As a result of reviews performed under the standardization program items are being designated standard, limited standard, or nonstandard. items designated nonstandard are eliminated from the DOD supply system when existing stocks are disposed of by consumption, sale, or disposal.

The following examples demonstrate the results of reviews performed during fiscal year 1966:

	Number of items		
Item description	Reviewed	Designated nonstandard	
Fixed composition resistors  Electrical plug connectors Quartz crystal unit. Fixed film resistors  Cotter pins Eye bolts. Eye bolts. Estaining rings. Flat washers Engine starter Radiator cap Pneumatic tank valves Intake air cleaner. Butterfly valve.	1, 637 1, 031 11, 864 4, 714 1, 037 3, 545 199 3, 182 1, 052 168 74 875 69	1, 248 558 5, 961 3, 731 719 1, 780 102 1, 817 575 132 34 411 47	

## II. BUYING AT THE LOWEST SOUND PRICE

II.A. Shift from noncompetitive to competitive procurement
A summary of the savings realized in this area during fiscal year 1966 is as follows:

	Realized hard savings			Realized cost	Total	Fiscal year
	Budgeted savings	Fund savings	Total	avoidance savings	realized savings	1966 goal
Army	\$65 128 167 3	\$59 116 13	\$65 187 283 16		\$65 187 283 16	\$116 155 167 3
Total	363	188	551		551	441