

- A. List of Recipients Contracted.
- B. Missing Shipping Documents.
- C. Recipients That Have Not Submitted the 6 Months' Status Report.
- D. Excess Property Not Utilized.
- E. List of Recipients That Did Not Submit Proposed Allocation Report.
- F. Property Not Accounted For.

I. AUTHORITY

At the request of the Office of Commodity Imports, USAID/Ankara, an audit was made of the U.S. excess property program in Turkey, administered by the Office for International Economic Cooperation (O.I.E.C.), Excess Property Branch, on behalf of the Government of Turkey (G.O.T.). This audit was made pursuant to the standard audit provisions in the three Excess Property Transfer Agreements between the Government of Turkey and the Government of the United States.

II. SCOPE OF AUDIT

This audit, covering the period from October 16, 1959 to September 30, 1965, was conducted from September 16, 1965 to February 28, 1966. Although the three prior audits that had been made of this program covered the period from

This program permits acquisition of excess property from GSA, DOD and other foreign sources on an "as-is-where-is" basis directly from the property itself. There is no charge as to the value of the property itself.

Magnitude of the Excess Property Program

Through September 30, 1965 the USAID had transferred excess property to more than 332 recipients. The original acquisition cost of this property was approximately \$35 million as follows:

Origin	Direct	Section 608	Total
Turkey.....	\$9,314,235.62	-----	\$9,314,235.62
Europe.....	14,180,852.32	\$3,119,853.00	17,300,705.32
Japan.....	-----	261,329.00	261,329.00
United States.....	7,500,000.00	562,243.00	8,062,243.00
Total.....	30,995,087.94	3,943,425.00	34,938,512.94

IV. SUMMARY OF FINDINGS

The areas of weakness disclosed by the audit are summarized below and are set forth in detail in Part VI of this report.

USAID excess property shipping records are incomplete (Finding A, Page 5). Two tug-boats and one crane barge were transferred to the Turkish Navy without prior approval of USAID (Finding B, Page 5). None of the recipients have submitted the six months status report (Finding C, Page 6). Some property has not been accounted for (Finding D, Page 6). Most recipients