



Export Control Reform - Meeting the Challenge

Interagency Collaboration

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Policy

- Control Lists
 - Multilateral
 - Unilateral
- End-use/End-user
- License Requirements
- Licensing Policy





Implementation

- Revisions to the Export Administration Regulations – Fiscal Year 2012
 - Export Control Reform
 - Proposed revisions to the EAR – 13
 - Creation of 521 ECCN (April)
 - Multilateral Regimes: 2
 - Entity List: 8



Implementation

- License Applications
 - Executive Order 12981
 - Licenses FY12 to date: 15,652 (APT 26 days)
- Commodity Jurisdiction (CJ)
 - National Security Council Guidance
 - CJ determinations FY12 to date: 788





Implementation

- Information Technology
 - Single system based on USXPORTS



International Cooperation

- Bilateral policy meetings
- Export control cooperation



Update 2012 Conference on Export Controls and Policy Interagency Panel



Tim Hoffman
Deputy Director, Defense Technology Security Administration
July 18, 2012

DTSA  Ensuring the Edge



Objectives

"Protect What We Must – Share What We Can"

- **Protect the "crown jewels" of U.S. technology**
 - Maintain the US' technological advantage – the warfighter's edge
- **Certain countries and entities should not receive U.S. exports**
 - Deny resources to terrorists, adversary states, and proliferators
 - Retain legal authority to impose unilateral sanctions
 - Enhance and improve enforcement, monitoring, and intelligence capabilities
- **Fulfill international export control and nonproliferation obligations**
 - Wassenaar Arrangement, Nuclear Suppliers Group, Australia Group, and Missile Technology Control Regime
- **Expedite technology sharing and cooperation with Allies and partners – build partnership capacity**



ECR & Building Partnership Capacity Critical Component of the New Defense Strategy

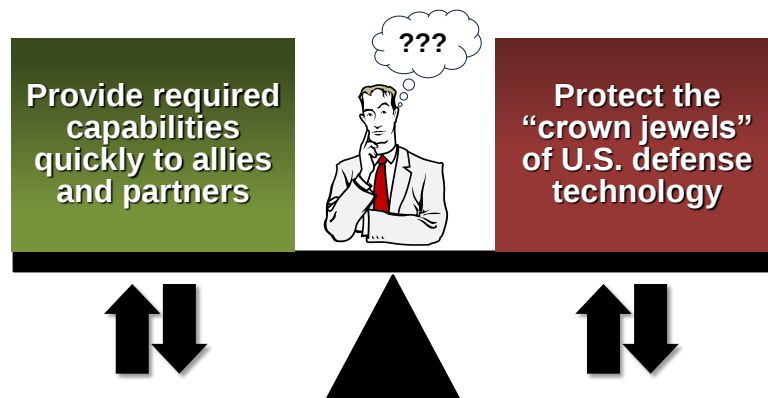
- **Increase capabilities of Allies to take on greater security burden**
 - Facilitate / expedite technology sharing and cooperation with Allies and Partners ...
 - ...without compromising underlying critical technologies that jeopardize our warfighters' edge
 - Be the "partner of choice"
- **Support our industrial base**
 - Enable defense industries to compete on a level playing field and be a reliable supplier
 - Ensure industry has the resources to reinvest into cutting edge technologies
 - Reduce costs of R&D through greater cooperation

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The Balancing Act

How can the USG/DOD best balance these two demands?



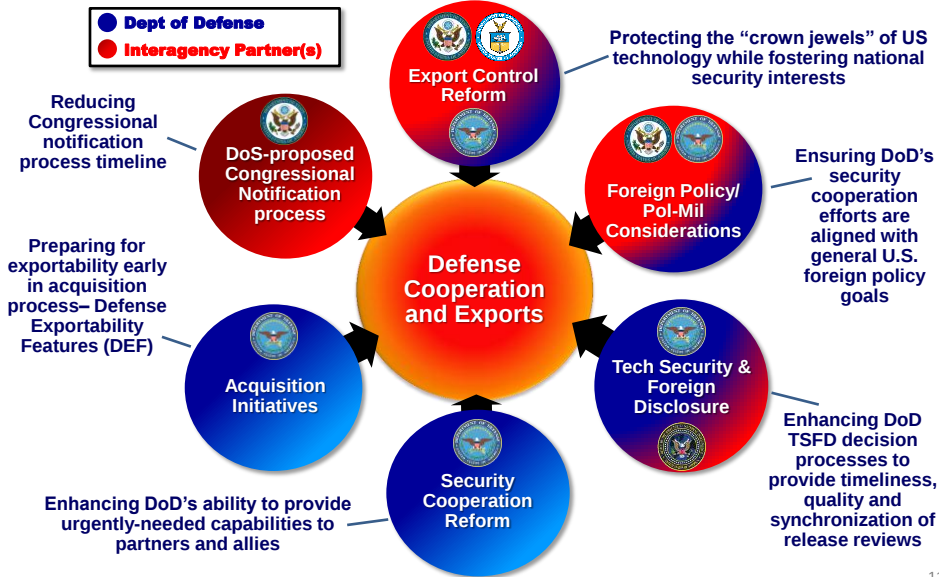
What is DOD's "decision trade space"?

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Defense Cooperation and Exports

"Inherently an Interagency Endeavor"

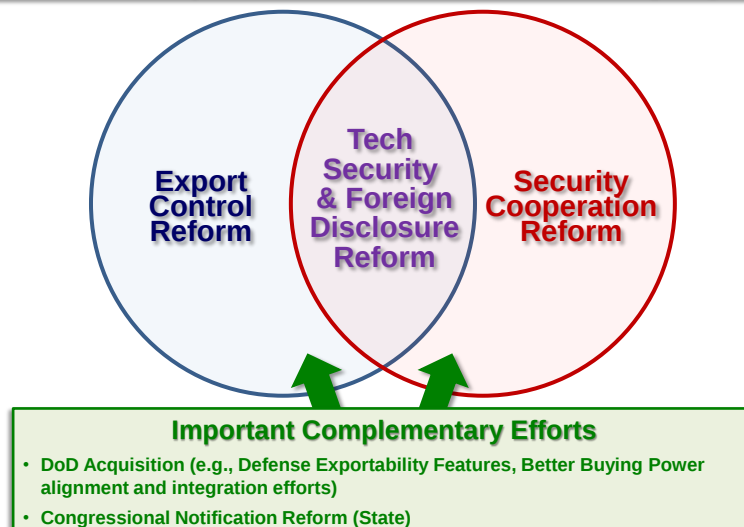


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Major Reform Efforts

Owners of key reform initiatives are working together



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Summary

- **DoD committed to fundamental reform of export control system to meet 21st century security challenges. Includes:**
 - Single control list
 - Single licensing agency
- **Continued, strong interagency collaboration will be key to success**
- **Have to work closely with Congress – they're a key stakeholder in this effort**
- **Industry also plays a critical role ... want your input and insights ... cannot be fully successful without it**