

**DEPARTMENT OF DEFENSE****Office of the Secretary****[Transmittal Nos. 08–11]****36(b)(1) Arms Sales Notification****AGENCY:** Department of Defense, Defense Security Cooperation Agency.**ACTION:** Notice.

**SUMMARY:** The Department of Defense is publishing the unclassified text of a section 36(b)(1) arms sales notification. This is published to fulfill the requirements of section 155 of Public Law 104–164 dated 21 July 1996.

**FOR FURTHER INFORMATION CONTACT:** Ms. B. English, DSCA/DBO/CFM, (703) 601–3740.

The following is a copy of a letter to the Speaker of the House of

Representatives, Transmittals 08–11 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: October 25, 2007.

**C.R. Choate,**

*Alternate OSD Federal Register Liaison Officer, Department of Defense.*

**BILLING CODE 5001–06–M**



## DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

OCT 19 2007

In reply refer to:  
I-07/011485-CFM

The Honorable Nancy Pelosi  
Speaker of the House of Representatives  
Washington, DC 20515-6501

Dear Madam 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. 08-11, concerning the Department of the Navy's proposed Letter(s) of Offer and Acceptance to Egypt for defense articles and services estimated to cost \$75 million. After this letter is delivered to your office, we plan to issue a press statement to notify the public of this proposed sale.

Sincerely,

A handwritten signature in cursive script, reading "R J Millies", is positioned above the typed name and title.

Richard J. Millies  
Deputy Director

Enclosures:

1. Transmittal
2. Policy Justification
3. Sensitivity of Technology

Same ltr to:

House

Committee on Foreign Affairs  
Committee on Armed Services  
Committee on Appropriations

Senate

Committee on Foreign Relations  
Committee on Armed Services  
Committee on Appropriations

## Transmittal No. 08-11

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

- (i) Prospective Purchaser: Egypt
- (ii) Total Estimated Value:
- |                          |                     |
|--------------------------|---------------------|
| Major Defense Equipment* | \$10 million        |
| Other                    | <u>\$65 million</u> |
| TOTAL                    | \$75million         |
- (iii) Description and Quantity or Quantities of Articles or Services under Consideration for Purchase: 2 excess E-2C Airborne Early Warning (AEW) Command & Control aircraft, 2 excess spare T-56-A-425 engines, modifications, support equipment, spare and repair parts, publications and technical data, maintenance, personnel training and training equipment, U.S. Government and contractor engineering and logistics technical support services, and other related elements of logistics support.
- (iv) Military Department: Navy (SBZ)
- (v) Prior Related Cases, if any:
- FMS Case SBJ - \$194 million - 14Sep99  
FMS Case SAY - \$ 65 million - 26Mar90  
FMS Case SAN - \$ 35 million - 28Jun85  
FMS Case SAM - \$73 million - 15Aug83  
FMS Case SAL - \$450 million - 15Aug83
- (vi) Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: none
- (vii) Sensitivity of Technology Contained in the Defense Article or Defense Services Proposed to be Sold: See Annex attached.
- (viii) Date Report Delivered to Congress: OCT 19 2007

\* as defined in Section 47(6) of the Arms Export Control Act.

## POLICY JUSTIFICATION

### Egypt - E-2C Airborne Early Warning Command & Control Aircraft

The Government of Egypt has requested a possible sale of 2 excess E-2C Airborne Early Warning (AEW) Command & Control aircraft, 2 excess spare T-56-A-425 engines, modifications, support equipment, spare and repair parts, publications and technical data, maintenance, personnel training and training equipment, U.S. Government and contractor engineering and logistics technical support services, and other related elements of logistics support. The estimated cost is \$75 million.

This proposed sale would contribute to the foreign policy and national security of the United States by helping to improve the security of a friendly country that has been and continues to be an important force for political stability and economic progress in the Middle East. This sale is consistent with these U.S. objectives and with the 1950 Treaty of Mutual Cooperation and Security.

The Government of Egypt requires additional E-2C aircraft to strengthen AEW surveillance and enhanced command, control, and communications capabilities within its defense network. These aircraft will ensure enhanced fleet communications and interoperability. The Government of Egypt will have no difficulty absorbing the additional E-2C aircraft into its armed forces. The proposed sale of this equipment and support will not alter the basic military balance in the region.

The prime contractor will be Northrop Grumman Systems Corporation in Bethpage, New York. There are no offset agreements associated with this potential sale.

Implementation of this proposed sale will not require the assignment of any additional U. S. Government or contractor personnel in country.

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

## Transmittal No. 08-11

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Annex  
Item No. vii

**(vii) Sensitivity of Technology:**

1. The E-2C aircraft contains sensitive state-of-the-art technology. Some of the hardware, publications, performance specifications, operational capabilities, parameters, vulnerabilities to countermeasures, and software documentation are classified Secret. The radar system within the E-2C aircraft, AN/APS-145, is a legacy radar system that is not considered new technology. The classified information to be provided consists of that which is necessary for the operation, maintenance, and repair (through depot level) of the E-2C aircraft and its installed systems and related software. The information to be transferred has been previously provided to the EAF to support its ongoing E-2C AEW program.

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

[FR Doc. 07-5399 Filed 10-30-07; 8:45 am]

BILLING CODE 5001-06-C

**DEPARTMENT OF ENERGY****Federal Energy Regulatory  
Commission**

[Project No. 12614-001]

**Alaska Power & Telephone Company;  
Notice of Surrender of Preliminary  
Permit**

October 24, 2007.

Take notice that Alaska Power & Telephone Company, permittee for the proposed Ninemile Hydroelectric Project, has requested that its preliminary permit be terminated. The permit was issued on October 11, 2006, and would have expired on September 30, 2009.<sup>1</sup> The project would have been located on the Salmon River, in the Prince of Wales-Outer Ketchikan Census Area in Ketchikan, Alaska.

The permittee filed the request on September 27, 2007, and the

preliminary permit for Project No. 12614 shall remain in effect through the thirtieth day after issuance of this notice unless that day is a Saturday, Sunday, part-day holiday that affects the Commission, or legal holiday as described in section 18 CFR 385.2007, in which case the effective date is the first business day following that day. New applications involving this project site, to the extent provided for under 18 CFR part 4, may be filed on the next business day.

**Kimberly D. Bose,***Secretary.*

[FR Doc. E7-21389 Filed 10-30-07; 8:45 am]

BILLING CODE 6717-01-P

**DEPARTMENT OF ENERGY****Federal Energy Regulatory  
Commission**

[Docket Nos. ER07-1287-000; ER07-1287-001]

**Apple Group, LLC; Notice of Issuance  
of Order**

October 25, 2007.

Apple Group, LLC (Apple) filed an application for market-based rate authority, with an accompanying rate schedule. The proposed market-based rate schedule provides for the sale of energy and capacity at market-based rates. Apple also requested waivers of various Commission regulations. In particular, Apple requested that the Commission grant blanket approval under 18 CFR part 34 of all future issuances of securities and assumptions of liability by Apple.

On October 25, 2007, pursuant to delegated authority, the Director, Division of Tariffs and Market Development—West, granted the requests for blanket approval under part 34 (Director's Order). The Director's Order also stated that the Commission

<sup>1</sup> Alaska Power & Telephone Company, 117 FERC ¶ 62,024.