

time did not permit us to cover on November 27. We will be in recess until that date.

(The following was subsequently supplied :)

We do not see a need to propose additional legislation at this time. Our reasoning is that the Budget and Accounting Procedures Act of 1950, as amended, and the Federal Property and Administrative Services Act of 1949, as amended, provide specific statutory direction to agencies to develop adequate procedures and systems for the physical and financial control of Government property, regardless of where located. However, during the course of the current GAO and DOD cooperative study to tighten up existing controls over Government-owned property in contractor plants, additional legislative authority or direction might be found desirable. If that proves to be the case we will assist whenever needed in proposing such legislation for congressional consideration.

Chairman PROXMIRE. Thank you very much for an excellent job. You and your associates were very responsive and helpful.

Mr. HUGHES. Thank you, Mr. Chairman.

(Whereupon, at 12:50 p.m. the subcommittee was recessed, to reconvene at 10 a.m., Friday, December 8, 1967.)