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assistants and consultants; (3) with the prior consent of the heads of the departments or agencies concerned, and the Committee on Rules and Administration, to utilize the reimbursable services, information, facilities, and personnel of any of the departments or agencies of the Government; and (4) to establish and defray the expense of such advisory committees as it deems advisable.

SEC. 3. The committee shall report its findings, together with such recommendations as it deems advisable, to the Senate at the earliest practicable date, but not later than January 31, 1971.

SEC. 4. Expenses of the committee under this resolution, which shall not exceed \$75,000, shall be paid from the contingent fund of the Senate upon vouchers approved by the chairman of the committee.

#### ADDITIONAL COSPONSOR OF A RESOLUTION

SENATE RESOLUTION 357

Mr. MONDALE. Mr. President, I ask unanimous consent that, at the next printing, the name of the Senator from New Jersey (Mr. WILLIAMS) be added as a cosponsor of Senate Resolution 357, expressing the sense of the Senate on inflation.

The PRESIDING OFFICER (Mr. HOLLINGS). Without objection, it is so ordered.

#### NOTICE OF HEARING ON EXTENSION OF DEFENSE PRODUCTION ACT

Mr. MONDALE. Mr. President, the Production and Stabilization Subcommittee of the Senate Banking and Currency Committee will hold hearings on March 31, April 1 and 2, 1970. These hearings will be on S. 3302, the legislation to extend the Defense Production Act, which would otherwise expire on June 30, 1970. That bill would also require that uniform cost accounting standards be implemented in regard to defense procurement contracts.

In January 1970 the GAO filed an extremely comprehensive report in regard to the question of uniform cost accounting standards. Recently, as a followup to this report, the GAO submitted to me two alternative proposals which would implement the recommendations contained in the GAO report. In the hearings we will consider the GAO proposals as well as the other measure I have mentioned.

Those wishing to testify on these measures should contact Mr. Hugh H. Smith of the committee staff—202-225-7391—to make the necessary arrangements. We have received many requests to be heard on this subject, and I anticipate there will be many more such requests. Under these circumstances, I hope that as many as can will choose a common spokesman. In this way, I hope we can cut down on the volume of testimony while insuring that all viewpoints are heard. In addition, it will be necessary that all statements to be presented to the committee be delivered to the committee offices at least 24 hours before the scheduled appearance. The subcommittee will be unable to receive testimony from anyone who is not able to comply with this requirement.

Mr. President, I ask unanimous consent that the two alternative proposals submitted by the GAO be printed in the RECORD at this point.

There being no objection the proposals were ordered to be printed in the RECORD, as follows:

#### PROPOSALS ALTERNATIVE 1

"(a) The Comptroller General, as an agent of the Congress, shall promulgate cost-accounting standards designed to achieve uniformity and consistency in the cost-accounting practices followed by contractors and subcontractors under Federal contracts. Such promulgated standards shall be used by all Federal agencies and by contractors and subcontractors in estimating, accumulating, and reporting costs in connection with the pricing, administration, and settlement of negotiated contracts with the United States Government.

"(b) The Comptroller General is authorized to make, promulgate, amend, and rescind rules and regulations for the implementation of cost-accounting standards promulgated under subsection (a). Such regulations may require contractors and subcontractors as a condition of contracting to disclose in writing their cost-accounting practices including methods of distinguishing direct costs, and to agree to a contract price adjustment, with interest, for any increased costs incurred by the United States because of the contractor's failure to comply with duly promulgated cost-accounting standards or to follow consistently his disclosed cost-accounting practices in pricing contract proposals and in accumulating and reporting contract performance cost data.

"(c) The rules, regulations, cost-accounting standards, and modifications thereof promulgated hereunder shall have the full force and effect of law and shall become effective not less than 30 days after publication in the Federal Register.

"(d) For the purpose of determining whether the contractor or subcontractor has complied with duly promulgated cost-accounting standards and has followed consistently his disclosed cost-accounting practices, the contracting agency concerned and the Comptroller General or any representative of either shall have the right to examine and make copies of any documents, papers or records of such contractor or subcontractor.

"(e) (1) There shall be established in the Office of the Comptroller General a Cost-Accounting Standards Advisory Board of no more than five members to be appointed by the Comptroller General. The Board shall be comprised of members both from the Federal Government (with the consent of the head of the agency concerned) and from outside the Federal Government. One member shall be selected by the Board as its chairman. The Board shall advise and assist the Comptroller General in the preparation of cost-accounting standards and of regulations implementing such standards. The Board shall also review promulgated standards and regulations and, as it deems appropriate, make recommendations to the Comptroller General with respect to such existing standards or regulations.

"(2) The Comptroller General may appoint personnel from the Federal Government (with the consent of the head of the agency concerned) or from outside the Federal Government to serve on advisory committees and task forces to assist the Comptroller General and the Board in carrying out their functions and responsibilities under this section.

Members of the Board and other appointees under this subsection who are officers or employees of the Federal Government shall receive no compensation for their services as such but shall continue to receive the compensation of their regular positions. The appointment of Board members and others under this subsection from outside the Federal Government may be without regard to Chapter 51, Subchapters III and VI

of Chapter 53, and Chapter 75 of Title 5, United States Code, and those provisions of such title relating to appointments in the competitive service. Appointees under this subsection from outside the Federal Government shall receive compensation at rates fixed by the Comptroller General not to exceed the rate prescribed for level V in the Federal Executive Salary Schedule if serving full-time and not to exceed 1/260 of such rate for each day of actual duty (inclusive of travel time) if serving on a part-time or intermittent basis. While serving on an intermittent basis away from their home or regular place of business, appointees under this section shall be allowed travel expenses in accordance with 5 U.S.C. 5703.

(4) The Comptroller General, after consultation with the Chairman of the Board, shall have the power to appoint, fix the compensation of, and remove an Executive Secretary, without regard to Chapter 51, Subchapters III and VI of Chapter 53, and Chapter 75 of Title 5, United States Code, and those provisions of such title relating to appointment in the competitive service. The Executive Secretary of the Board may be paid compensation at a rate not to exceed the rate prescribed for Grade 18 of the General Schedule (5 U.S.C. 5332).

"(f) All departments and agencies of the Government are authorized to cooperate with the Comptroller General and the Board and to furnish information, appropriate personnel with or without reimbursement, and such other assistance as may be requested by the Comptroller General.

"(g) There are authorized to be appropriated such sums as may be necessary to carry out the provisions of this section."

#### ALTERNATIVE 2

"(a) There is hereby established a Cost-Accounting Standards Board of not more than five members to be appointed by the President. A majority of the Board shall be appointed from the executive branch of the Government and the remainder from private life. The President shall designate one member as Chairman. Board members appointed from private life shall receive compensation at the rate of 1/260 of the rate prescribed for level IV in the Federal Executive Salary Schedule for each day of actual duty (inclusive of travel time).

"(b) The Board shall have the power to appoint, fix the compensation of, and remove an Executive Secretary and two additional staff members without regard to Chapter 51, Subchapter III and VI of Chapter 53, and Chapter 75 of Title 5, United States Code, and those provisions of such title relating to appointment in the competitive service. The Executive Secretary and the two additional staff members may be paid compensation at rates not to exceed the rates prescribed for levels IV and V of the Federal Executive Salary Schedule, respectively.

"(c) The Board is authorized to appoint and fix the compensation of such other personnel as the Board deems necessary to carry out its functions.

"(d) The Board may utilize personnel from the Federal Government (with the consent of the head of the agency concerned) or appoint personnel from private life without regard to Chapter 51, Subchapters III and VI of Chapter 53, and Chapter 75 of Title 5, United States Code, and those provisions of such title relating to appointment in the competitive service, to serve on advisory committees and task forces to assist the Board in carrying out its functions and responsibilities under this section.

"(e) Members of the Board and officers or employees of other agencies of the Federal Government utilized under this section shall receive no compensation for their services as such but shall continue to receive the compensation of their regular positions. Appointees under subsection (d) from private

life shall receive compensation at rates fixed by the Board, not to exceed 1/260 of the rate prescribed for level V in the Federal Executive Salary Schedule for each day of actual duty (inclusive of travel time). While serving away from their homes or regular place of business, Board members and other appointees serving on an intermittent basis under this section shall be allowed travel expenses in accordance with 5 U.S.C. 5703.

"(f) All departments and agencies of the Government are authorized to cooperate with the Board and to furnish information, appropriate personnel with or without reimbursement, and such financial and other assistance as may be agreed to between the Board and the agency concerned.

"(g) The Board shall promulgate cost-accounting standards designed to achieve uniformity and consistency in the cost-accounting practices followed by contractors and subcontractors under Federal Contracts. Such promulgated standards shall be used by all Federal agencies and by contractors and subcontractors in estimating, accumulating, and reporting costs in connection with the pricing, administration and settlement of negotiated contracts with the United States.

"(h) The Board is authorized to make, promulgate, amend, and rescind rules and regulations for the implementation of cost-accounting standards promulgated under subsection (g). Such regulations may require contractors and subcontractors as a condition of contracting to disclose in writing their cost-accounting practices including methods of distinguishing direct costs from indirect cost, and to agree to a contract price adjustment, with interest, for any increased costs incurred by the United States because of the contractor's failure to comply with duly promulgated cost-accounting standards or to follow consistently his disclosed cost-accounting practices in pricing contract proposals and in accumulating and reporting contract performance cost data.

"(i) The rules, regulations, cost-accounting standards, and modifications thereof promulgated hereunder shall have the full force and effect of law and shall become effective not less than 30 days after publication in the Federal Register. The functions exercised under this section shall be excluded from the operation of the Administrative Procedure Act.

"(j) For the purpose of determining whether the contractor or subcontractor has complied with duly promulgated cost-accounting standards and has followed consistently his disclosed cost-accounting practices, any authorized representative of the head of the agency concerned or of the Board and of the Comptroller General of the United States shall have the right to examine and make copies of any documents, papers or records of such contractor or subcontractor.

"(k) There are authorized to be appropriated such sums as may be necessary to carry out the provisions of this section."

#### NOTICE OF FURTHER HEARINGS ON THE IMPACT OF FRANCHISING ON SMALL BUSINESS

Mr. WILLIAMS of New Jersey. Mr. President, I would like to announce that my Small Business Subcommittee on Urban and Rural Economic Development will hold additional hearings on "The Impact of Franchising on Small Business," on Monday, March 30, in New York City.

The hearings will begin at 9 a.m. in the ceremonial courtroom, 1 Federal Plaza, New York City, and they are open to the public.

#### NOMINATIONS

Mr. MANSFIELD. In executive session, I move that the Senate proceed to the consideration of nominations on the Executive Calendar under new reports.

There being no objection, the Senate proceeded to the consideration of executive business.

The PRESIDING OFFICER. The nominations on the Executive Calendar will be stated, beginning with the Department of Transportation.

#### DEPARTMENT OF TRANSPORTATION

The bill clerk read the nomination of Charles D. Baker, of Massachusetts, to be an Assistant Secretary of Transportation.

The PRESIDING OFFICER. Without objection, the nomination is considered and confirmed.

Mr. MANSFIELD. Mr. President, I move that the Senate now proceed to consider the nominations placed on the Secretary's desk.

The PRESIDING OFFICER. Without objection, the clerk will state the nominations placed on the Secretary's desk.

#### NOMINATIONS PLACED ON THE SECRETARY'S DESK—IN THE COAST GUARD

The bill clerk proceeded to read sundry nominations in the Coast Guard which had been placed on the Secretary's desk.

The PRESIDING OFFICER. Without objection, the nominations are considered and confirmed en bloc.

Mr. MANSFIELD. Mr. President, I move that the Senate now proceed to consideration of the nomination of Director of Selective Service.

The PRESIDING OFFICER. The clerk will state the nomination.

#### DIRECTOR OF SELECTIVE SERVICE

The BILL CLERK. Curtis W. Tarr, of Virginia, to be Director of Selective Service.

Mr. STENNIS. Mr. President, this position is a highly important one. There has been a little delay in the filling of the position of a new Director. But, we had the nominee before the Armed Services Committee on yesterday. The Armed Services Committee is the parent committee on this matter, and after a very satisfactory hearing, at which all Senators had an opportunity to ask questions, and did, there was a unanimous vote in the recommendation that Mr. Tarr be confirmed for this position.

I am very glad to be able to report that to the Senate.

The Armed Services Committee has added responsibility this year that hearings will have to be held with reference to the eventual renewal of the Selective Service Act. I want to assure the Senate that the Armed Services Committee will keep a surveillance over the operations of the Selective Service Act and take ac-

tion from time to time, should such action arise, and, if it sees fit, to make reports to the Senate.

The Armed Services Committee, being the parent committee on this matter, is the one having the chief responsibility for the Selective Service Act, its amendments, its operation, and its renewal. I want to make this special statement to that effect, that we will follow up.

Mr. THURMOND. Mr. President, I want to say, speaking for the minority side, we feel that Mr. Tarr is a very fine gentleman and especially well qualified to be Director of Selective Service.

I join unánimously in the remarks just made by the distinguished Senator from Mississippi.

The PRESIDING OFFICER (Mr. ALLEN). The question is, Will the Senate advise and consent to the nomination of Curtis W. Tarr of Virginia to be Director of Selective Service?

The nomination was confirmed.

Mr. MANSFIELD. Mr. President, I ask unanimous consent that the President be immediately notified of the confirmation of these nominations.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### ORDER OF BUSINESS

The PRESIDING OFFICER. Is there further morning business as in legislative session?

Mr. MANSFIELD. Mr. President, I ask unanimous consent that I may proceed for 7 minutes.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### ORDER FOR ADJOURNMENT TO MONDAY, MARCH 23, 1970, AT 11 A.M.

Mr. MANSFIELD. Mr. President, I ask unanimous consent that when the Senate completes its business today, it stand in adjournment, as in legislative session, until 11 a.m. on Monday next.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### SECTION 203—DEFENSE AUTHORIZATION FOR FISCAL 1970

Mr. MANSFIELD. Mr. President, the defense authorization for fiscal year 1970—Public Law 91-121—has been the law for 4 months:

Section 203 provides that:

None of the funds authorized to be appropriated by this Act may be used to carry out any research project or study unless such project or study has a direct or apparent relationship to a specific military function or operation.

This section was not sought by the Department of Defense but was adjudged necessary by the Congress; the purpose of the amendment was clear. Over the past 25 years there has developed within the scientific and research community a dependence on the Defense Department of unusual dimensions. With section 203 Congress has expressed the view that such a dependence is not in the long-term