# TAB



4. In the paragraphs that follow, I will try to answer your three questions regarding the probable effect of this bill on the Directorate of Intelligence.

*d*, *"* Are the procedures set forth in subsection

(c)(4) feasible and workable, or would that

be an impossible administrative burden?"

I think in general the provisions would be manageable, especially if the requirement for periodically updating lists of officials who have callssifying authority could be handled by computer. [Funs] I am assuming also that there

would be sufficient flexibility

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# Are criteria for the classification of informa-(d)) tion (subsection & sufficient to protect DDI information?

The short answer is "no," but to amplify let's look at what "DDI information" consists of, apart from unclassified materials taken from open sources.

(The sensitive information with which we deal is: (1) drawn from sources provided by other components of the Agency and government;(2) provided by private individuals on the understanding that it will be kept confidential;

(3) passed directly to DDI components by foreign liaison officers; and,(4) the product of analytical judgments by our specialists or conclusions *derived* (<u>resulting</u>) from applying various analytical methodologies to raw data.

(1) Information originating elsewhere in the government.

(a) The bill, under (c)(4) (F)(page 11), does allow an individual who "uses, reproduces, or otherwise handles any classified information..." to "place identification markings on material containing any such classified information to indicate its category of classification." This would permit the author of a report to carry over the classification assigned by the originator of the source documents. The DDI would therefore have no in applying the classified material originating elsewhere. The subsequent handling of our publications which contains and information later leading by the originator of the source collectors, is that a literal reading of the angulation criteria would not begin to cover a large amount of the materials these collectors now provide. The result could be a drying up of information we badly need to carry out our analytical and reporting duties.

(A few specifics. The only reference to "intelligence sources and methods" "atomials" (among the classification criteria) is in subsection (d)(1)(D) (page 13). That passage allows "official information" to be marked TOP SECRET if "<u>it contains specific details</u> concerning foreign intelligence <u>gathering</u> operations ... including satellite reconnaissance or photography, communications interception involving other countries, intelligence sources or methods..." Narrowly construed, this could be interpreted as applying only to operational details, not to the intelligence obtained by these methods.

( $\checkmark$  Material derived from SIGINT and overhead photography may or may not be adequately protected, depending on the degree to which it "contains

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-3-

information required by other statutes to be protected," and on the interpretation of the phrase "specific details." It is entirely possible that the individual photograph or the individual intercept would not be deemed to contain "specific details" concerning photographic and SIGINT "intelligence gathering operations." We would be on firmer ground if the bill allowed for classification of information that "reveals (vice contains) specific details concerning foreign intelligence gathering operations..." and if it qualified the information as travers the potential of properties for a source of the matter as travers the potential of properties for a source of the conficial information...received by an agency as part of its intelligence gathering authority..." Such information "may be marked by the authorized individual of the receiving agency as TOP SECRET, SECRET, or CONFIDENTIAL, ...depending on the sensitivity of such information as based on the criteria authorized by this subsection. This strikes me as entirely redundant; it says in essence that intelligence information may be classified if it qualifies for classification.

	(g)One interesting footnote: criterion A in each category refers to "weapons systems," without indicating whether US or foreign systems are intended. Presumably US systems are meant, but the criteria could be applied otherwise. In any case, all bets are off if a weapons system already deployed has "fallen into the hands of a potential enemy or otherwise compromised." (How compromised? To what extent? Does twis mean that once the information has been compromised to a single potential enemy, the US government should take the (2) Information provided by private individuals.					
	$(\mathbf{A})$ In much the same sense, I am concerned that information passed to					
25X1	us confidentially 25X1					
25X1	might be sharply curtailed. Very little of					
	this information, especially on economic matters, would fall under any of the					
	classification criteria. Many of our sources would be unwilling to play by					
	these rules.					
	(3) Information from liaison sources.					
	(a)We would be permitted to protect information passed to us by					
	foreign liaison officers; but, as noted below, we could not exempt very much					
	of it from automatic declassification. Furthermore there is no provision for protecting the fact that we obtain intilligence from certain foreign governments. (4) Analysis and the manipulation of data. who impirt in holding this fact					
	(a) Finally, information that might be said to originate within the DDI					
	that is, assessments by our analysts and 25X1					
25X1	-would be quite hard to protect.					
	The sole reference to sources and methodsamong the TOP SECRET					
	criteriadoes not apply to our work at all. As presently worded, it applies					
	only to intelligence gathering operations. In our part of the business,					
	intelligence is not gathered, it is produced. It would help greatly if this					

passage were reworded to protect the intelligence product closure would jeopardize any stage of the process by which the Agency provides dissemination of finished intelligence. Similar language should appear among the criteria for all three levels of classification, varying with the degree of damage that would result from unauthorized disclosure.

(L) As the bill is presently worded, we would have to fall back on the grossly inadequate provisions I mentioned above in the context of Foreign Service reporting, plus, if we could get away with it, an interpretation of "weapons system" as pertaining to foreign as well as domestic equipment. Much of the work we now do would have to be unclassified, and I doubt that we could continue for very long to provide candid political, economic, or military assessments without seriously disrupting US foreign relations.

Do subsections (e)(8) and (e)(9) sufficiently C. protect DDI information from the general downgrading and declassification requirement of subsection (e)? What other problems are there with subsection (e)?

( $\prime$ ) The provisions clearly would <u>not</u> adequately protect DDI information. Only those items marked TOP SECRET could be exempted, and even then only if they meet very rigid criteria and survive the bureaucratic quagmire the bill creates in the sections on the "Classification Review Commission."

(a)One very important element in all this is that we could not protect from unilateral declassification the great majority of documents passed to us by foreign governments. These governments could, of course, start stamping everything they give us TOP SECRET, but they are far more likely to give us I assume there would be no way to apply the TOP SECRET classification less.

retroactively to foreign documents already in our hands, so those of lesser classification would be declassified immediately if they are more than 15 years old, and over a one or two year period if they are more recent. ( ) Moreover, foreign governments are not likely to find acceptable the provisions that give the Classification Review Commission authority to decide whether even their TOP SECRET documents qualify for an exemption from downgrading and declassification. Nor, for that matter, will they like the passage on page 32 that appears to make available to Congress any document in the hands of the executive, presumably including foreign documents. (2) As for the remainder of <u>DDI</u> information, so little could be classified in the first place that downgrading provisions would become academic. Suffice it to say that the declassification exemptions are grossly inadequate for the same reasons that the classification criteria are inadequate: they would prevent us from doing any analysis of sensitive matters and reduce our reporting to a recitation of noncontroversial fact.

(3) We do have a particular problem with some of our periodical publications-especially those published under short deadlines--where a large number of articles derived from an even larger body of multi-source materials are combined in a single document. These periodicals must, at least initially, fall under a blanket exemption from downgrading if we are to avoid compromising extremely sensitive information. We could review periodicals after publication for case-by-case downgrading if we were given additional staff to do the work.

(4) SIGINT, overhead photography, and <u>some</u> clandestine reporting, seem to qualify for exemptions. (Incidentally, the language in (e)(8)(C) is better than that used in the classification criteria in that it protects "information

the unauthorized disclosure of which would compromise a current intelligence gathering operation..." The final phrase, "vital to our national defense" is, however, far too restrictive.)

(5) The real problem -- and this is in answer to the second part of your question -- is that the review system the bill establishes would be simply unmanageable, given the large volume of individual documents requiring exemptions. The system could only work if it permitted blanket exceptions for <u>categories</u> of documents.

(6) A similar problem would arise from the bill's requirement for issuing downgrading and declassification notices and for marking documents that have been downgraded and declassified. It couldn't be done without hiring additional regiments of clerks. to the work. We would probably have to throw out our microfilm files and go back to paper. And, in cases where *Hese elaborate downces* ( downgrading is <u>automatic</u>, if hardly seems necessary.

> EDWARD W. PROCTOR Deputy Director for Intelligence

of 5. an interest is spect of the billas written is that part (d) (1) (D) acknowledges the fast that the "intelligence! gathering operations of the United States "includes "satelle reconnaiseand or photography. "The inchesion of such an icial actenanched gement in an act of congress would immediately millify the existing Presidential instruction (and various US 1B instructions and regulations of vations agencies derived therefrom whi requires even the fact of anch activity be classified

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# TAB

21 May 1975

MEMORANDUM FOR: See Distribution

SUBJECT : Security Classification Act of 1975

1. The provisions of the attached bill, designed to replace EO 11652, will cause great consternation in many places. It contains many obvious pitfalls, and I imagine will get a thorough review elsewhere in the Agency and intelligence community.

2. We are asked to comment on how it would affect the DDI. Specifically, OLC wants to know:

-- whether the provisions for assigning and exercising classifying authority (pp. 8-12) are too burdensome;

-- whether the classification criteria (pp. 12-17) are adequate to protect <u>DDI</u> information; and,

-- whether the provisions for automatic downgrading and declassification (pp. 17-25) would cause the Directorate problems, and whether the exemptions (pp. 20-22) sufficiently protect DDI information.

3. I would appreciate your asking someone in your office/ staff to take a look at the bill, and to provide me with comments, if any, by COB 2 June.



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Distribution: DDI OCI OSR OER OPR CRS FBIS OGCR IAS CGAS COMIREX Management Staff

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	· ·	ROUTING	AND	RECOR	D SHEET
SUBJECT: (Optional)		······································	·		
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FROM:				EVENIELON	T
OLC				EXTENSION	NO.
7D35					DATE 20 May 1975
TO: (Officer designation, room number		·	<u>.</u>		20 Way 1975
building)	er, and	d DATE		OFFICER'S	COMMENTS (Number each comment to show from who
		RECEIVED FOR	WARDED	INITIALS	to whom. Draw a line across column after each comme
1. DDI					The House Committee or C
DDI					The House Committee on Governme Operations has been working for
2.					over a year on developing a statute
I					which would serve as the basis for
3.		+	+		classification of national security information. This statute would be
					a substitute for E. O. 11652, which
		-			is presently the authority for class
4.	_				Incation of information. The Office
					of Management and Budget has sent the Committee's latest draft to us fo
5.		<u> </u>			comments. The draft bill is attached
					along with a summary I prepared to
6.					assist you in wading through the bill.
			_		By June 6th may I please have your
7.					comments on the following points:
			-		1. Are the procedures set forth
8.					in subsection $(c)(4)$ feasible and
				1	workable, or would they be an
9.	-				impossible administrative burden?
			-		2. Are the criteria for the classi-
0.			-		fication of information (subsection
IV.					(d)) sufficient to protect DDI information?
	х. -		-		
1.					3. Do subsections (e)(8) and (e)
	-		•	i	(9) sufficiently protect DDI
2.				g	information from the general down- grading and declassification
				ľ	requirements of subsection (e)?
3.				V	What other problems are there with
					subsection (e)?
				r	Thank yo
4.			:		
					Assistant Legislature
5.					Assi <del>stant Legislative Counsel</del>

SUMMARY OF "SECURITY CLASSIFICATION ACT OF 1975"

This draft bill would replace E. O. 11652 as the authority for the classification of government information. The bill provides that no agency is authorized to exercise classification authority except as provided in the proposed new section 552b of Title 5, United States Code. Section 2 (pages 1-5) reflects congressional findings regarding the use of classification by the executive branch. Although generally not flattering, we will not be taking issue with them. Section 3 comprises 90 percent of the bill and presents the classification scheme, embodied in proposed 5 U.S.C. 552b. Section 4 of the bill asks the President to keep the Congress informed regarding the activities of the agencies covered under the Act. Section 5 alters the language of the section (b)(1) exemption to the FOIA.

Proposed 5 U. S. C. 552b

(a) DEFINITIONS (pages 5-6)

(1) agency

(2) classification authority

(3) official information

(4) classification marking

(b) CLASSIFICATION MARKINGS (page 7)

No agency may classify information except pursuant to this section.

(c) AUTHORITY TO CLASSIFY (pages 7-12)

(1) Official information may be classified Top Secret only by the ten agencies and departments listed, including CIA. (2) Official information may be classified Secret by the ten listed in (1), and by four other listed offices.

(3) Official information may be classified Confidential by the agencies and departments listed in (1) and (2), and by others (as yet undetermined).

(4) Within agencies, information may only be classified by the director and others he designates in writing, but these must be employees whose day-to-day responsibilities require this authority. Director shall review each designated employee's assignment semiannually to remove authority to classify if feasible.

(A) Individuals designated may not delegate this authority.

(B) Except as otherwise provided by statute, agency head shall compile semiannually a list of all those with delegation authority, and shall make it available to the Classification Review Commission (CRC), the Comptroller General, and committees of the Congress.

(C) Each designated employee shall put his name, other identifying data, and the automatic declassification date or event (if possible) on each document he classifies.

(D) Each designated employee shall be held accountable under agency regulations for mistakes in classifying.

(E) Employees shall not classify information for specified purposes (e.g., to conceal errors).

(F) Employees without authority to classify can place classification markings on classified information.

(G) Violation of this subsection shall lead to administrative reprimands.

(d) CRITERIA FOR CLASSIFICATION MARKINGS (pages 12-17)

(1) Official information may be marked Top Secret only when it contains:

(A) details of non-deployed advanced weapons systems

(B) details of operational or contingency military plan

(C) details of U. S. or foreign cryptographic system

(D) details of foreign intelligence gathering operations of U. S., with several examples

(E) details of negotiating positions

(F) contains information required by other statutes to be protected, including "Restricted Data"

(2) Official information may be marked Secret only when it contains:

(A) details of deployed, advanced, non-compromised weapon system

(B) details of tactical operational military plan

(C) details resulting from investigative activities of an agency concerning the specified types of operations of the U. S. or other specified countries.

(D) details relating to foreign policy objectives, including information on foreign leaders

(3) Official information may be marked Confidential only if it contains:

(A) details of R&D of an advanced weapon system

(B) details of the results of a U. S. tactical military operation, if this would be of military value to another country

(C) details relating to U. S. policy, strategy, or diplomacy, if this would damage diplomatic relations

(4) Official information furnished by a foreign government or international organization may be classified depending on its classification determined by the foreign government or organization. Information obtained by intelligence gathering may be classified depending on its sensitivity based on criteria authorized by this subsection.

(e) DOWNGRADING AND DECLASSIFICATION OF OFFICIAL INFORMATION (pages 17-25)

(1) Except for information covered by subsection (e)(8),
 a designated agency official shall downgrade or declassify
 information according to subsections (2), (3), (4), and (5).

(2) Top Secret information shall be automatically downgraded to Secret in not more than 12 months, to Confidential in not more than 24 months after originally classified, and declassified in not more than 36 months after originally classified. (3) Secret information shall be automatically downgraded to Confidential in not more than 12 months, and declassified in not more than 24 months after originally classified.

(4) Confidential information shall be automatically declassified not more than 12 months after the date of classification.

(5) Time periods for downgrading and declassifying shall be reduced wherever possible.

(6) Except for Top Secret information covered by
section (e)(8), official information originally classified
15 years or longer before the effective date of this section,
shall be declassified within 12 months after the section
becomes effective.

(7) Except for Top Secret information covered by section (e)(8), official information classified during the 15-year period preceding the date of enactment shall be downgraded according to paragraphs (2), (3), (4), and (5) of this section.

(8) Top Secret information shall be downgraded in accordance with subsections (5) and (9) only if an employee authorized to classify and declassify documents makes one of the following determinations:

(A) it contains specific details of a national defense plan, weapons system or related defense

matter which would imperil the defense of the U. S. and the lives of the people if disclosed;

(B) it contains information which would compromise a cryptographic or communications intelligence system;

(C) it contains information which wouldcompromise a current intelligence gathering operation,jeopardize the life of an agent or source in a foreigncountry;

(D) it contains information specifically exempt from disclosure by another statute.

(9) Whenever a determination is made that information meets the criteria of (e)(8), the head of the agency shall

(A) immediately report the results of such determination to the Chairman of the CRC

(B) upon request, make available to the CRC the determination required by (e)(8)

(C) send an agency employee to a CRC hearing if majority of CRC votes to hold one. If the CRC, by a two-thirds vote rules that the agency justification does not support the determination, it may deny the exemption from routine downgrading, effective 5 working days after the CRC action, unless appealed by the agency under (h)(5).

(10) Downgrading and declassification shall be accomplished by the issuance by an agency of a notice to all known holders of copies.

(11) Holders of copies shall, on receipt of notice, note on their copy the new classification level and other pertinent data, and remove security precautions in the case of declassified information

(12) In cases where classified information

(A) is held by an agency without current classification authority; or

(B) has been transferred to a successor agency or another agency originally sharing a classification interest in the information; or

(C) has been transferred to GSA for placement in the Archives or a presidential library,

the current holder shall promulgate regulations, with CRC approval, to designate an employee with authority to downgrade or declassify the information.

(f) ACCESS, STORAGE, HANDLING, AND USE OF OFFICIAL INFORMATION

Each agency with classification authority shall issue regulations, under CRC standards, to assure proper access, handling, and use of classified information.

(g) CLASSIFICATION REVIEW COMMISSION (pages 26-38)

- (1) CRC established
- (2) membership
- (3) leadership and vacancies
- (4) salary and staff

(5) CRC shall prescribe standards to assist agencies in developing regulations regarding handling of classified information

(6) powers of Commission

(h) ADJUDICATORY AND APPEAL PROCEDURES (pages 38-)

(1) CRC shall hold hearings on (e)(9) cases, at which concerned agency can present its case

(2) CRC shall decide results of cases within 5 working days after hearings end

(3) CRC will enter an order in all (e)(9) cases

(4) CRC shall take measures to insure the security of the information concerned

(5) United States Court of Appeals for the District of Columbia has exclusive original jurisdiction to review final decisions of CRC under (h)(3) upon complaint filed by a party. Appellate jurisdiction is in the United States Supreme Court.



# Approvecked Release 3005/88/23 - CIA-RDR80E01495R0005000500050077-09/2

OFFICE OF MANAGEMENT AND BUDGET WASHINGTON, D.C. 20503

GENERAL COUNSEL

### MAR 1 8 1975

MEMORANDUM FOR:

Wolf Haber, Treasury Mark R. Feldman, State John Warner, Central Intelligency Agency Martin R. Hoffman, Defense Antonin Scalia, Justice James Frey, Office of Management and Budget Gerald P. Dargis, National Security Council William L. Brown, Interagency Classification Review Committee

Enclosed is a working draft of a bill regarding the classification of documents in the interest of national defense or foreign policy. The draft was informally submitted to us from the Hill for our comments.

I am submitting a copy to you for your comments concerning direction, thrust, etc. Any movement in this area would, of course, significantly impact the Freedom of Information Act and the Privacy Act of 1974. After you have had an opportunity to review this draft, let me know your comments.

ham M. Rich

William M. Nichols Acting General Counsel

Enclosure

#### A BILL

To amend title 5, United States Code, by adding a section 552b to

provide for the classification and declassification of official information in the interest of national defense, to regulate the use of classification authority be Federal agencies, to establish an independent Classification Review Commission within the Executive branch, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States in Congress assembled,

That this Act may be cited as the "Security Classification Act of 1975".

Sec. 2. The Congress finds that --

(1) the interests of the United States and its citizens  $\mu_{II}$  best served by the widest possible public dissemination  $\mu_{II}$  information concerning the affairs of government;

(2) some types of information collected, used, and

#### Approved For Release 2005/08/22: GlaeRDR80B01495R000500060002-2ve nature.

Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 2 bearing on the conduct of our national defense and foreign policy and related areas, and must be subject to clearly defined and regulated constraints in order to protect the overall security of the nation and our people;

(3) in all too many instances classification authority conferred upon Executive agencies and thousands of their employees under various Executive orders in effect over the past 25 years has been flagrantly misused and abused, has failed to meet the standards of an open and democratic society, has allowed too many government documents to remain classified for too long a time, has failed to provide adequate administrative machinery to make the classification system workable and effective, and has frequently served to conceal bureaucratic mistakes, illegal activities, or to prevent embarrassment to government officials and administrations, thereby undermining to a dangerous extent the overall integrity and security of the classification system

Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 and the protection of truly vital defense secrets;

(4) classification authority in the past, under the Executive order system, has been too widely conferred upon too many Federal agencies not having clearly demonstrable needs for such authority, which have delegated such authority to far too many agency employees, thereby resulting in everproliferating volumes of agency documents bearing unnecessary markings and creating an administrative monstrosity;

(5) unnecessary classification or overclassification of government documents are the inherent results of the massive bureaucracy spawned by the Executive order classification system, unable or unwilling to impose strict disciplinary controls over the misuse or abuse of classification authority;

(6) vast amounts of less sensitive, routinely classified information remain in a classified status for inordinately long periods of time under the Executive order sytem because of the lack of workable administrative mechanisms to assure Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 periodic review, downgrading, and ultimate declassification based on a clear determination of the absolute need for the continued protection information of protections of classified/as would truly serve our national security interests:

(7) it is essential that the inadequate and inefficient Executive order classification system be replaced by a workable, efficient, and enforceable statutory classification system to provide adequate safeguards against the compromise of our nation's vital defense secrets, while at the same time upholding to the maximum extent possible the right of the American public to know how the affairs of government are being conducted: and

(8) that pursuant to such a policy, the statutory classification system must provide for workable administrative machinery in the conduct of classification decision making, for an independent mechanism for reviewing and policing all aspects of the classification program in each agency having classification authority, for full access to classified information by committees of the Congress whenever such

information is necessary to their checked as a second state of the second state of the

Sec. 3. Title 5, United States Code, is amended by adding after section 552a the following new section:

"§ 552b. Classification and declassification of official infor-

"(a) DEFINITIONS .-- For purposes of this section --

"(1) the term 'agency' means any agency as defined in section 552(e) of this title that has been authorized to exercise classi-

fication authority under this section;

"(2) the term 'classification authority' means the specific

duties and responsibilities conferred upon a Federal agency by

this section to apply authorized markings on official information to safeguard such information from unauthorized persons, to downgrade such markings on such official information, to remove such

designations and declassify such official information and to

perform other related types of duties in accordance with the Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2

Approved G, Release 2005/08/22: CIA-RDP80B01495R000500060002-2 the term 'official information' means any agency document, map, tape, plan, chart, design, model, report, or other printed matter, or any type of weapon, weapons system, military hardware, or similar equipment that may be subject to classification markings to protect its unauthorized use by any agency pursuant to the authority provided in this section; 6

"(4) the term '<u>classification marking</u>' means the various levels of limitation placed on access, control, use, or dissemination of official information by those authorized agency officials under the specific criteria hereinafter described

in this section;

"(b) CLASSIFICATION MARKINGS. -- No agency, as defined in section 552(e) of this title, is authorized to exercise classification authority except as provided for in this section. Agencies authorized by this section to exercise classification authority may delegate to certain of its officers and employees authority to apply original classification markings to official information as follows --

- "(1) Top Secret;
- "(2) Secret; or
- "(3) Confidential.

"(c) AUTHORITY TO CLASSIFY .--

 $\mu'(1)$  Official information may be originally classified as Top Secret by the following agencies -- the Department of State, the Department of Defense, the Department of the Army, the Department of

the Navy, the Department of the Air Force, the Department of the

Treasury, the Central Intelligence Agency, the Atomic Energy Com-

mission, the United States Arms Control and Disarmament Agency, and

by such offices within the Executive Office of the President as the

President may designate by Executive order.

Approved For Release 2005/08/22 CIA-RDP80B014956000500002 fied as

Secret by any agency which may originally classify official information as Top Secret and by the Department of Justice, the Department of Commerce, the Department of Transportation, and the National Aeronautics and Space Administration.

"(3) Official information may be originally classified as Confidential by any agency which may originally classify official information as Top Secret or Secret and by the

"(4) Within the agencies described in this subsection, the classification of official information may only be done by the head of each such agency, and such other senior principal deputies, assistants, and subordinate officials within each such agency who are designated in writing by the head of each such agency, provided, however, that subordinate supervisory officials below the level of section chief or its equivalent may not be designated to classify

· otticial information as Top Secret, Secret, or Confidential. No

Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 such individual may be designated to classify official information unless his day-to-day operational responsibilities make it imperative that he have such authority. The head of each such agency shall semiannually review each individual whom he has designated in writing as having authority to classify official information in order to take away such authority from any individual whose daily operational responsibilities no longer make it imperative that he have such authority.

"(A) Individuals who are designated in writing by the head of an agency pursuant to this subsection as having authority to classify official information may not redelegate such authority to any other individual.

"(B) Except as otherwise provided by statute, the head of each agency described in this subsection shall compile

and maintain a full and complete list of names, titles, and office addresses of all individuals within such agency who have the authority to classify official information as Top Secret,

Secret, or Confidential, including a breakdown identifying

individuals who have the authority to classify official information Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 bApproved Figh Release 2005(08/22; GIA BPP80B01495R000590060002; Review

Commission. A copy of each such list shall also be made available, upon request to the appropriate agency head by any committee, subcommittee, or joint committee of the Congress or by the Comptroller General of the United States, to such committee, subcommittee, joint committee or the Comptroller General.

"(C) Each individual who has the authority purusant to this subsection to classify official information as Top Secret, Secret, or Confidential shall, in the exercise of such authority with respect to each item of official information, affix to the cover or top page of each such item the category of classification assigned to it, his name, title, including agency designation, the date, and the automatic declassification date or event, if possible, that would cause such classified information to uo longer require such level of protection.

"(D) Each individual who has the authority pursuant to this subsection to classify official information as Top Secret, Secret, or Confidential shall be held accountable, under regulations

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Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 by the agency and approved by the Classification Review Commission, for his failure to accurately classify such infor-

mation.

"(E) Such individuals shall not classify official information in order to conceal administrative error, incompetence, inefficiency, wrongdoing, to avoid embarrassment to any individual or agency, to restrain competition or independent initiative, or to prevent or delay for any reason the release of official information otherwise required under sections 552, 552a, or 552b of this title.

"(F) Any agency officer or employee who, in the routine course of his assigned duties, uses, reproduces, or otherwise handles any classified information need not have authority to classify official information pursuant to the provisions of this subsection in order to place identification markings on material containing any such classified information to indicate its category of classification.

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Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 in violation of the provisions of this subsection shall be subject to administrative reprimand, including suspension or such other disciplinary action as shall be determined by regulations promulgated by the agency and approved by the Classification Review Commission.

"(d) CRITERIA FOR CLASSIFICATION MARKINGS. -- The use of classification authority with respect to official information, as authorized in subsection (c) of this section, shall be strictly limited by the various criteria applied to the designations Top Secret, Secret, and Confidential as described in this subsection.

"(1) Official information may only be marked as Top Secret whenever any of the following criteria are deemed to clearly apply to such information by the individual exercising classification authority --

"(A) it contains specific details of an advanced weapons system not yet deployed, including its design, technical or operational characteristics or performance,

manufacturing data, or similar information; or

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("(B) it contains specific details of an operation or Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2

contingency plan for a military operation by the United States

against another country or for our own national defense; or "(C) it contains specific details of a cryptographic system of the United States or of another country, such as manufacturing data, operational characteristics or performance, use, or similar communications intelligence information; or "(D) it contains specific details concerning foreign intelligence gathering operations of the United States, including satellite reconnaisonce or photography, communications interception involving other countries, intelligence sources or methods, including the identity of persons engaged in covert activities abroad on behalf of the United States; or

"(E) it contains specific details of a current negotiating position of the United States or another country in our diplomatic relations; or

"(F) it contains information required by other statutes to be protected, including information marked as 'Restricted Data' under the provisions of section of title , United States Code. Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2

Official information may only be marked as Secret ''(2)Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 Whenever any of the following criteria are deemed to clearly apply to such information by the individual exercising classification authority --

"(A)

would reveal

it contains, specific details of a weapons system currently deployed and which has not fallen into the hands of a potential enemy or otherwise compromised, including its design, technical or operational characteristics, manufacturing data, or similar information; or "(B) it contains specific details of a tactical operational plan of a limited scale for a military operation by the United States against another country, including unit, troop, and weapons deployment, logistical support, and similar information; or

mould reveals "(C) it contains specific details resulting from investigative activities by an agency concerning the military, intelligence gathering, communications capabilities, or similar operations of the United States
Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 or other countries in which we are engaged in limited

joint military operations; or

"(D) it contains, specific details relating to current operational objectives involved in the conduct of our foreign policy with another coutnry, including highly sensitive information about officials of such foreign governments.

or could reveal

"(3) Official information may only be marked as Confidential whenever any of the following criteria are deemed to clearly apply to such information by the individual

exercising classification authority --

or could reveal "(A) it contains, specific details involving research and/or development of an advanced weapons system, including its projected operational characteristics, plans, manufacturing data or test results, or similar information; or

it contains specific details of the results "(B) of a tactical military operation legally authorized by Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2

the United States against another country, including deployment of our forces, bases, damage reports, debriefing information, losses of personnel and equipment, weapons performance data, and similar information, the disclosure of which would be of military value to such other country or its allies: or

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"(C) it contains specific details relating to elements of United States policy, strategy, or diplomatic objectives with another country, the disclosure of which would <u>seriously</u> damage our current diplomatic relations with such country.

"(4) Official information furnished to the United States by a foreign government, by an international organization, or received by an agency as part of its intelligence gathering authority may be marked by the authorized individual of the receiving agency as Top Secret, Secret, or Confidential, depending upon its category of classification by such foreign

Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 17 government or international organization, or in the case of information obtained by an agency through its intelligence gathering activities, depending on the sensitivity of such information as based on the criteria authorized by this subsection.

DOWNGRADING AND DECLASSIFICATION OF OFFICIAL INFORMATION.---"(e) Except for official information classified as Top "(1) Secret and described in paragraph (8) of this subsection, any official information which is classified on or after the effective date of this section pursuant to the criteria described in subsection (c) as Top Secret, Secret, or Confidential shall be promptly downgraded to an appropriate less stringent category or declassified, as the case may be, an individual within the agency concerned who has authority to classify such information or by such other official as the head of the agency may designate to exercise such downgrading or declassification authority, according to the provisions of paragraphs (2), (3), (4) and (5) of this subsection.

shall be automatically downgraded to Secret not later than twelve months after the date of its original classification as Top Secret, automatically downgraded to Confidential not later than twenty-four months after the date of its original classification as Top Secret, and automatically declassified not later than thirty-six months after the date of its original classification as Top Secret.

"(3) Official information classified as Secret shall be automatically downgraded to Confidential not later than twelve months after the date of its original classification as Secret, and automatically declassified not later than twenty-four months after the date of its original classification as Secret.

"(4) Official information classified as Confidential shall be automatically declassified not later than twelve months after its original classification as Confidential.

"(5) In the downgrading and declassification of official

Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 19 information, as provided in this subsection, the time periods described for each category of classification shall be reduced whenever the authorized individual within the agency concerned determines that the impact of national or international events, policy changes, from the advance of technological developments, or similar situation factors makes it clear that a particular level of classification protection or any classification protection at all, as the case may be, is no longer required with respect to that particular information.

Except for official information classified as Top "(6) Secret and described in paragraph (8) of this subsection, any official information which was originally classified prior to the fifteen-year period immediately preceding the effective date of this section prusuant to any Executive order, directive, memoranda, or other authority and which is classified as Top Secret, Secret, or Confidential on such effective date shall be automatically declassified within twelve months after the effective of this section by the head of the agency concerned Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 or by Such subordinate officials as he may designate.

"(7) Except for official information classified as Top Secret and described in paragraph (8) of this subsection, any official information which was originally classified during thefifteen-year period immediately preceding the effective date of this section pursuant to any Execuitve order and which is classified as Top Secret, Secret, or Confidential on such effective date shall be automatically downgraded or declassified, as the case may be, according to the provisions of paragraphs (2), (3), (4), and (5) of this subsection.

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"(8) Official information which is classified pursuant to the criteria described in subsection (c) as Top Secret on or after the effective date of this section, or which was so classified pursuant to the authority of any Executive order, directive, memoranda, or other authority prior to such effective date shall be automatically downgraded to a less stringent category or declassified only in accordance with the procedures described in paragraph (5) and (9) of this

subsection, provided however, that the individual Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 claims

classification or declassification authority within the Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 concerned agency makes a written determination that the

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affected information clearly meets any of the tests described in the following criteria --

"(A) it contains specific details of a national defense or contingency plan, weapons system, or related defense matter the continuing protection of which is of vital importance to the United States, the unauthorized disclosure of which would imperil the defense of our

"(B) it contains information the unauthorized disclosure of which would compromise a cryptographic or communications intelligence system vital to our national defense; or

"(C) it contains information the unauthorized disclosure of which would compromise a current intelligence gathering operation or jeopardize the life of an agent or source in a foreign country engaged in covert activities

"(D) it contains information that is specifically exempted from disclosure by another statute.

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"(9) Whenever a determination is made pursuant to the provisions of paragraph (8) of this subsection that official information meets the criteria described so that it is not subjected to the regular automatic downgrading or declassification procedures of paragraphs (2), (3), or (4) of this subsection, nor does it qualify for downgrading or declassification action under paragraph (5) of this subsection, the head of the agency concerned with the particular official information involved in each such determination shall --

"(A) immediately report the results of such determination and the specific criteria that has been applied in such case to the Chairman of the Classification Review Commission, hereinafter established in subsection (g) of this section: and

"(B) (B) upon formal written Approved For Release 2005/08/22: CIA-RDP80B01495R00050005000222 the Chairman of the Classification Review Commission, he shall make available to the Commission a copy of the written determination of the individual within the agency justifying the application of any of the criteria to the particular information; and

designate an agency official to appear before "(C) the Commission whenever, by a majority vote of its member the Commission decides to hold a hearing to obtain additional information from the agency to justify its determination in such case.

If the Commission, by a two-thirds vote of its membership, rules that the justification provided by the agency at its hearing does not support the agency determination in such case it may issue an order denying such official information the exemption from routine downgrading and declassification action: provided in this subsection and such order shall be effective within five working days following the date of the Commission's

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Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 24 order, unless appealed by the agency as provided for in subsection (h)(5) of this section.

"(10) Downgrading and declassification of official information shall be accomplished by the prompt issuance of an official announcement by the agency concerned, including the date of such action, the agency official involved, and a description or other identification of the information affected, authenticating the downgrading or declassification, as the case may be, to be transmitted to all known holders of copies of the affected information.

"(11) Any holders of copies of the classified official information, when notified by the agency concerned of its downgrading or declassification, as the case may be, shall, upon receipt of such notification from the agency, promptly note on its copy the new classification level on any downgraded item, the date, name and agency official authorizing such action, and, in the case of declassification action by the agency, the identical data, and shall promptly remove

such declassified item from existing security protection measures in effect.

"(12) In cases where classified official information --"(A) is held by an agency originally exercising classification authority, but which no longer has such authority or which has ceased to exist; or

"(B) has been transferred to a successor agency or another agency originally sharing a classification interest in the offical information; or

"(C) has been transferred to the General Services Administration in order to be placed in the Archives of the United States or in a presidential library the current agency holder of the official information shall promulgate regulations, with the approval of the Classification Review Commission, to designate an agency official who shall have the authority to downgrade such information to a less stringent category and/or to declassify it.

(f) ACCESS, STORAGE, HANDLING, AND USE OF OFFICIAL INFORMATION -Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 INFORMATION -

(1)

Each agency having classification authority shall promulgate regulations, under standards and procedures prescribed by the Classification Review Commission as authorized by subsection (g)(5)(B) of this section, to assure the proper access, adequate safeguards, efficient handling, use, storage, and accountibility of official information classified pursuant to the authority of this section.

CLASSIFICATION REVIEW COMMISSION. --(g)

There is established a commission to be known as the (1)Classification Review Commission (referred to in this section. as the 'Commission').

"(2)(A) The Commission shall be composed of nine members who shall be appointed by the President by and with the advice and consent of the Senate. Of the nine members --

> three shall be chosen from among individual "(i) recommended by the Speaker of the House of Representatives; and

> three shall be chosen from among individua "(ii)

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Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 Commended by the President pro tempore of the

# Senate.

Of the three members appointed under clause (i) of this sub paragraph, not more than two shall be affiliated with the same political party. Of the three members appointed under clause (ii) of this subparagraph, not more than two shall be affiliated with the same political party. Of the three members appointed by the President, not more than two shall be affiliated with the same political party. A vacancy in the Commission shall be filled in the manner in which the original appointment was made. All members of the Commission must be citizens of the United States.

"(B)(i) Of the members first appointed --

"(I) one recommended by the Speaker of the House, one recommended by the President pro tempore of the Senate, and one chosen by the President shall be appointed for a term of three years:

Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 one recommended by the President pro tempore of the Senate, and one chosen by the President shall be appointed for a term of five years; and

> "(III) one recommended by the Speaker of the Hous one recommended by the President pro tempore of the Senate, and one chosen by the President shall be appointed for a term of seven years.

Any member appointed to fill a vacancy occurring "(ii) prior to the expiration of the term for which his predecessor was appointed shall be appointed only for the remainder of such term. A member may not serve more than one term on the Commission, except that a member may serve after the expirati of this term until his successor has taken office.

No member of the Commission shall actively engage "(C) in any business, vocation, or employment other than that of serving as a member of the Commission.

"(3)(A) "(3) (A) The Commission Proved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2man and a Vice Chairman from among its members for a term of two years. The Chairman and the Vice Chairman shall not be affiliated with the same political party. The Vice Chairman shall act as Chairman in the absence or disability of the Chairman, or in the event of a vacancy in that office.

"(B) A vacancy in the Commission shall not impair the right of the remaining members to exercise all the powers of the Commission and six members thereof shall constitute a quorum. The Commission shall meet at the call of the Chairman or any six of its members.

The Commission shall have an official seal which "(C) shall be judicially noticed.

"(D) The principal office of the Commission shall be in or near the District of Columbia.

"(4)(A) Members of the Commission (including the Chairman and Vice Chairman) shall each be paid at the annual rate of basic pay in effect for level II of the Executive Schedule of section 5315 of title 5, United States Code.

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Approved For Release 2005/08/22: CIA-RDP80B01495R00050006002-2 30 Secretary, who shall be paid at a rate not to exceed the rate of basic pay in effect for level iv of the Executive Schedule of section 5315 of title 5, United States Code. He shall serve at the pleasure of the Commission and shall be responsit for the administrative operations of the Commission. He shall also perform such other duties as may be delegated or assigned to him from time to time by regulations or orders of the Commission.

"(ii) The Commission shall appoint a General Counsel who shall be the chief legal officer of the Commission and who shall serve at the pleasure of the Commission. The Commission shall also appoint and fix the compensation of such additional personnel as may be necessary to fulfill the duties of the Commission in accordance with the provisions of title 5, United States Code. The Commission may also obtain the services of experts and consultants in accordance with section 3109 of title 5, United States Code.

Approved For Release 2005/08/22 : CIA-RDP80B01495R6005660606002ized States mai in the same manner and upon the same conditions as other agencies.

"(D) The Administrator of General Services shall provide to the Commission on a reimbursable basis such administrative support services as the Commission may request.

"(5)(A) The Commission shall prescribe standards and procedures as it considers necessary or appropriate to assist agencies in the development of regulations to effectuate the provisions of this section.

"(B) The Commission shall also prescribe standards and procedures to assist agencies in the development of regulations concerning the handling of official information which is classified in the interest of national defense which shall be applied uniformly by the agencies concerned (including the Commission) and shall include, but not be limited to, the following --

Approved For Release 2008,08,722 CIA RDP 808001405 Rg00060006 Gao2 2 ession of such information shall be limited to individuals who are trustworthy and whose official duties require such knowledge or possession in the interest of promoting national defense, that (2) the term 'official duties' shall include functions or services of persons performed in the accomplishment of official programs or projects or other official tasks regardless of whether they are officers or employees of the United States, and that (3) no individual may withhold or authorize withholding such information from Congress;

"(ii) assuring that such information shall be appropriately and conspicuously marked or otherwise identified in order to show its category of classification;

"(iii) assuring that such information shall be marked in order to identify the agency which classified it, the date of its preparation and classification (including the date of its subsequent downgrading and

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declassification), and the name and title of the highes 33 ranking person authorizing its classification (and subsequent downgrading and declassification);

"(iv) assuring that such information is appropriately protected against dissemination to or access

by unauthorized persons during use, transmission, storage and destruction; and

"(v) assuring that appropriate accountability records shall be established and maintained with respect to such information.

"(6)(A) The Commission may for the purjose of carrying out its duties under this section hold such hearings, sit and act at such times and places, take such testimony, and receive such evidence, as the Commission may deem advisable. The Commission may administer oaths or affirmations to witnesses appearing before it.

"(B) The Commission may secure directly from any agency information Release 2005/08/22: CIA-RDP80B01495R000500060002-2 Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 du+: ...

Vice Chairman of the Commission, the head of such agency shall furnish such information to the Commission.

"(C)(i) The Commission shall have the power to issu subpenas requiring the attendance and testimony of witnesses and the production of any evidence that relates to any matter under investigation by the Commission. Such attendance of witnesses and the production of such evidence may be required from any place within the United States at any designated place of hearing within the United States.

"(ii) If a person issued a subpena under clause (i) refuses to obey such subpena or is guilty of contumacy, any court of the United States within the judicial district within which the hearing is conducted or within the judicial district witin which such person is found or resides or transacts business may (upon application by the Commission) order such person to appear before the Commission to produce evidence or to give testimony touching the matter under investigation. ailure to obey Approved For Release 2005/08/22 eCIARDR&QB01495R000500060002-2 Court may be punished Any failure

by such court as a contempt thereof.

Approved For Release 2005/08/22 SGLABER 80801495R000500060002-2 Commission shall be served in the manner provided for subpenas issued by a United States district court under the Federal Rules of Civil Procedure for the United States district courts.

"(iv) All process of any court to which application may be made under this section may be served in the judicial district wherein the person required to be served resides or may be found.

"(D) The Commission shall carry out its functions with respect to the downgrading and declassification of official information as described in subsection (e).

"(E) The Commission may issue decisions, orders, and directives, and distribute reports, administrative memorandums, and other information in order to assure that the provisions of this section are carried out.

"(F) The Commission shall publish annual reports of its activities and shall make available for public inspection at reasonable times in its office a record of its proceedings and hearings. Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002211 not

make Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 make Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 fication.

"(G) The Commission shall conduct a thorough and continuing investigation and appraisal of the policies, standards, and operations of agencies classifying information, in the interest of national defense, under the provisions of this section.

"(H) The Commission shall, as soon as practicable, undertake a comprehensive study of the feasibility of utilizing advanced automated data processing methods and other advanced information systems technology in the classification and declassification fields, including indexing and retrieval systems to expedite automatic downgrading and declassification procedures, while assuring that such systems development provide for adequate technological security to maintain the necessary level of protection to classified official information stored in such systems.

"(I) The Commission shall investigate, upon the Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2

Approved For Release 2005/08/22 : CIA-RDP80B01495R000500060002-2 37 vote of at least three of its members, inquiries initiated by private citizens, officers, or employees of the United States, or (any other person) concerning any allegation of improper classification of official information within the purview of this section, or concerning any allegation of the failure of any agency, or of any officer or employee thereof, to comply with the provisions of this section, or any agency regulation, or decisions, orders, or directives of the Commission pursuant to this section. The Commission shall have a report published which describes the results of each such investigation. The Commission shall, when appropriate, refer such matters to the Attorney General of the United States, provided, however, that nothing in this paragraph shall be construed as granting the Commission authority to inhibit, threaten, or abridge the rights of any person under the First amendment to the United States Constitution.

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"(J) The Commission shall furnish to Congress,

committees of Congress, and the Comptroller Congress of the Approved For Release 2005/08/22: CIA-RDP80B01495R000500050005221 of the

United States, upon request, certain classified information necessary for Congress to discharge fully and properly all of its constitutional responsibilities.

"(h) ADJUDICATORY AND APPEAL PROCEDURES. --

"(1) In any case within the purview of subsection (e)(9) of this section, the Commission shall hold a hearing at which the concerned agency is entitled to present its case or defense by oral or documentary evidence, to submit rebuttal evidence, and to conduct such cross-examination as may be required for a full and true disclosure of the facts.

"(2) The Commission shall meet immediately after the conclusion of the hearing to begin deliberations. The Commission shall render its decision in writing within five calendar working days after the conclusion of the hearing. Such decision shall set forth in detail the reasons for the determination of the Commission.

In carrying out its responsibilities under the ."(3) provisions of subsection (e)(9) of this section. Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2

Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2 39 is authorized to enter an order in each case either granting or denying the agency exemption, in whole or in part, from routine downgrading and declassification actions.

"(4)(4) The Commission shall prescribe such terms and conditions as it deems necessary to protect the security of the information concerned, including but not limited to, requiring that the person requesting such information or his agent --

"(i) take adequate measures to guard the physical security of the information received; and

"(ii) assure that access to the information be limited to Members of Congress whose responsibilities require access to such information, or to appropriate staff members of either House of Congress, or of any committee, subcommittee, or joint committee of Congress, or to the Comptroller General of the United States or any employee of the General Accounting Office who possesses proper security clearance. and the Will provide 2 Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2

4( "(5)(A) There is vested in the United States Court of Appeals for the District of Columbia exclusive original jurisdiction to review any final decision of the Commission under paragraph (3) upon complaint filed by a party to the proceeding at which such decision was made within fifteen calendar days of the date of such decision by the Commission. The decision of the Commission shall be upheld if there is substantial evidence on the record to sustain that decision. Such case shall be immediately considered and shall have precedence over all other cases pending before such court.

"(B) There is vested appellate jurisdiction in the Supreme Court of the United States to review by appeal as a matter of right any decision made by the United States Court of Appeals for the District of Columbia pursuant to this paragraph. The Supreme Court shall act promptly in considering such appeal and rendering its judgment thereon.

"(C) The judicial review provided for by this paragraph shall be the exclusive mode of judicial for by this para-Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2<sup>vew</sup>." SEC. 4. It is the sense of the Congress that the Approved For Release 2005/08/22: CIA-RDP80B01495R000500060002-2
President, in conformity with article II, section 3, and artic
I, section 8 of the Constitution of the United States, shall
keep Congress fully and currently informed with respect to
all of the activities of agencies covered under this Act.
SEC. 5. Section 552(b)(1) of title 5, United States
Code, is amended to read as follows:

"(1)(A) specifically authorized under criteria established by an Executive order or statute to be kept secret in the interest of national defense or foreign policy and (B) are in fact properly classified pursuant to such Executive order or statute;".

SEC. 6. The chapter analysis of chapter 5 of title 5, United States Code, is amended by inserting:

"552b Classification and declassification of official information."

immediately below:

"552a Records about individuals."

SEC. 7. There are authorized to be appropriated such sums as may be necessary to carry out the provisions of this Act.

SEC. 8. The provisions of this Act shall be effective 180 days following the day on which this Act is enacted, except for the provisions of subsection (g), which shall be effective on and after the date of enactment.

# TAB

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This draft bill seems to have been written by 1. someone unfamiliar with the intelligence community, where large volumes of classified material are an essential part of the business. The provisions of the bill might be manageable in a work context where classified material is a rarity; in the context of the intelligence community, the bill, particularly the provisions for classification and downgrading, would be unmanageable, perhaps unworkable without resorting to subterfuges.

The provisions for assigning and exercising 2. classifying authority (pp. 8-12) would be burdensome to OER if the D/OER or a few other top officers personally had to classify each OER product. If, however, the bill could be interpreted to allow continuation of the present practice under EO 11652

In any event,

since most of OER products contain classified source material, the producing analyst apparently would be able to mark most OER products in accordance with the classification of the source material, without involving any person possessing classification authority, if our reading of paragraph (c) (4)(F) is correct.

The classification criteria are not adequate to 3. protect DDI products in those instances where DDI analysis (regardless of the classification or lack of classification of the source material used in the analysis) involves policy-sensitive interpretations of foreign governments economic motivations. This might not be a problem if, for example, such analysis could be construed to fit CONFIDENTIAL criterion (d)(3)(C), "specific details relating to elements

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of foreign policy...that would seriously damage our current diplomatic relations." This might be an unwarranted stretch of the criterion.

4. The lack of an "intelligence gathering" criterion for classifying CONFIDENTIAL, and the lack of an explicit criterion for "protection of sources and methods" in classifying SECRET, plus the lack of provisions for exempting CONFIDENTIAL or SECRET from downgrading, might result in considerable effort by classifiers to strive for a TOP SECRET classification wherever possible, by hook or crook.

5. The volume of requests to the Classification Review Committee for exemptions from downgrading, particularly if the use of the TOP SECRET classification increases, might be overwhelming or, at least, a huge administrative burden for all concerned.

6. Notifications to holders of downgraded or declassified documents would be administratively burdensome, possibly not manageable at all. Furthermore, we are puzzled that the bill seems to call for notifications to holders even in cases where the downgrading is supposedly <u>automatic</u> and not subject to possible exemption, i.e., SECRET to CONFIDENTIAL and CONFIDENTIAL to UNCLASSIFIED. This is a wanton disregard for unnecessary paper handling.

7. Although the classification criteria allow for preserving the classification of material from foreign governments, we see no provision for exempting such material from automatic downgrading if it is at the CONFIDENTIAL or SECRET level.

