THE SECRETARY OF DEFENSE WASHINGTON, D. C. 20301

8 MAR 1976

NEMORANDOM FOR THE PRESIDENT

SUBJECT: Reports of Violations

In accordance with the provisions of Section 3679(1)(2), Bevised Statutes, there are submitted herewith three reports of violations of the Asti-Deficiency Act (Section 3679, Bevised Statutes), and of Department of Defense Directive 7200.1, "Administrative Control of Appropriations within the Department of Defense."

In reviewing the attached reports of violations, no evidence was found that the violations were villful. They were caused by mis-understanding or misinterpreting prescribed procedures and controls. The actions taken should be adequate to correct these situations and to prevent recurrence of further violations. Adequate disciplinary action was taken in all cases where considered appropriate.

The system of administrative control of funds prescribed by Department of Defense Directive 7200.1 is considered adequate and no change is contemplated.

The Department of the Army is currently investigating additional violations of the Anti-Deficiency Act. The amounts of the over-obligations appear to be substantial. Because of the complexities of these cases, the Department of the Army has not yet been able to complete its investigation. We will forward reports on those violations as soon as possible.

To comply with the provisions of Section 3679(1)(2), Revised Statutes, copies of these reports are also being submitted to the Fresident of the Senate and to the Speaker of the House of Representatives.

SIGNED DONALD RUMSFELD

Reclosures 3

cc:

Coordinated with:

Rumsfeld Arcy Secret	ary of	the	Army	GenCoun ASD(LA) Signed — John M. Maury SpecAsst to SecDef
Secret	ary of	the	Navy	ASD(LA) Signed — John M. Waury
Secret	ary of	the	Air Force	SpecAsst to SecDef

Prepared: FFox/pjd/2/7/76 OASD(C)/MS/Accounting Policy 3A914/76149