

program in Turkey. One of his interests was to concern himself as to the extent to which excess property has been obtained as a substitution for new procurement, and also to ascertain the extent to which there was control over custody and use of this property. He is also engaged in the portion of our work pertaining to the review of the rehabilitation operations under the various AID contracts at Rota in Spain, Leghorn in Italy, and Antwerp in Belgium.

Our concern is with the total operation starting from the point of acquisition by AID's European office to the point of disposition of the rehabilitated equipment by sale to recipient countries, and we have concerned ourselves with the contracts let to the rehabilitation center contractors.

Mr. Moore returned just yesterday. He was in Turkey to follow through as to the actual use to which the property was put. I have not had a chance to talk to him yet.

Mr. Gilroy has been associated with the FRELOC operation from last September to the current date.

We have a split functional responsibility here. Mr. Gilroy has been involved in the work resulting in the report to the Foreign Affairs Committee on NATO infrastructure, and he is also largely responsible for the report we submitted to the Comptroller General on March 31, 1967.¹

From that point to the current date we have done several things both here and in Europe and in Washington to better define the areas in which we will do work.

Mr. MONAGAN. Is this a portion of the activities you are involved in here or is this all you are involved in here?

Mr. DiGIORGIO. No, this is a very small part of our total operation. To give you a picture of our total operation in Europe, geographically we run from the Azores south to north Africa, north to Iceland, and east to Pakistan. In terms of functions and responsibilities we have two primary areas in which we conduct our work, one either by direction from Washington and the operating group associated with defense activities, or the International Division or the Civil Division. For example, FAA is one we have taken on for the Civil Division; and for Defense our work can include work in supply and even through the readiness of the troops in Europe as they are affected by the supplies. The International Division is concerned with Public Law 480 and AID operations and the military assistance program. For brevity of definition, our operations consist usually of a program, the administration of that program, and the effectiveness and utilization of the equipment obtained from the program. I think that would be the briefest definition I could give of the total extent of our responsibilities.

We have been asked to do work for the State Department group of our International Division, various reviews, and some balance-of-payments problems that have been worrying the office for some time and for which we have difficulty in finding a solution.

If you like at this point I can call on either the men that are principally engaged in the AID operations or on Mr. Gilroy, who has been engaged in work in connection with FRELOC.

¹ A later revision of this report is dated May 1967.