

## APPENDIXES

|                                                                                                                                             |            |
|---------------------------------------------------------------------------------------------------------------------------------------------|------------|
| 1. Year end fiscal year 1967 Department of Defense cost reduction program status report.....                                                | Page<br>35 |
| 2. Updated progress report of the Defense Supply Agency of the Department of Defense.....                                                   | 71         |
| History, Mission, and Organization.....                                                                                                     | 71         |
| Pre-DSA organization.....                                                                                                                   | 71         |
| Mission.....                                                                                                                                | 73         |
| DSA organization.....                                                                                                                       | 73         |
| Major field activities and commanders.....                                                                                                  | 77         |
| DSA objectives.....                                                                                                                         | 79         |
| Growth of DSA.....                                                                                                                          | 79         |
| Supply support.....                                                                                                                         | 80         |
| Inventory control points.....                                                                                                               | 80         |
| Distribution system.....                                                                                                                    | 80         |
| Procurement and production.....                                                                                                             | 82         |
| Small business.....                                                                                                                         | 82         |
| Labor surplus area awards.....                                                                                                              | 82         |
| Competitive awards.....                                                                                                                     | 82         |
| Formal advertising.....                                                                                                                     | 82         |
| Supply effectiveness.....                                                                                                                   | 84         |
| Technical and Logistics Services and Programs.....                                                                                          | 85         |
| Item entry control.....                                                                                                                     | 85         |
| Standardization and cataloging.....                                                                                                         | 85         |
| Materiel utilization.....                                                                                                                   | 87         |
| Weapon systems materiel utilization program.....                                                                                            | 88         |
| Industrial plant equipment (IPE).....                                                                                                       | 88         |
| Subsidiary programs.....                                                                                                                    | 89         |
| Materiel disposal.....                                                                                                                      | 89         |
| Warehousing gross performance measurement system.....                                                                                       | 91         |
| Value engineering.....                                                                                                                      | 91         |
| Defense documentation.....                                                                                                                  | 91         |
| DOD/GSA relationship—Civil agency support.....                                                                                              | 92         |
| Civil defense logistics.....                                                                                                                | 93         |
| Contract Administration Services (CAS).....                                                                                                 | 94         |
| CAS workload.....                                                                                                                           | 97         |
| Quality assurance.....                                                                                                                      | 98         |
| Plant safety.....                                                                                                                           | 98         |
| Delinquent contracts.....                                                                                                                   | 98         |
| Defense materials and priorities assistance.....                                                                                            | 98         |
| Industrial security.....                                                                                                                    | 98         |
| Small business.....                                                                                                                         | 99         |
| Management of property.....                                                                                                                 | 99         |
| DSA achievements in reducing costs of operations.....                                                                                       | 100        |
| Summary.....                                                                                                                                | 101        |
| 3. U.S. General Accounting Office of selected reports issued to the Congress during the period Mar. 8, 1967 through Oct. 12, 1967.....      | 102        |
| 4. Digests of selected U.S. General Accounting Office reports listed in appendix 3.....                                                     | 104        |
| 5. Budget Bureau Circular No. A-76 (revised). Policies for acquiring commercial or industrial products and services for Government use..... | 133        |
| Purpose.....                                                                                                                                | 133        |
| Policy.....                                                                                                                                 | 134        |
| Definitions.....                                                                                                                            | 134        |
| Scope.....                                                                                                                                  | 134        |
| Circumstances under which the Government may provide a commercial or industrial product or service for its own use.....                     | 135        |
| Cost comparisons.....                                                                                                                       | 136        |
| Administering the policy.....                                                                                                               | 138        |
| Implementation.....                                                                                                                         | 140        |
| Effective date.....                                                                                                                         | 140        |
| Summary of changes in revised circular.....                                                                                                 | 140        |