

PROGRAM.—U.S. COAST GUARD SUPPLY FUND

A. The statutory authority for the Coast Guard supply fund is 14 United States Code 650.

B. The Coast Guard supply fund will experience sales of about \$25 million in 1968 to other Coast Guard appropriation accounts and military members with a small amount of sales to other agencies. Operating on a capital authorization of approximately \$9.2 million, these sales (and replenishment costs) represent an inventory turnover of almost three times each year. The costs in 1968 will be distributed 16 percent for uniform clothing, 53 percent for commissary provisions, and 31 percent for general stores and technical materials.

The supply fund permits stocking of materials to meet operational demands and providing of uniform issues of clothing along with the economies normally associated with revolving fund operations.

C. Capt. H. J. McCormack, Comptroller (Acting), U.S. Coast Guard, has direct operating responsibility over the supply fund.