

Mr. STOLAROW. I don't know.

Mr. COPENHAVER. You mentioned in your report that you planned to look into the operations of the Military Liquidation Service and their negotiating procedures. Does GAO have any plans to look into negotiations with regard to the residual value of installations which the French do not have any intention of acquiring in a usable form?

Mr. KIRBY. Yes. You mean once it is turned over to the State Department for negotiations?

Mr. COPENHAVER. When property is declared excess by the military, does the military assistance program get first crack at that property prior to AID?

Mr. STOLAROW. Yes.

Mr. COPENHAVER. Do you intend to examine into that phase of the program to see whether the property acquired through the Military Assistance program is such that they actually need or require it? Do you follow my way of thinking?

Mr. STOLAROW. Yes. That would be covered in our review; yes, sir.

Mr. COPENHAVER. With regard to your classified report, you mentioned that this is—this is an unclassified page that I am reading from. You indicate that with regard to material moved out of France that there was returned to the United States 7,000 tons for MAP. I am curious what type of property would be returned to the United States for the MAP program.

Mr. STOLAROW. I am not certain at this time. We do not have any details on this matter at this time. This is one of the things that we are looking into in our continuing review and that is what type of material was moved and who got it.

Mr. COPENHAVER. Finally Mr. Chairman, after property is screened by the Military in Europe, and has been declared excess, it is screened by NICP's in CONUS. I imagine that this goes to Battle Creek, Mich.?

Mr. STOLAROW. It would first go to the National Inventory Control Point which is responsible for the management of that particular item. It would first be determined if the Army had a need for it. If it was then determined to be excess to the Army's needs, the information would be forwarded to Battle Creek where it would then be circulated to other Government agencies—first, within the Department of Defense, and then through other Government agencies.

Mr. COPENHAVER. I understand.

Mr. STOLAROW. I might say that the inventory control points throughout the United States which have worldwide management responsibilities periodically do submit requirements to Battle Creek. These would not come from the overseas command directly to Battle Creek, but from the Inventory Control Point here in the United States. Then, Battle Creek would match this against available assets and try to effect transfer.

Mr. COPENHAVER. Perhaps a further study along these lines—

Mr. STOLAROW. We have a review currently underway. It has been underway for sometime, looking into the adequacies of the procedures being utilized in this matching process.

Mr. COPENHAVER. And that would be directed particularly to FRELOC, will it not, as well as others?

Mr. STOLAROW. No. This is an overall-type review.