



DEPARTMENT OF THE NAVY
THE ASSISTANT SECRETARY OF THE NAVY
(INSTALLATIONS AND ENVIRONMENT)
1000 NAVY PENTAGON
WASHINGTON, D.C. 20350-1000

MAR 21 2003

The Honorable Duncan Hunter
Chairman, Committee on Armed Services
House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

The purpose of this letter is to notify you of the decision to analyze optical fabrication enterprises employing military and civilian personnel in the Departments of the Navy and Army for divestiture to the private sector. The Navy has the lead responsibility for the divestiture effort as a pioneer project approved by the Department of Defense Business Initiative Council.

Optical fabrication, involving eyewear component production and assembly, is performed at approximately 37 locations within and outside the United States. These optical fabrication enterprises employ approximately 69 Department of Defense civilian employees and 300 military personnel. We are enclosing a listing of the numbers of military and civilian employees in optical fabrication enterprises by location. A proposed divestiture of optical fabrication enterprises is not the result of constraints or limitations in terms of man-years, end strengths, full-time equivalent positions or maximum number of employees.

The Department estimates the cost for the analysis to be approximately \$500,000 and this funding is contained in Navy Operations and Maintenance Budget Line Item 4A1M - Administration. The anticipated length of time to conduct the analysis is six to eighteen months. The analysis will be consistent with section 2461 of title 10, United States Code. A final decision to divest optical fabrication enterprises will only be made if supported by the analysis. You will be notified by separate correspondence of any decision to divest optical fabrication enterprises to the private sector.

A similar letter has been sent to the President of the Senate, Speaker of the House, and Chairmen Stevens, Warner and Lewis. If I can be of further assistance, please let me know.

Sincerely,

A handwritten signature in cursive script that reads "H T Johnson".

H. T. Johnson

Enclosure

Cc: The Honorable Ike Skelton, Ranking Member

| Location | Department | Military | Civilian | Temp/Term | For. Natl |
|---------------------------|------------|----------|----------|-----------|-----------|
| Yorktown, VA | Navy | 103 | 52 | | |
| Bethesda, MD | Navy | 2 | | | |
| Pensacola, FL | Navy | 2 | | | |
| Mayport, FL | Navy | 2 | | | |
| LeJeune, NC | Navy | 2 | | | |
| Norfolk, VA | Navy | 2 | | | |
| San Diego, CA | Navy | 14 | | | |
| Bremerton, WA | Navy | 3 | | | |
| Newport, RI | Navy | 3 | | | |
| Parris Island, SC | Navy | 4 | | | |
| Great Lakes, IL | Navy | 5 | | | |
| Guantanamo Bay | Navy | 1 | | | |
| Agana, Guam | Navy | 3 | | | |
| Yokosuka, Japan | Navy | 3 | | | |
| Naples, Italy | Navy | 2 | | | |
| Naval Carriers | Navy | 13 | | | |
| Ft. Sam Houston, TX | Army | 14 | 5 | 9 | |
| Oahu, HI | Army | 1 | | | |
| Ft. Jackson, SC | Army | 13 | 9 | 4 | |
| Ft. Benning, GA | Army | 5 | | | |
| Ft. Leonard Wood, MO | Army | 5 | | | |
| Ft. Sill, OK | Army | 3 | 1 | | |
| Ft. Knox, KY | Army | 5 | 2 | 2 | |
| Pirmasens, Germany | Army | 8 | | 3 | 12 |
| Camp Carroll, Korea | Army | 0 | | | 2 |
| Yorktown, VA | Army | 31 | | | |
| Staff and Field locations | Army | 51 | | | |