and 1,171 contractor representatives in country supporting the SANG modernization program.

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

[FR Doc. 04-1279 Filed 1-21-04; 8:45 am]
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DEPARTMENT OF DEFENSE

Office of the Secretary

Defense Science Board

AGENCY: Department of Defense.

ACTION: Notice of advisory committee meeting.

SUMMARY: The Defense Science Board Task Force on Nuclear Weapons Effects Test, Evaluation and Simulation will meet in closed session on January 28-29, 2004, at SAIC, 4001 N. Fairfax Drive, Arlington, VA. The Task Force will review DoD needs and specific requirements for nuclear weapons

effects (NWE) test, evaluation and simulation capabilities.

The mission of the Defense Science Board is to advise the Secretary of Defense and the Under Secretary of Defense for Acquisition, Technology & Logistics on scientific and technical matters as they affect the perceived needs of the Department of Defense. At this meeting, the Defense Science Board Task Force will: Review Intelligence Community, DoD and National Nuclear