Responses per Respondent: 87.
Annual Responses: 6,699.
Average Burden per Response: 0.5 hours.
Annual Response Burden Hours: 3,350.

Summary of Information Collection
DFARS 231.205–18 requires contractors to report independent research and development projects to DTIC using the DTIC’s online IR&D database. The inputs must be updated at least annually and when the project is completed.

Jennifer L. Hawes,
Regulatory Control Officer, Defense Acquisition Regulations System.

DEPARTMENT OF DEFENSE
Office of the Secretary
[Transmittal No. 17–69]
Arms Sales Notification
ACTION: Arms sales notice.

SUMMARY: The Department of Defense is publishing the unclassified text of an arms sales notification.

FOR FURTHER INFORMATION CONTACT:
Pamela Young, (703) 697–9107, pamela.a.young14.civ@mail.mil or Kathy Valadez, (703) 697–9217, kathy.a.valadez.civ@mail.mil; DSCA/DSA–RAN.

SUPPLEMENTARY INFORMATION: This 36(b)(1) arms sales notification is published to fulfill the requirements of section 155 of Public Law 104–164 dated July 21, 1996. The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 17–69 with attached Policy Justification and Sensitivity of Technology.

Dated: January 12, 2018.
Aaron Siegel,
Alternate OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001–06–P
DEPARTMENT OF DEFENSE
DEFENSE SECURITY COOPERATION AGENCY
201 12TH STREET SOUTH, STE 203
ARLINGTON, VA 22202-5408

The Honorable Paul D. Ryan
Speaker of the House
U.S. House of Representatives
Washington, DC 20515

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. 17-69, concerning the Navy’s proposed Letter(s) of Offer and Acceptance to the Government of Japan for defense articles and services estimated to cost $133.3 million. After this letter is delivered to your office, we plan to issue a news release to notify the public of this proposed sale.

Sincerely,

Charles W. Hooper
Lieutenant General, USA
Director

Enclosures:
1. Transmittal
2. Policy Justification
3. Sensitivity of Technology
The proposed sale will provide Japan— Standard Missile-3 (SM–3) Block IIA Missiles

Major Defense Equipment (MDE):

Four (4) Standard Missile-3 (SM–3) Block IIA Missiles

Non-MDE:

Also included are four (4) MK 29 missile canisters, U.S. Government and contractor representatives’ technical assistance, transportation, engineering and logistics support services, and other related elements of logistical and program support.

Military Department: Navy (JAP–ATB)

Prior Related Cases, if any: None

Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: None

Sensitivity of Technology Contained in the Defense Article or Defense Services Proposed to be Sold: See Attached Annex

Date Report Delivered to Congress: January 9, 2018

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

POLICY JUSTIFICATION

Japan—Standard Missile-3 (SM–3) Block IIA Missiles

The Government of Japan has requested a possible sale of four (4) Standard Missile-3 (SM–3) Block IIA missiles. Also included are four (4) MK 29 missile canisters, U.S. Government and contractor representatives’ technical assistance, transportation, engineering and logistics support services, and other related elements of logistical and program support. The estimated total case value is $133.3 million.

This proposed sale will contribute to the foreign policy and national security of the United States by improving the security of a major ally that has been, and continues to be, a force for political stability and economic progress in the Asia-Pacific region.

The proposed sale will provide Japan with an increased ballistic missile defense capability to assist in defending the Japanese homeland and U.S.

Personnel stationed there, Japan will have no difficulty absorbing these additional munitions and support into the Japan Maritime Self Defense Force (JMSDF).

The proposed sale of this equipment and support will not alter the basic military balance in the region.

The principal contractors will be Raytheon Missile Systems, Tucson, AZ (SM–3); and BAE Systems, Minneapolis, MN (MK 29). There are no known offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will require annual trips to Japan involving U.S. Government and contractor representatives for technical reviews, support, and oversight for approximately five years.

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

Transmittal No. 17–69

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

Annex

Item No. vii

Sensitivity of Technology:

1. The proposed sale will involve the release of sensitive technology to the Government of Japan related to the Standard Missile-3 (SM–3) Block II A missile. The ship- or ground-launched SM–3 Block IIA is the most recent iteration in the SM–3 family. It has two distinct new features: larger rocket motors that will allow it to defend broader areas from ballistic missile threats; and a larger kinetic warhead. The kinetic warhead has been enhanced, improved the search, discrimination, acquisition and tracking functions, to address emerging threats. Once enclosed in the canister, the SM–3 Block II A missile is classified CONFIDENTIAL. The optics hardware and signal processor are classified SECRET.

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

3. A determination has been made that Japan can provide substantially the same degree of protection for sensitive technology being released as the U.S. Government. This proposed sustainment program is necessary to the furtherance of the U.S. foreign policy and national security objectives outlined in the policy justification.

4. All defense articles and services listed in this transmittal are authorized for release and export to the Government of Japan.