

is the responsibility of Mr. Horowitz, the Coordinator of Organization Planning , for the Secretary. It's a continuing standing project on which a lot of work has been done with some incremental results taking place, such as single-service training. Of course, the DIA is one of the most dramatic things that has come about since Project 81 was established about two years ago.

The major effort that our office has been involved in in the past year-and-a-half has been Project 60 which is within the framework of Project 81, the contract administration services. If anything of a major nature occurs toward further integration of common support activities in the logistics field within the next year, I think it will be in Project 60's area.

As most of you know, we have a pilot test now in the design stage which will become operational about the first of April, in the Philadelphia Region - a five-state region - where some 2,000 field contract administrators, inspectors, all the control people, expeditors and others, will be organizationally integrated under a single director - General Stanwyck, say, of the Army - and that group will operate as an integrated organization for a period of months. Depending upon the success of that integration and the benefits, or lack of benefits, which will be found, it may be decided to extend integration to many other regions; some 13 have been discussed. We're not pre-judging the results, however.

I think that that's the single most important thing at this time which has a relationship to Project 81. I believe, however, that you'll see over the