47 uses threat data received over the aircraft interfaces to assess the threat situation and to determine a response. Expendable routines tailored to the immediate aircraft and threat environment may be dispensed using one of four operational modes. The hardware, technical data, and documentation to be provided are Unclassified.

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

[FR Doc. 06–8291 Filed 9–26–06; 8:45 am] BILLING CODE 5001–06–C 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. J. Hurd, DSCA/DBO/CFM, (703) 604–6575

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 06–59 with attached transmittal and policy justification.

Dated: September 22, 2006.

C.R. Choate, Alternate OSD Federal Register Liaison Officer, Department of Defense. BILLING CODE 5001-06-M

DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 06–59]

36(b)(1) Arms Sales Notification

AGENCY: Department of Defense, Defense Security Cooperation Agency.



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

2 1 SEP 20% In reply refer to: I-06/009746

The Honorable J. Dennis Hastert Speaker of the House of Representatives Washington, DC 20515-6501

Dear Mr. 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. 06-59, concerning the Department of the Air Force's proposed Letter(s) of Offer and Acceptance to Netherland's for defense articles and services estimated to cost \$150 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,

Richard JUpilie

Richard J. Millies Deputy Director

Enclosures:

1. Transmittal

2. Policy Justification

Same ltr to:

House Committee on International Relations Committee on Armed Services Committee on Appropriations Senate Committee on Foreign Relations Committee on Armed Services Committee on Appropriations

Transmittal No. 06-59

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:** Netherlands
- (ii)Total Estimated Value:
Major Defense Equipment*\$ 0 millionOther\$150 millionTOTAL\$150 million
- (iii) <u>Description and Quantity or Quantities of Articles or Services under</u> <u>Consideration for Purchase</u>: logistics support services/equipment for the F-16 aircraft including avionics/computer software support, aircraft engine services/modifications, publications and technical documentation, contractor technical services, spare and repair parts, depot level repair support and other related program elements of support to ensure aircraft operational availability.
- (iv) Military Department: Air Force (QZY)
- (v) <u>Prior Related Cases, if any</u>: FMS case QBK - \$233 million – 12Apr00 FMS case QBH - \$147 million – 15Dec94
- (vi) Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: none
- (vii) <u>Sensitivity of Technology Contained in the Defense Article or Defense</u> Services Proposed to be Sold: none
- (viii) Date Report Delivered to Congress: 2 1 SEP 2006
- * as defined in Section 47(6) of the Arms Export Control Act.

POLICY JUSTIFICATION

Netherlands - Logistics Support for F-16 Aircraft

The Government of the Netherlands has requested a possible purchase of logistics support services/equipment for the F-16 aircraft including avionics/computer software support, aircraft engine services/modifications, publications and technical documentation, contractor technical services, spare and repair parts, depot level repair support and other related program elements of support to ensure aircraft operational availability. The estimated cost is \$150 million.

This proposed sale contributes to the foreign policy and national security objectives of the U.S. by improving the military capabilities of the Netherlands and enhancing standardization and interoperability with U.S. forces, as well as with the European Participating Group (EPG) countries in the F-16 Multi-National Fighter Program (MNFP).

The Netherlands needs this logistics support to maintain the operational level of its F-16 squadrons in support of organic and NATO mission commitments, such as its current operations in Afghanistan, continued contributions to the Global War on Terrorism, and possible future coalition operations. The Netherlands will have no difficulty absorbing these logistic support services and equipment.

The proposed sale of this equipment and support will not affect the basic military balance in the region.

The contractors expected to participate in this program are United Technologies Corporation, Pratt & Whitney, West Palm Beach, Florida; Lockheed Fort Worth Company, Fort Worth, Texas; and Westinghouse Electric Corporation, Baltimore, Maryland. There are no offset agreements proposed to be entered into in connection with this potential sale. There is no prime contractor involved in this program. There are no known offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale may require the assignment of two U.S. Government personnel and one contractor representative in the Netherlands for a period of up to five years.

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

[FR Doc. 06-8317 Filed 9-26-06; 8:45 am] BILLING CODE 5001-06-C

DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 06–55]

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. J. Hurd, DSCA/DBO/CFM, (703) 604–6575.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 06–55 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: September 22, 2006.

C.R. Choate,

Alternate OSD Federal Register Liaison Officer, Department of Defense. BILLING CODE 5001–06–M