POLICY JUSTIFICATION

Republic of Korea – Depot Maintenance Support

The Republic of Korea has requested a possible sale of continuing contractor maintenance and training technical services for depot maintenance support for Peace Pioneer program equipment, spare and repair parts, support equipment, supply support, personnel training and training equipment, publications and technical data, contractor engineering services and other related elements of logistics support. The estimated cost is \$70 million.

This proposed 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 Northeast Asia.

The Republic of Korea needs this depot maintenance support to sustain its Peace Pioneer prime mission equipment (PME) in order to maintain full defense capability due to the political situation. The Peace Pioneer program was notified to Congress in 1995 for a signal intelligence collection system with PME, attendant ground links, and ground processing equipment. This proposed sale is for contractor depot maintenance support to be provided in CONUS by the contractor. The depot maintenance will be done on the PME that is the actual hardware contained in the RC-1800 aircraft, which is used to gather the intelligence data, and the ground station hardware, which is used to download and interpret the data. This proposed sale is for continuing contractor depot maintenance support and will provide approximately eight more years of coverage.

The contractor maintenance and training technical services will not alter the basic military balance in the region.

The prime contractor will be L-3 Communications Integrated Systems in Greenville, Texas. There are no known offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will not require the assignment of any additional U.S. Government representatives or contractor representatives to Korea.

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

[FR Doc. 04–20727 Filed 9–14–04; 8:45 am]	ACTION: Notice.	The following is a copy of a letter to
BILLING CODE 5001–06–C	 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/OPS–ADMIN, (703) 604–6575. 	the Speaker of the House of Representatives, Transmittal 04–20 with attached transmittal and policy justification.
DEPARTMENT OF DEFENSE		
Office of the Secretary		Dated: September 9, 2004.
[Transmittal No. 04–20]		L.M. Bynum, Alternate OSD Federal Register Liaison Officer, Department of Defense.
36(b)(1) Arms Sales Notification		
AGENCY: Department of Defense, Defense Security Cooperation Agency.		BILLING CODE 5001-06-M



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON. DC 20301-2800

7 SEP 2004 In reply refer to: I-04/007630

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, as amended, we are forwarding herewith Transmittal No. 04-20, concerning

the Department of the Army's proposed Letter(s) of Offer and Acceptance (LOA) to

Israel for defense articles and services estimated to cost \$102 million. Soon after this

letter is delivered to your office, we plan to notify the news media.

Sincerely,

JEFFREY B. KOHLER LIEUTENANT GENERAL, USAF DIRECTOR

Enclosures:

- 1. Transmittal No. 04-20
- 2. Policy Justification

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. 04-20

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

(i) <u>Prospective Purchaser</u>: Israel

(ii)	<u>Total Estimated Value</u> :		
	Major Defense Equipment*	\$ 0 million	
	Other	\$ <u>102 million</u>	
	TOTAL	\$102 million	

- (iii) <u>Description and Quantity or Quantities of Articles or Services under</u> <u>Consideration for Purchase</u>: JP-8 aviation jet fuel
- (iv) <u>Military Department</u>: Army (ZCF)
- (v) <u>Prior Related Cases, if any</u>: FMS case YWJ - \$ 89 million - 01Dec00 FMS case YNV - \$103 million - 27Sep96 FMS case YLM - \$ 60 million - 28Nov95
- (vi) Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: none
- (vii) <u>Sensitivity of Technology Contained in the Defense Article or Defense Services</u> <u>Proposed to be Sold</u>: none
- (viii) Date Report Delivered to Congress: 7 SEP 2004

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

POLICY JUSTIFICATION

Israel - JP-8 Aviation Jet Fuel

The Government of Israel has requested a possible purchase of JP-8 aviation jet fuel. The estimated cost is \$102 million.

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

The proposed sale of the JP-8 aviation fuel will enable Israel to maintain the operational capability of its aircraft inventory. Israel will have no difficulty absorbing this additional fuel into their armed forces.

The proposed sale of this JP-8 aviation fuel will not affect the basic military balance in the region.

Procurement of the aviation jet fuel will be from the same contractors providing aviation fuel to the U.S. armed forces. There are no known offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will not require the assignment of any additional U.S. Government or contractor representatives to Israel.

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

[FR Doc. 04–20728 Filed 9–14–04; 8:45 am]	ACTION: Notice.	The following is a copy of a letter to
BILLING CODE 5001-06-C		the Speaker of the House of
DEPARTMENT OF DEFENSE	SUMMARY: The Department of Defense is publishing the unclassified text of a section 36(b)(1) arms sales notification.	Representatives, Transmittal 04–29 with attached transmittal and policy justification.
Office of the Secretary	This is published to fulfill the	Dated: September 9, 2004.
[Transmittal No. 04–29]	requirements of section 155 of Public Law 104–164 dated 21 July 1996.	L. M. Bynum,
36(b)(1) Arms Sales Notification	FOR FURTHER INFORMATION CONTACT: Ms .	Alternate OSD Federal Register Liaison Officer, Department of Defense.
AGENCY: Department of Defense, Defense Security Cooperation Agency.	J. Hurd, DSCA/OPS–ADMIN, (703) 604– 6575.	BILLING CODE 5001-06-M