

Representative CURTIS. No; you said, "the total value of such property is unknown but available DOD data shows it amounts to about \$11 billion."

Mr. BAILEY. With respect to these types of facilities that are reported to DIPEC, we do have a figure of \$6.2 billion. This is part of the \$11 billion, one of the major property classes that are involved here.

ADEQUACY OF CONTROLS

Representative CURTIS. I hope you can see the purport of my question. I am trying to test out just how good an inventory they have to see whether or not it is a satisfactory one to exercise the kind of control that I think any business or certainly a Government with this amount would exercise over this item, and very clearly the specific cases you have brought to our attention indicates that there is something lacking.

In fact, I suspect there really isn't any inventory such as I have been seeking to inquire about, which is available for controlling this kind of equipment. The fact that you say that the total value of such property is unknown leads me to that conclusion. I think one of the first things that has to be done here is to get such an inventory.

Mr. STAATS. Mr. Curtis, I believe that what we are saying is two things. One is that there is no overall figure which includes all types of equipment. The \$11 billion figure refers only to two types.

We refer to some other types of equipment which we do not have an adequate inventory on, so that we are accurate earlier where we say there is no total.

Representative CURTIS. In other words, you think there are some components that do have adequate inventory so that it can be used as a control, some of the components that go to make up the total; is that what you are saying?

Mr. BAILEY. Mr. Curtis, in the facilities area, which includes real property, buildings, plant equipment and so on, the DOD record shows that the facilities that are in the hands of contractors amounts to about \$6.2 billion. This does not include special tooling, special test equipment or military property that may be loaned to contractors.

Representative CURTIS. Well, now, what about that other item, then? Is that the item on which you have no inventory?

Mr. BAILEY. No; the material inventory.

Representative CURTIS. What?

Mr. BAILEY. The material—Government-furnished material—in the hands of contractors amounts to about \$4.7 billion. Those two items comprise the \$11 billion, but we don't have a DOD inventory record on such things as special tooling, special testing equipment, and military property in the hands of contractors.

Representative CURTIS. That would be in addition to the \$11 billion.

Mr. BAILEY. Yes, sir.

Representative CURTIS. My time is up.

Chairman PROXMIRE. Mrs. Griffiths?

SPECIFIC USE OF DIPEC RECORDS

Representative GRIFFITHS. Thank you. I would like to ask you, Could DIPEC, is its account good enough that it could locate the 8-ton