

press that the contractor is using for his own commercial equipment and find that it is being used properly and, therefore, set it some place else?

CONTRACTOR REPORTS ON USE

Mr. HAMMOND. The press is on the DIPEC inventory, but as far as DIPEC is concerned, they would rely upon reports from the contractor's plant as to the use that is being made of it.

Representative GRIFFITHS. And the contractor shows that it is being used really for his own equipment?

Mr. HAMMOND. Yes.

Representative GRIFFITHS. Does DIPEC show that?

Mr. HAMMOND. Yes.

Representative GRIFFITHS. So, you can go out and read from DIPEC—

Mr. HAMMOND. The local contract property administrative officers know it is being used for commercial work and rent is being collected.

Representative GRIFFITHS. And it is on the DIPEC register?

Mr. HAMMOND. Yes.

RELOCATION OF EQUIPMENT

Representative GRIFFITHS. So that the next time you need an 8-ton press you can find that one; is that right?

Mr. HAMMOND. It would not be reported to DIPEC. This particular one is not reported to DIPEC as available for relocation. It is reported as being used by the contractor.

Representative GRIFFITHS. Well, why isn't it available for relocation? He is using it on his own production, and you are not getting any pay for it. Why isn't it available for relocation?

Mr. HAMMOND. We believe that it should be reported, but it is not at the present time.

Representative CURTIS. Why isn't it?

Mr. HAMMOND. Because it is being used commercially.

Representative CURTIS. What do you need to do to make it reportable?

Mr. HAMMOND. We have recommended that Defense consider doing this, so that they will know how much equipment is being used on Defense work, and be in a position to relocate it.

CONTRACTOR INVENTORY ACQUIRED SINCE 1952

Representative GRIFFITHS. How many years did it take to acquire this inventory, Government-owned inventory, in the hands of contractors, and what in your estimate is the total amount of such inventory, facilities, equipment, anything?

Mr. HAMMOND. Facilities generally were acquired since 1952, I believe. Most of it has been acquired since that date, some earlier.

Representative GRIFFITHS. So that a period of 15 years, in a period of 15 years all of this was acquired?

Mr. HAMMOND. Most of it.

Representative GRIFFITHS. And we are talking about \$11 billion or \$20 or what?