



OK for

VICE CHIEF OF NAVAL OPERATIONS

There are two pkgs  
here, each with:

1 - Data on programs  
listed on cover sheet.

Believe info is self-ex-  
planatory, but am ready  
to discuss.

2 - Copy of Secdef 4 Apr  
ltr to McClellan which re-  
lates defense to national  
economic problems.



VICE CHIEF OF NAVAL OPERATIONS

You might also  
want to use item  
on Harpoon delay  
w/ Kirkland - marked  
margin.

---

NEW STRIKES AND DISPUTES  
SIGNIFICANT

AMERICAN BOSCH ARMA CORPORATION  
TELE-DYNAMICS DIVISION  
FORT WASHINGTON, PENNSYLVANIA

POTENTIAL

The collective bargaining agreement between this division and the Electricians (IUE AFL-CIO) expires midnight, Tuesday, 8 April. Major issues in dispute involve economics. Intensified daily negotiations are underway and some progress is being accomplished. However, considerable progress remains to be achieved and there is a 50-50 chance for a work stoppage. This division, both as a prime contractor, (NAVSEA, NAVAIR, SPCC MECH, ASO PHILA, etc.) and a subcontractor, produces transmitters and telemetry equipment and components.

GENERAL DYNAMICS CORPORATION  
CONVAIR DIVISION  
SAN DIEGO, CALIFORNIA

POTENTIAL

The collective bargaining agreement between this division and the Machinists (IAM AFL-CIO) expires midnight, 6 April. However, the union filed its 7-day notice of intent to strike one day late thereby making a work stoppage possible as of midnight, 7 April. Major issues in dispute involve economics. Daily intensified negotiations are taking place and will go down-to-the-wire. Present forecast is that all issues will not be resolved by the expiration date. Union membership will have a meeting on Sunday, 6 April, at which time it will consider calling a strike or extending on a day to day basis as long as negotiations are productive. There appears to be some optimism that a day to day extension will be voted by the membership. This division, as a major Navy contractor (NAVSEA, ONR, ASO PHILA, etc.) and a subcontractor, produces aerospace and electronics, systems equipment and components.

CONTINUING STRIKES AND DISPUTES  
SIGNIFICANT

BOLAND MARINE & MANUFACTURING CO., INC.  
NEW ORLEANS, LOUISIANA

ACTUAL

The strike (failure to reach settlement on wage reopener) which began on 16 February between the Machinists (IAM AFL-CIO) and this facility continues. Periodic negotiations are producing little progress. An end to the strike is not in sight. 575 of 650 non-machinists production workers are now reporting to work. The strike is affecting the overhaul and repair (Machinists work) of the DLG-10. TRIDENT support work (subcontractor

to Electric Boat - would not affect TRIDENT submarine construction) involving development and construction of a test platform has not been impacted (in material procurement phase). There may have been some delays (no further delay as other trades are now working) on subcontract support (top side aluminum fabrication) to Destroyer program at Ingalls.

~~MCDONNELL DOUGLAS CORPORATION~~

~~ACTUAL~~

DOUGLAS AIRCRAFT CO., COMPONENTS & PARTS PLANT,  
TORRANCE, CALIFORNIA

MCDONNELL DOUGLAS-ASTRONAUTICS  
HUNTINGTON BEACH & SANTA MONICA, CALIF.

ST. LOUIS, MISSOURI

Upon failure to negotiate new labor contracts, all of the above plants were struck by the Machinists (IAM AFL-CIO) on 10 February. Major issues involved are wages and CCLA. Periodic joint negotiations meetings are taking place in St. Louis and although some progress is being accomplished on noneconomic issues little or no progress has been achieved on economic issues. On 23 March Machinists membership in California turned down a management offer (not recommended by union negotiators). No negotiations have taken place on the West Coast since this time and none are scheduled. Early settlements are not in sight. The Torrance strike has produced parts shortages to such a significant degree that a total of 9,500 production workers (UAW members) had been furloughed at Long Beach as of Saturday, 29 March, thereby effectively shutting down nearly all production. However, sufficient parts have been made available whereby 2,000 workers are being recalled for assembly work on the commercial DC-9 aircraft program. These plants, as a major and important prime contractor (NAVAIR, NAVSEA, ONR, ASO PHILA) and a subcontractor, produce various space and electronic systems, equipment and components for the Navy. Reports of impact on Navy programs indicate (i) HARPOON program at St. Louis where pilot model production & start of OPEVEL will be delayed 60-90 days, (ii) bomb racks, ejection seats & actuators, and associated hardware (at Long Beach) delivery delays due to parts shortages (Torrance strike), and (iii) likely day-to-day slippage (starting 1 April) in deliveries of A-4M & TA-4J (H) aircraft from Long Beach because of parts shortages (Torrance strike). One 4M and one TA-4J(H) scheduled for March delivery are not expected to be delivered until sometime in April.

info  
CND  
ASN 1+

Upon expiration of collective bargaining agreement this plant was struck by the Auto Workers (UAW IND) on 16 February. Major issue in dispute involves cost of living adjustment. Only one meeting has taken place (27 March) since start of strike. Further meetings are at the call of the Federal Mediator. The outlook for an early settlement is poor. This plant, both as a prime contractor, (NRL WASH, NWL DAHL, SPCC MECH, NAVSEA) and a subcontractor, produces various electronic equipment and components (including sonar for the Navy. This office has received no reports of impact.

CONTINUING STRIKES AND DISPUTES  
OTHER

TELEDYNE MCKAY DIVISION  
YORK, PENNSYLVANIA

POTENTIAL

The labor agreement between this plant and the Steelworkers (USA AFL-CIO) which expired midnight, 28 February, has been extended on a day-to-day basis in the hopes of reaching a new agreement without a work stoppage. Periodic joint negotiations are taking place with little progress accomplished to date. As yet, the Steelworkers have indicated no intent to call a work stoppage. This plant, both as a prime contractor, (SPCC MECH) and a subcontractor, produces welding rods.