access to export-controlled information and technology.

(c) Definitions

(1) Deemed export. The Export Administration Regulations (EAR) define a deemed export as any release of technology or source code subject to the EAR to a foreign national, both in the United States and abroad. Such release is "deemed" to be an export to the home country of the foreign national. 15 CFR 734.2(b)(2)(ii).

(2) Export-controlled information and technology. Export-controlled information and technology is information and technology subject to the EAR (15 CFR parts 730 et seq.), implemented by the DOC Bureau of Industry and Security, or the International Traffic In Arms Regulations (ITAR) (22 CFR parts 120-130), implemented by the Department of State, respectively. This includes, but is not limited to, dual-us items, defense articles and any related assistance, services, software or technical data as defined in the EAR and ITAR.

(d) The recipient shall control access to all export-controlled information and technology that it possesses or that comes into its possession in performance of a financial assistance award, to ensure that access is restricted, or licensed, as required by applicable Federal laws, Executive Orders, and/or regulations.

(e) Nothing in the terms of this financial assistance award is intended to change, supersede, or waive any of the requirements of applicable Federal laws, Executive Orders or regulations.

(f) The recipient shall include this clause, including this paragraph (f), in all lower tier transactions (subawards, contracts, and subcontracts) under the financial assistance award that may involve access to export-controlled information technology.

NOAA Implementation of Homeland Security Presidential Directive—12

If the performance of a financial assistance award, if approved by NOAA, requires recipients to have physical

access to Federal premises for more than 180 days or access to a Federal information system, any items or services delivered under a financial assistance award shall comply with the Department of Commerce personal identity verification procedures that implement Homeland Security Presidential Directive -12, FIPS PUB 201, and the Office of Management and Budget Memorandum M-05-24. The recipient shall insert this clause in all subawards or contracts when the subaward recipient or contractor is required to have physical access to a Federally controlled facility or access to a Federal information system.

The Department of Commerce Pre-Award Notification Requirements for Grants and Cooperative Agreements

The Department of Commerce Pre-Award Notification Requirements for Grants and Cooperative Agreements contained in the Federal Register notice of February 11, 2008 (73 FR 7696) are applicable to this solicitation.

Paperwork Reduction Act

This document contains collection-ofinformation requirements subject to the Paperwork Reduction Act (PRA). The use of Standard Forms 424 and 424A, 424B, 424C, 424D, and SF-LLL has been approved by OMB under the respective control numbers 4040-0004, 0348-0044, 4040-0007, 0348-0041, 4040-0009, and 0348-0046. Notwithstanding any other provision of law, no person is required to respond to, nor shall any person be subject to a penalty for failure to comply with, a collection of information subject to the requirements of the PRA unless that collection of information displays a currently valid OMB control number.

Executive Order 12866

This notice has been determined to be not significant for purposes of Executive Order 12866.

Executive Order 13132 (Federalism)

It has been determined that this notice does not contain policies with

Federalism implications as that term is defined in Executive Order 13132.

Administrative Procedure Act/ Regulatory Flexibility Act

Prior notice and an opportunity for public comment are not required by the Administrative Procedure Act or any other law for rules concerning public property, loans, grants, benefits, and contracts (5 U.S.C. 553(a)(2)). Because notice and opportunity for comment are not required pursuant to 5 U.S.C. 553 or any other law, the analytical requirements of the Regulatory Flexibility Act (5 U.S.C. 601 et seq.) are inapplicable. Therefore, a regulatory flexibility analysis has not been prepared.

Dated: December 22, 2008.

Maureen E. Wylie.

Acting Director, Acquisition and Grants Office.

[FR Doc. E8-30851 Filed 12-31-08; 8:45 am] BILLING CODE 3510-22-P

DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal Nos. 09-05]

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 09-05 with attached transmittal, and policy iustification.

BILLING CODE 5001-06-M



DEFENSE SECURITY COOPERATION AGENCY 201 12TH STREET SOUTH, STE 203 ARLINGTON, VA 22202-5408

DEC 092008

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.

09-05, concerning the Department of the Army's proposed Letter(s) of Offer and

Acceptance to Iraq for defense articles and services estimated to cost \$1.110

billion. After this letter is delivered to your office, we plan to issue a press

statement to notify the public of this proposed sale.

Sincerely. Vieringa Admiral, US Director

Enclosures:

- 1. Transmittal
- 2. Policy Justification
- 3. Regional Balance (Classified Document Provided Under Separate Cover)

Same ltr to:

<u>House</u> Committee on Foreign Affairs Committee on Armed Services Committee on Appropriations

<u>Senate</u> Committee on Foreign Relations Committee on Armed Services Committee on Appropriations

Transmittal No. 09-05

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

(i) **<u>Prospective Purchaser</u>**: Iraq

(ii)	Total Estimated Value:	
	Major Defense Equipment*	\$.682 billion
	Other	\$428 billion
	TOTAL	\$1.110 billion

- (iii) Description and Quantity or Quantities of Articles or Services under Consideration for Purchase: 400 M1126 STRYKER Infantry Carrier Vehicles (ICVs) or 400 M1117 Armored Security Vehicles (ASVs), 400 M2 HB 50 cal Browning Machine Guns, 8 Heavy Duty Recovery Trucks, spare and repair parts, support equipment, publications and technical data, personnel training and training equipment, contractor engineering and technical support services, and other related elements of logistics support.
- (iv) Military Department: Army (VCV)
- (v) Prior Related Cases, if any: none
- (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> <u>Services Proposed to be Sold</u>: none
- (viii) Date Report Delivered to Congress: DEC 0 9 2008
- * as defined in Section 47(6) of the Arms Export Control Act.

POLICY JUSTIFICATION

Iraq <u>–Light Armored Vehicles</u>

The Government of Iraq has requested a possible sale of 400 M1126 STRYKER Infantry Carrier Vehicles (ICVs) or 400 M1117 Armored Security Vehicles (ASVs), 400 M2 HB 50 cal Browning Machine Guns, 8 Heavy Duty Recovery Trucks, spare and repair parts, support equipment, publications and technical data, personnel training and training equipment, contractor engineering and technical support services, and other related elements of logistics support. The estimated cost is \$1.110 billion.

This proposed sale will contribute to the foreign policy and national security of the United States by helping to improve the security of a friendly country. This proposed sale directly supports the Iraq government and serves the interests of the Iraqi people and the U.S.

The proposed sale of the Stryker ICVs, along with the munitions and support vehicles, will be used to develop a viable police force which will ensure that Iraq Army can sustain themselves in their efforts to bring stability to Iraq and to prevent overflow of unrest into neighboring countries.

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

The principal contractor is General Dynamics Land Systems Defense Group in Sterling Heights, Michigan. There are no known offset agreements proposed in connection with this potential sale.

With the volume and wide range of items and equipment in this proposed sale, levels of U.S. Government and Contractor technical assistance will be required but cannot be fully defined at this time. The use of existing, deployed U.S. military personnel will be maximized.

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

Dated: December 22, 2008. Patricia L. Toppings, <i>OSD Federal Register Liaison Officer,</i> <i>Department of Defense.</i> [FR Doc. E8–31074 Filed 12–31–08; 8:45 am] BILLING CODE 5001–06–C	DEPARTMENT OF DEFENSE Office of the Secretary [Transmittal Nos. 09–06] 36(b)(1) Arms Sales Notification AGENCY: Department of Defense, Defense Security Cooperation Agency. ACTION: Notice.	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 09–06 with attached transmittal, and policy justification. Dated: December 22, 2008.
	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	Patricia L. Toppings, OSD Federal Register, Liaison Officer, Department of Defense. BILLING CODE 5001–06–M