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C/A Structure

OLC #78-3477/2

The Director of Central Intelligence

Washington, D.C. 20505

Resource Management Staff

DCI/IC 78-1199
18 October 1978

MEMORANDUM FOR: Mr. Frederick P. Hitz
Legislative Counsel

25X1 FROM: [redacted]
Acting Director, Policy Guidance Office

SUBJECT: Input to the DCI's Annual Report [redacted] 25X1

25X1 1. [redacted] Preparation of the DCI's Annual Report for calendar year 1978, due to the President and the Congress by 25 January 1979, is now under way. The DCI has approved a concept for this year's Annual Report which is more selective than last year's, both because this seems more appropriate to a 1978 characterized by attention to key intelligence issues rather than the comprehensive report approach used for 1977 as a year of extensive community restructuring, and also to limit length for a busy reader to a manageable 30-40 pages (last year's ran 80 plus). The DCI has also approved an outline for this year's report (Attachment 1). Part I is designed to allow the DCI to highlight the particular characteristics and emphases of 1978 in intelligence; Part II is intended to air several issues of great importance to him, his key Executive users, and the Congress. The Annual Report will carry a high classification and receive extremely limited distribution.

25X1 2. [redacted] You are, of course, well aware of the six topics of special interest to the HPSCI in connection with this year's Annual Report cited in Chairman Boland's 15 September 1978 letter to the DCI on the Annual Report generally. Your office is working separately on #4, agreements on cooperation between US intelligence organizations and foreign governments. To recapitulate how the others are being staffed out: SA/DCI/CI has been asked to organize a community response to #2, foreign intelligence activities against US intelligence and corrective action; RMS/CLLO will prepare the list of NFIP related studies requested in #3; the General Counsel's office has been asked to organize a response to #5, reports raising questions of legality; the DCI Security Committee has been asked to staff out #6, unauthorized disclosures of classified information and steps taken. Your office has received a copy of each of these tasking memoranda. That leaves the first topic, specific recommendations for legislation or appropriations to correct problem areas identified in the report. Should the DCI choose to take advantage of this invitation, it would probably be more appropriate for him to do it in a covering letter to the Congress' copies rather than in the text of the Annual Report itself. [We in RMS will consider the appropriations side of this question. With respect to the legislation aspect of this question, are any recommendations for legislation now under consideration (e.g., in connection with our various problems in controlling unauthorized disclosure of classified data)?] marked by Boginis memo

MORI/CDF Pages 1-11

[redacted] 25X1

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Subject: Input to the DCI's Annual Report [redacted] 25X1

25X1 3. [redacted] Your help is additionally solicited on the section of the Annual Report outline on Intelligence and the Congress (I.C.). We welcome your own sense of what the DCI should say on this topic, but structure the following breakdown as a point of departure:

a. Characterize briefly the major concerns, activities and "style" of the SSCI and the HPSCI in 1978. How, in general, has the start-up of the HPSCI gone? To the degree that the two Committees' approaches differ, how is the intelligence community attempting to keep its dealings with each synchronized to whatever degree may be desirable? Should the DCI say anything about the SSCI's and HPSCI's different approaches and emphases in this year's Annual Report?

b. What is the status of new intelligence charter legislation? What should the DCI say about charter legislation in this year's Annual Report?

c. Characterize important aspects of relations with other congressional committees during 1978, particularly dialogue over the NFIP and budget.

d. Recap briefly any legislation with provisions affecting intelligence passed by the 95th Congress, including efforts made to shape such so as to avoid unduly adverse impact on intelligence activities.

25X1 e. Recap briefly important legislation affecting intelligence held over and likely to come up again in the 96th Congress.

4. [redacted] is responsible for producing this year's DCI Annual Report. Please identify a principal point of contact for her to work with. We shall need your overview comments by COB 6 November, in order to accomplish integrated drafting of the entire Annual Report in November, review in December, and DCI clearance and production in January.

[redacted] 25X1

Attachments:
1. DCI Revised Outline - AR for 1978
2. DCI letter to NFIB principals requesting help on Annual Report
3. Boland letter to DCI (15 Sep w/att & DCI interim reply)

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25X1

Subject: Input to the DCI Annual Report [redacted]

Distribution: DCI/ICS 78-1199
Original & 1 - LC w/atts
1 - GC w/atts
1 - IG w/atts
1 - SA/DCI/CI
1 - Chairman, DCI Security Committee via Exec Sec. w/atts
1 - RM/EO w/atts
1 - RM/CLLO w/atts
1 - RM/PGO Chrono w/atts
1 - RM/PGO Subject (1978 AR Production/Tasking) w/atts
1 - RMS Registry w/atts

25X1 DCI/RMS/PGO/[redacted] (18 October 1978)

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ATTACHMENT

6 October 1978

DCI REVISED OUTLINE - ANNUAL REPORT FOR 1978

I. 1978 in Intelligence

A. Execution of the E.O. and Other Organizational Questions

1. evolution of the PRC(I); work on user priorities

2. resources: experience in use of DCI's budget authority

3. production

a. NFAC's first full year

b. DIA

c. INR

d. DCI substantive committees (EIC, JAEIC, STIC, WSSIC)

4. collection

a. status of NITC

b. 3 DCI collection committees

5. other management

a. DDCI

b. NFIB: shifting membership/concerns

6. I&W

B. New or Altered Emphases in Analysis

1. strategic balance: new developments & experience in communicating them

2. proliferating support for arms limitation talks

3. emergence of China as an active world player

4. world petroleum supply

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5. substantive support for crises--e.g., Ogaden, Shaba II (Afghanistan?)

C. Intelligence and the Congress

1. activities in support of both oversight committees
2. activities in support of other committees
3. charter legislation

D. Legal and Propriety Issues

E. Security and Counterintelligence Issues

1. Espionage
   a. Kampiles
   b. "moles," etc.
   c. counterintelligence initiatives
2. Leaks
   a. Authors
   b. Others
   c. Remedies?
3. Other security measures; e.g., implementation of new industrial security measures
4. New directions in foreign counterintelligence program
   1. role of new DCI CI coordinator
   2. PRC (CI)

F. Covert Action - emphasis on mission and programs

G. Intelligence and the public - new emphases

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H. Major Accomplishments 1978

a.

b.

c.

d.

II. KEY ISSUES (lead into with NFIP graphics)

The early 1980s budget bow wave and trade-off issues on technical sensors

25X1 [redacted] issues, outcome, rationale;

COMINT/ELINT upgrade needs, appropriate packages

HF modernization

Quality of Analysis and Policy Support

including progress on improving interdisciplinary analysis

collection/production: an appropriate budget balance?

Community ADP

National/Tactical Interface Issues

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NATIONAL FOREIGN INTELLIGENCE BOARD

NFIB-6.1/10
2 October 1978

MEMORANDUM FOR THE NATIONAL FOREIGN INTELLIGENCE BOARD

SUBJECT: My Annual Report

I very much appreciated the help that you and your organizations provided a year ago in the preparation of my first report as DCI on the Intelligence Community to the President and the Congress. Preparation of this year's Annual Report is now underway, and I would be grateful if you and your organizations would assist with input and/or review as requested. The staff of my Deputy for Resource Management will be in touch with you shortly on specific needs.

[redacted]

STANSFIELD TURNER
Chairman

(29 September 1978)

ATTACHMENT

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[redacted]

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[illegible], IN. WIS.
CHARLES ROSE, N.C.
ROMANO L. MAZZOLI, KY.
NORMAN Y. MINETA, CALIF.
WYCHE FOWLER, JR., GA.

BOB WILSON, CALIF.
JOHN M. ASHBROOK, OHIO
ROBERT McCLORY, ILL.
J. KENNETH ROBINSON, VA.

THOMAS K. LATIMER, STAFF DIRECTOR
MICHAEL J. O'NEIL, CHIEF COUNSEL

U.S. HOUSE OF REPRESENTATIVES
PERMANENT SELECT COMMITTEE
ON INTELLIGENCE
WASHINGTON, D.C. 20515

Executive Registry
78-216/4

September 15, 1978

Honorable Stansfield Turner
Director of Central Intelligence
Washington, D.C. 20505

Dear Admiral Turner:

This is in further reference to your letters of March 1 and April 12, 1978 suggesting that the annual reports to be submitted to this Committee concerning intelligence and intelligence-related activities should be consolidated into one report. The structure of the Annual Report which you submit to the President could then be changed to respond to the requirements of reports requested by this Committee.

After careful consideration, the Committee agrees that it would be useful and more efficient for you to continue reporting on the activities of those organizations and programs which are part of the National Foreign Intelligence Program, while leaving to the Department of Defense the responsibility to prepare an additional report on intelligence-related activities, as well as other appropriate comments regarding intelligence activities.

In addition, the Committee recommends more detailed treatment of the intelligence activities of the Department of State and Federal Bureau of Investigation in your next report.

The format used in the 1977 Annual Report is acceptable for 1978 provided the additional information specified in the attachment is included or otherwise appended.

With respect to the Committee's request for an unclassified version of your report, the Committee recognizes it may be necessary to use a different approach and proposes to leave its arrangement to your judgment.

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The Committee requests your assistance in providing the Annual Report prior to January 25, 1979.

With every good wish I am,

Sincerely yours,

EDWARD P. BOLAND
Chairman

Attachment

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Additional Information

Annual Report to the House Permanent Select Committee

on Intelligence

January 1 - December 31, 1978

Special Subjects

Provide:

1. Specific recommendations for legislation or appropriations to correct problem areas identified in the report.

2. A comprehensive statement with specific instances of foreign intelligence activities against the intelligence community organizations and corrective action taken by the FBI, the CIA, NSA and the Military Services.

3. A list of major studies completed or on-going which impact on the National Foreign Intelligence Program or budget.

4. All agreements on cooperation between intelligence components of the U.S. Government and foreign governments or elements thereof.

5. All reports from the Attorney General to the President regarding any intelligence activities which raise questions of legality and decisions made or actions taken in response to reports from agencies within the intelligence community forwarded to the Attorney General by the Intelligence Oversight Board.

6. Identification of all unauthorized disclosures of classified information together with damage assessments and steps taken as a result, i.e., administrative, prosecution, etc.

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Executive Registry
78-2166/44

The Director of Central Intelligence

Washington, D.C. 20505

September 28, 1978

The Honorable Edward P. Boland, Chairman
Permanent Select Committee on Intelligence
U.S. House of Representatives
Washington, D. C. 20515

Dear Mr. Chairman:

Your letter of September 15, 1978, is very helpful in clarifying guidance on timing and content of my Annual Report. I will be able to accommodate the topics you specify as wanting included and/or emphasized with one probable exception--agreements on cooperation between intelligence components of the U.S. Government and foreign governments. That does not seem to me an appropriate topic for coverage in an Annual Report; accordingly my Office of Legislative Counsel will be in touch with your Staff shortly about an appropriate separate response to this request.

With respect to the other five special subjects, and the scope and content of the Annual Report generally, members of my Resource Management Staff are in touch with the Committee's Staff Director, Mr. Latimer.

With very best wishes.

Yours sincerely,

STANSFIELD TURNER

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ROUTING AND RECORD SHEET

SUBJECT: (Optional)

Input to the DCI's Annual Report (U)

FROM:
AD/PGO
BW09 CHB

25X1

EXTENSION

NO. DCI/IC 78-1199

DATE 19 Oct 78

TO: (Officer designation, room number, and building)	DATE RECEIVED	DATE FORWARDED	OFFICER'S INITIALS	COMMENTS (Number each comment to show from whom to whom. Draw a line across column after each comment.)
1. LC 7D49 HQS				OLC #78-3478
2.				
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