

on at least seven fronts, including in Gaza, Lebanon, Syria and Iran. In addition, the US has provided at least \$21.7 billion to Israel since Hamas's attack, according to the Quincy Institute for Responsible Tradecraft. Following US-backed ceasefires in Gaza and elsewhere, Israel's defense budget is forecast to fall to about 5 percent of GDP this year, or \$35 billion, and remain at that level for the medium term, Rothenberg said. The huge spend on defense and the broader economic impact of

the war meant growth declined and the budget deficit widened to 6.8 percent of GDP in 2024. Rothenberg said the government's "working assumption" was that it would sell a 25 percent stake in IAI, "with an upper range of up to 49 percent, subject to government decisions". In a separate interview Pinchas, an Israeli brigadier general, put the initial sale at between 20 percent and 25 percent of the state-owned company, predicting it would happen "within a year or two".

It was too early to determine IAI's valuation, Rothenberg said, but cited the company's order book of almost \$30 billion in arms sales as an indicator of its size. IAI reported sales of \$6.1 billion in 2024, and net income of about \$493 million, a 55 percent increase on the previous year. Rafael has enjoyed a similar boost, with its sales in 2024 increasing by more than a quarter to \$4.8 billion and its net profit rising 64 percent to \$257 million compared with the previous year.

It developed Israel's vaunted Iron Dome system, which was designed to intercept short-range rockets fired from Gaza and elsewhere, with US funding and support, but Israel has never sold the system to a third country despite numerous requests. Israel's defense industry had record exports of \$14.8 billion in 2024, even as the country faced increasing international condemnation over the conduct of its war against Hamas in Gaza. Pinchas said income generated from the sale of a stake in IAI

would help both Israel's state finances and reinvestment into the firm itself. The finance ministry often finds itself in a struggle with the defense ministry over spending and budgets. But the latter could also be expected to make changes to help replenish the government's coffers, including moving some of its operations, such as major bases like the Kirya military headquarters, located in a prime area of central Tel Aviv, to areas where property prices

are cheaper. Rothenberg said "discussions are taking place regarding the relocation of certain Ministry of Defense activities to lower-cost areas, which could allow for the monetization of existing land assets". "Any such measures are intended to help offset the long-term fiscal and financial implications of increased defense expenditure," he said.

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Why Israeli counterterrorism tactics are showing up in Minnesota

By Connor Echols
Journalist

OPINION

A decades-long partnership has included resource sharing and a lot of joint training for ICE and CBP with their counterparts in Israel. In the past few weeks, thousands of federal law enforcement officials have descended on Minneapolis. Videos show immigration officers jumping out of unmarked vans, tackling and pepper-spraying protesters, and breaking windows in order to drag people from their cars.

Prominent figures in the Trump administration have defended this approach despite fierce local backlash. When federal agents killed a protester named Alex Pretti on Saturday, for example, Secretary of Homeland Security Kristi Noem quickly accused him of "domestic terrorism."

For observers of the conflict in Israel-Palestine, these scenes can seem eerily familiar. That similarity may not be a coincidence.

Over the past two decades, US immigration officials have maintained a close relationship with the Israeli government. This collaboration has included trips ferrying high-level US law enforcement officials around Israel, joint training for immigration officers, and technology transfers that have put sophisticated surveillance capabilities in the hands of Immigration and Customs Enforcement (ICE). The result has been an increasing mind meld between security agencies in Israel and the United States.

The primary focus of this collaboration is preventing acts of terrorism — a necessary, if fraught, objective. But, as the Trump administration has increasingly reframed its crackdown on undocumented immigration as a sort of new war on terrorism, it has applied these counter-terror tactics to an ever-growing number of people in the United States. This shift, which has drawn backlash despite broad public support for countering illegal immigration, is now giving Americans a taste of how the Israeli military operates in the West Bank, according to Josh Paul, who previously led the arms transfer office at the State Department.

"There are some striking parallels there," Paul said. "You have units of a security force that are imposed on the local authorities, imposed on the local police, that engage in check-

points, detentions, including of children [...] And it seems to operate broadly with impunity."

A two-decade relationship

When Bill Ayub returned from his trip to Israel, he was impressed — but a bit wary. Israeli surveillance software is "a little more invasive than you would see here in the US," the former Ventura County sheriff told Jewish Currents in 2022. And the use of force in arrests was "shocking," Ayub said. "It was like, 'Wow, you do that?' [...] We'd be in jail if we did something like that here."



Federal agents face protesters in south Minneapolis after Alex Pretti was fatally shot by immigration officers in the area on January 24, 2026. ● GETTY IMAGES

Ayub is one of hundreds of senior American law enforcement officers who, over the last two decades, have toured Israel and met Israeli law enforcement officials with the help of non-profit organizations like the Anti-Defamation League (ADL) and the Jewish Institute for National Security of America (JINSA). Public information about these trips, which focus on counter-terrorism, is limited. But an itinerary from a 2016 ADL delegation showed meetings scheduled with Israeli officials at a notorious prison and in Hebron, a segregated city in the West Bank. Publicly available information shows that ICE officials participated in eight ADL trips between 2013 and 2016. Joseph Harhay, the current assistant chief of Customs and Border Patrol (CBP), joined a JINSA junket back in 2018. These privately-funded trips are just one facet of the rela-

tionship. The Bush administration created ICE and CBP in 2003, when it restructured the federal government following the 9/11 attacks. The agencies, both of which are part of the Department of Homeland Security, became part of a government-wide effort to combat terrorism. "ICE has grown with the global war on terror," said Anthony Aguilar, a retired Army officer and activist. Congress quickly looked abroad for help, setting up a DHS office focused primarily on learning from Israeli officials, according to supporters of the legislation. "I think we can learn a lot from

ICE officers in particular have regularly participated in training alongside Israeli police, according to Aguilar, who said he personally witnessed some of these sessions at Israel's National Urban Training Center while serving in the Army. (The former senior DHS official confirmed that ICE officers often train in Israel; DHS did not respond to a request for comment.) Technology transfer has been another important point of collaboration. Part of this is due to the close ties between the military and surveillance tech industries in both countries. The Israeli military, for example, uses software from Ameri-

can companies like surveillance giant Palantir, which also works with ICE. ICE, for its part, has purchased sophisticated phone hacking technology from controversial Israeli companies like Cellebrite and Paragon. These tools have helped ICE build what critics call a surveillance "dragnet," gathering data on large portions of the American public, including citizens. It is unclear whether the US government has facilitated these transfers of surveillance technology. But we do know that American officials are interested in promoting this sort of collaboration. Since 2015, the Binational Industrial Research and Development (BIRD) Program has brought together DHS and Israel's Ministry of National Security to "develop advanced technologies for homeland security needs," according to DHS. In 2022, the Biden administration launched

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US immigration agencies ICE and CBP have long trained with Israeli security forces, adopting surveillance tools and counterterror tactics. This collaboration, originally aimed at preventing terrorism, has increasingly shaped domestic immigration enforcement, leading to aggressive operations in Minneapolis against protesters and undocumented immigrants.

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Observers note striking parallels between Israeli military practices in the West Bank and recent US federal actions. Critics warn that the use of these tactics, including detentions, forceful arrests, and advanced surveillance, on American soil raises ethical and legal concerns, even as administrations defend them as necessary for security.

another initiative aimed at promoting collaboration between DHS and Israel's National Cyber Directorate.

Other similarities may simply stem from the close relationship that US and Israeli officials have maintained over the years. DHS Secretary Kristi Noem, for example, met last year with Israeli Minister of National Security Itamar Ben Gvir, a controversial official who shares Noem's commitment to hard-nosed policing.

And some parallels have nothing to do with the US-Israel relationship per se. Israel's military, for example, has shown a lack of discipline and combat readiness during the war in Gaza, which some experts blame on poor training and a rapid expansion of active duty call-ups. ICE has faced similar discipline challenges amid its head-spinning growth under the Trump administration, which has boosted the agency's annual budget by roughly 200% and more than doubled its officer headcount in less than a year to more than 20,000 agents. (3,000 ICE and CBP officers have been sent to Minnesota alone.) "It's kind of every man for himself. They are obviously not operating under any standard operating procedures," said Aguilar, who observed protests in Minneapolis this week and worked as a military contractor in Gaza during the war. "This is exactly how the Israel Defense Forces operate in Gaza."

Of course, scenes in Minneapolis have sparked a reaction that the administration will be hard-pressed to ignore. Indeed, President Trump has already started to shift his approach in recent days, demoting a controversial CBP commander and sending his border czar, Tom Homan, to oversee operations with an eye toward de-escalation. Trump has even changed his tune about the killing of two US citizens by ICE, calling both incidents "terrible."

But, given the extent of US-Israel security collaboration and Trump's desire to move quickly on deportations, Minnesota may not be the last state to see these sorts of tactics — and technologies — deployed on its streets. "None of this surprises me," the former senior DHS official said, adding that they still hope internal pressure could encourage the administration to change course. "I'm kind of shocked that people are just now making these comparisons."

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