



THE SECRETARY OF THE NAVY
WASHINGTON DC 20350-1000

MAY 01 2014

MEMORANDUM FOR COMMANDER, NAVAL AIR SYSTEMS COMMAND
COMMANDER, NAVAL SEA SYSTEMS COMMAND
COMMANDER, SPACE AND NAVAL WARFARE
SYSTEMS COMMAND
COMMANDING GENERAL, MARINE CORPS LOGISTICS
COMMAND

SUBJECT: Designation of Centers of Industrial and Technical Excellence

References: (a) DoDD 4151.18 of 31 Mar 04; Maintenance of Military Materiel
(b) DoDI 4151.21 of 25 Apr 07; Public-Private Partnerships for Depot-Level Maintenance
(c) OSD-JCS Joint Memo of 25 Apr 13; Public-Private Partnerships Supporting the DoD Mission
(d) Title 10, U.S.C. §2460; Definition of Depot-Level Maintenance

Pursuant to Title 10, United States Code, Section 2474 (U.S.C. §2474), depot maintenance and military arsenal facility activities listed in the attachment are designated as Centers of Industrial and Technical Excellence (CITE).

CITE designation is a statutory authority for depot maintenance activities and military arsenal facilities. Specifically, Title 10, U.S.C. §2474, authorizes depot maintenance and arsenal facilities to:

- Enter into Public-Private Partnerships with private industry to perform work related to core competencies of the CITE
- Receive rent payments for private industry use of under-utilized Government facilities and equipment and encourage the creation and preservation of jobs to ensure the availability of a workforce with necessary manufacturing and maintenance skills to support the Armed Forces
- Be excluded from Title 10, U.S.C. §2466 (Limitations on the Performance of Depot Maintenance of Materiel) reporting requirements, which limits the amount of Government work contracted out to private industry, not to exceed 50 percent of a military department's total maintenance budget within a fiscal year

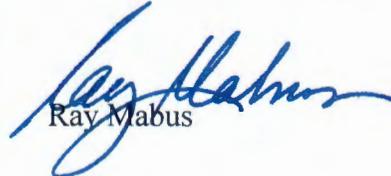
In accordance with subsection (b) of §2474, and references (a) through (d), I delegate authority and encourage each designated CITE Commanding Officer to enter into public-private partnerships to perform core competency work related to depot-level maintenance and military

SUBJECT: Designation of Centers of Industrial and Technical Excellence

arsenal facility operations. These partnerships shall be in support of the objectives identified in subsection (b) (2) of §2474 and shall comply with all other statutes that apply to the specific situation and with Secretary of Defense policy promulgated by reference (c).

The above delegation of authority may not be further delegated and is subject to the following conditions. Prior to a designated CITE Commanding Officer entering into a public-private partnership, a Business Case Analysis (BCA) demonstrating that the partnership is in the best interest of the government must be approved at the Hardware Systems/Logistics Command level (Flag/SES official). Legal and comptroller review of the BCA shall be obtained prior to approval of the partnership. Upon approval, the Hardware Systems/Logistics Command will provide written notification to the Assistant Secretary of the Navy (Research, Development and Acquisition) (ASN (RD&A) (Attn: Expeditionary Programs and Logistics Management).

I hereby delegate my authority in all other §2474 matters to ASN (RD&A).


Ray Mabius

Attachment:
As stated

cc:
OSD (L&MR)
ASN (RD&A)
DASN (EL&M)
CNO (N43)
HQMC (LPC-1)

DEPOT MAINTENANCE AND MILITARY ARSENAL ACTIVITIES AND ASSOCIATED CORE COMPETENCIES

The depot or arsenal activities designated as Department of the Navy Centers of Industrial and Technical Excellence (CITE) and the associated core competencies are documented in the paragraphs below. Echelon II commands shall develop procedures to address routine changes to CITE designations and at least biennially, forward those recommended changes to their respective Service representative for consideration, coordination and secretariat-level approval via Office of Deputy Assistant Secretary of the Navy Expeditionary Programs and Logistics Management.

a. Fleet Readiness Center East, Cherry Point, NC; Fleet Readiness Center Southeast, Jacksonville, FL; and Fleet Readiness Center Southwest, North Island, CA, for depot-level maintenance and repair of sea-based, maritime, and training aircraft; related aeronautical systems/equipment; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

b. Naval Air Warfare Center Weapons Division, China Lake, CA, and Point Mugu, CA, for software maintenance and repair of weapons and aeronautical related systems/equipment; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

c. Naval Air Warfare Center Aircraft Division, Patuxent River, MD; Lakehurst, NJ; and Orlando, FL, for software maintenance and repair of aeronautical related systems/equipment; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

d. Portsmouth Naval Shipyard, NH; Norfolk Naval Shipyard, VA; Puget Sound Naval Shipyard and Intermediate Maintenance Facility, WA; and Pearl Harbor Naval Shipyard and Intermediate Maintenance Facility, HI, for maintenance and repair, modernization, inactivation, disposal, and emergency repair of Navy ships, systems, and components.

e. Naval Undersea Warfare Center, Keyport, WA, for maintenance and repair of Fleet undersea weapons and vehicles, electronic systems, electro-mechanical systems, mechanical systems, ordnance, associated test systems, and Fleet material support; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

f. Naval Surface Warfare Center, Crane Division, IN, for maintenance and repair of Fleet electronic systems, ordnance, and weapon systems; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

g. Naval Surface Warfare Center, Indian Head Explosive Ordnance Disposal Technology Division, Indian Head, MD, for maintenance and repair, including arsenal activities, of energetics, ordnance, Naval gun systems, explosive ordnance disposal technologies, and ordnance packaging, handling, storage, and transportation; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

h. Space and Naval Warfare Systems Center Atlantic, Charleston, SC, and Space and Naval Warfare Systems Center Pacific, San Diego, CA, for maintenance and repair of command,

control, communications, computers, intelligence, surveillance, reconnaissance, information operations and space systems; and for the technical expertise required to acquire, safely maintain, and sustain these systems.

i. Marine Corps Logistics Command, Marine Depot Maintenance Command, Production Plants Albany, GA, and Barstow, CA, for Ground Vehicles (Amphibious, Combat, Construction, and Tactical) and their associated components, ordnance/weapons, support equipment, and communications/electronics equipment.