

*Title:* Proposed Collection; Comment Request: Rules Pertaining to Contract Markets and Their Members.

*Abstract:* Section 5c(c) of the Commodity Exchange Act, 7 U.S.C. 7a-2(c), establishes procedures for registered entities (designated contract markets, registered derivatives transaction execution facilities and registered derivatives clearing organizations) to implement new rules and rule amendments by either seeking prior approval or (for most rules) certifying to the Commission that such rules or rule amendments do not violate the Act or Commission regulations. Rules 40.4, 40.5 and 40.6 implement these statutory provisions.

An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a currently valid OMB control number. The OMB control numbers for the CFTC's regulations were published on December 30, 1981. See 46 FR 63035 (Dec. 30, 1981).

The Commission would like to solicit comments to:

- Evaluate whether the proposed collection of information is necessary for the proper performance of the functions of the Commission, including whether the information will have a practical use;
- Evaluate the accuracy of the Commission's estimate of the burden of the proposed collection of information, including the validity of the methodology and assumptions used;
- Enhance the quality, usefulness, and clarity of the information to be collected; and
- Minimize the burden of collection of information on those who are to

respond, including through the use of appropriate automated electronic, mechanical, or other technological collection techniques or other forms of information technology; e.g., permitting electronic submission of responses.

*Burden of Statement:* The respondent burden for this collection is estimated to average .83 hours per response. These estimates include the time needed to review instructions; develop, acquire, install, and utilize technology and systems for the purposes of collecting, validating, and verifying information, processing and maintaining information and disclosing and providing information; adjust the existing ways to comply with any previously applicable instructions and requirements; train personnel to be able to respond to a collection of information; and transmit or otherwise disclose the information.

*Respondents/Affected Entities:* 11,006.

*Estimated number of responses:* 13,118.

*Estimated total Annual Burden on Respondents:* 57 hours.

*Frequency of Collection:* On occasion. Burden means the total time, effort, or financial resources expended by persons to generate, maintain, retain, disclose or provide information to or for a federal agency. This includes the time needed to review instructions; develop, acquire, install, and utilize technology and systems for the purpose of collecting, validating, and verifying information, processing and maintaining information and disclosing and providing information; adjust the existing ways to comply with any previously applicable instructions and requirements; train personnel to be able to respond to a

collection of information; and transmit or otherwise disclose the information.

Dated: August 9, 2007.

**David A. Stawick,**

*Secretary of the Commission.*

[FR Doc. 07-3979 Filed 8-14-07; 8:45 am]

**BILLING CODE 6351-01-M**

## DEPARTMENT OF DEFENSE

### Office of the Secretary

(Transmittal Nos. 07-32)

#### 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 07-32 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: August 8, 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

AUG 08 2007

In reply refer to:  
I-07/006103-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. 07-32, concerning the Department of the Air Force's proposed Letter(s) of Offer and Acceptance to Israel for defense articles and services estimated to cost \$465 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 that reads "Richard J. Millies".

Richard J. Millies  
Deputy Director

Enclosures:

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

## Transmittal No. 07-32

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

- (i) **Prospective Purchaser:** Israel
- (ii) **Total Estimated Value:**
- |                          |                      |
|--------------------------|----------------------|
| Major Defense Equipment* | \$440 million        |
| Other                    | <u>\$ 25 million</u> |
| <b>TOTAL</b>             | <b>\$465 million</b> |
- (iii) **(Description and Quantity or Quantities of Articles or Services under Consideration for Purchase:** 10,000 Joint Direct Attack Munitions (JDAM) tail kits; 2,500 PAVEWAY II full kits for the MK-82 warhead; 500 PAVEWAY II full kits for the MK-83 warhead; 1,000 PAVEWAY II full kits for the MK-84 warhead; 10,000 MK-84 live bombs; 1,500 MK-82 live bombs; 2,000 BLU-109 live bombs; 50 GBU-28 guided live bombs; 10,000 FMU-139 live fuze components; and 10,000 FMU-152 live fuze components. Also included: Containers, bomb components, spare/repair parts, publications, documentation, personnel training, training equipment, contractor technical and logistics personnel services, and other related support elements.
- (iv) **Military Department:** Air Force (AMW)
- (v) **Prior Related Cases, if any:** numerous FMS cases pertaining to various munitions
- (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:** AUG 03 2007

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

## POLICY JUSTIFICATION

### Israel – Various Munitions and Weapon Systems

The Government of Israel has requested a possible sale of 10,000 Joint Direct Attack Munitions (JDAM) tail kits; 2,500 PAVEWAY II full kits for the MK-82 warhead; 500 PAVEWAY II full kits for the MK-83 warhead; 1,000 PAVEWAY II full kits for the MK-84 warhead; 10,000 MK-84 live bombs; 1,500 MK-82 live bombs; 2,000 BLU-109 live bombs; 50 GBU-28 guided live bombs; 10,000 FMU-139 live fuze components; and 10,000 FMU-152 live fuze components. Also included: Containers, bomb components, spare/repair parts, publications, documentation, personnel training, training equipment, contractor technical and logistics personnel services, and other related support elements.

Israel's strategic position makes it vital to the United States' interests throughout the Middle East. Our policy has been to promote Middle East peace, support Israeli commitment to peace with other regional Arab countries, enhance regional stability and promote Israeli readiness and self-sufficiency. It is vital to the U.S. national interest to assist Israel to develop and maintain a strong and ready self-defense capability. This proposed sale is consistent with those objectives.

The proposed sale will contribute significantly to U.S. strategic and tactical objectives. Israel will maintain its qualitative edge with a balance of new weapons procurement and upgrades supporting its existing systems. To support this objective, the United States must provide timely and robust assistance that will help protect the sovereignty of the State of Israel. Israel, which already has these munitions in its inventory will have no difficulty absorbing these additional kits.

The principal contractors will be:

McDonnell Douglas Corporation (subsidiary of the Boeing Company),  
St. Charles, Missouri  
Alliant Techsystems Incorporated, Janesville, Wisconsin  
Alliant Techsystems Incorporated Clearwater, Florida  
Lockheed-Martin Aerospace Corporation, Fort Worth, Texas  
Northrup Grumman Company, Los Angeles, California  
Honeywell Corporation Clearwater, Florida  
General Dynamics, Garland, Texas

There are no known offset agreements in connection with this proposed sale.

Implementation of this proposed sale will not require the assignment of any additional U.S. Government and contractor representatives to Israel.

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

## Transmittal No. 07-32

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

Annex  
Item No. vii

## (vii) Sensitivity of Technology:

1. The Joint Direct Attack Munition (JDAM) is actually a guidance kit that converts existing unguided free-fall bombs into precision-guided "smart" munitions. By adding a new tail section containing an Inertial Navigation System (INS)/Global Positioning System (GPS) guidance to unguided bombs, the cost effective JDAM provides highly accurate weapon delivery in any "flyable" weather. The INS, using updates from the GPS, helps guide the bomb to the target via the use of movable tail fins. Weapon accuracy is dependent on target coordinates and present position as entered into the guidance control unit. After weapon release, movable tail fins guide the weapon to the target coordinates. In addition to the tail kit, other elements in the overall system that are essential for successful employment include:

Access to accurate target coordinates  
INS/GPS capability  
Operational Test and Evaluation Plan

2. The PAVEWAY II series of laser guided bombs consists of a guidance kit that converts existing unguided free-fall bombs into precision-guided "smart" munitions. At the core of each PAVEWAY II Munition Kit is a dumb bomb. A laser guidance kit is integrated with each dumb bomb to add the requisite level of accuracy. The kit consists of a computer-controlled group at the front end of the weapon and an airfoil group at the back. When a laser --either airborne or ground-based-- illuminates a target, the guidance fins react to signals from the control group and steer the weapon to the target. This precision-guided munition offers improved accuracy over free-fall bombs, thus providing the potential for reduced collateral damage.

3. The Guided Bomb Unit (GBU-28) is a special weapon that was developed for penetrating hardened facilities located deep underground. The GBU-28 is a 5,000-pound laser-guided conventional munition. The GBU-28 bomb body (BLU-113) weighs 4,637 pounds, contains 630 pounds of high explosives, is 14.5 inches in diameter and almost 19 feet long. It is fitted with a derivative of the GBU-27 Laser Guided Bomb guidance kit and airfoil group. The GBU-28 is classified Secret.

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.

**DEPARTMENT OF DEFENSE****Office of the Secretary**

[Transmittal Nos. 07-38]

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Dated: August 8, 2007.

**C.R. Choate,**

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

**BILLING CODE 5001-06-M**