

PARAGRAPH 7—ADMINISTERING THE POLICY

7.b.(3). In the past there has been some misunderstanding about the cost differential in favor of private enterprise due to uncertainties relating to Government production costs, equipment obsolescence, and other factors, including the amount of capital investment involved. A sentence has been added to clarify the fact that the 10-percent cost differential in favor of private enterprise, mentioned in this subparagraph, is not intended to be a fixed figure. The differential may be more or less than 10 percent, depending upon the circumstances in each individual case.

PARAGRAPH 8—IMPLEMENTATION

A sentence has been added requiring agencies to furnish the Bureau of the Budget with a copy of their implementing instructions.