

VII

Morris, Hon. Thomas D., Assistant Secretary of Defense—Continued

Statement—Continued	Page
Contractors required to report on property.....	200
Developing a special corps.....	201
Index of courses listed by schools—DOD 5010.9C.....	202
DCAS has a staff of 23,000.....	207
1.8 million items under integrated management.....	208
Common schools for procurement.....	208
Audit groups separate from procurement and service contract groups.....	208
DCAA a single agency.....	208
DCAA has staff of 3,900.....	209
Rotation of military staff.....	209
No military people in DCAA.....	209
Military people in service and procurement areas.....	210
Price redetermination.....	210
Team approach to negotiation.....	211
Need for competent employees.....	211
Four-day procurement conference.....	212
Conflict-of-interest laws.....	212
Defense mobilization order 8555.1.....	212
Progress statements requested of DOD.....	217
Adequacy of management improvement programs in DOD.....	218
Physical inventories at Army depots.....	219
Discrepancies in inventories.....	219
Need for Navy dairy.....	220
DOD program of exchange-sale impact on utilization and donation programs.....	221
Expect savings of \$10 million to \$20 million a year.....	221
Effect of contractor-held equipment on tax base.....	221
Implementing Circular A-76.....	222
Cost of U.S. publicity.....	222
Commissaries.....	222
Taxes as an element of cost.....	223
Relation of \$15 billion contractor-held inventory on tax base.....	223
States may tax use or possession of Government property by contractors.....	223
Rental rates for equipment.....	224
Inventory as a control.....	224
DOD dedicated to item control of expensive equipment.....	224
DSA to maintain inventory control of equipment.....	225
DSA centrally manages high-value items.....	225
Review all contractor-held property once a year.....	225
GAO report seems to differ from testimony.....	226
GAO addressed itself to 400,000 tools valued at \$4.3 billion.....	226
Secretary Morris considers gap to be in knowledge of use and not of the equipment.....	226
Inventory control seems lacking.....	226
DOD plugging utilization gap.....	227
Buy American Act policy.....	227
DOD uses a 50-percent differential.....	227
DOD endeavoring to help balance-of-payments problem.....	228
Berry amendment.....	228
Cost of DOD policy.....	228
Status of IPE inventory.....	229
DSA reconciliation to be completed December 1968.....	230
Services to complete reconciliation in 1969.....	230
DOD's position on 14 recommendations in GAO report.....	230
Department of Defense comments.....	231
Identical bidding.....	235
ASPR Regulation 1-111.2.....	237
ASPR Regulation 1-115.....	237

NOVEMBER 29, 1967

Dominick, Hon. Peter H., a U.S. Senator from the State of Colorado:	
Statement.....	239
Minshall, Hon. William E., a Representative in Congress from the 23d Congressional District of the State of Ohio:	
Statement.....	244
Need for postaudit legislation.....	246