20 m. 34

MEMORANDUM FOR: Legislative Counsel

SUBJECT:

S.7, A Bill to Permit Payment of Certain Cost-of-Living Allowances Outside the Continental United States at Rates in Excess of 25 Per Centum of the Rate of Basic Compensation

1. The Bill named above, which you referred to this office for comment as to whether it is of interest to Agency activities, has been reviewed. If enacted, this bill would eliminate the present 25% statutory limitations on territorial cost-of-living allowances in warranted cases.

2. We believe that enactment of this amendment is desirable from a personnel point of view and recommend that the Agency support the bill.

25X1A

Harrison G. Reynolds
Director of Personnel

