

SECRET

sw
D
B

LOGNOTE -- Chief, Operations Group, 14 March 1985

1. D/FBIS is circulating a lognote on the Monday-Tuesday DDS&T management conference, but the following are the highlights:

25X1

- The budget picture looks okay for FY-85 and probably for FY-87. But in FY-86 we probably will have to take a \$1.8 mil cut in what OMB calls an "inflation adjustment," the theory being that the administration has cut inflation to the point where programs will not cost as much as anticipated when the budget was prepared (you'll also believe in the crock of gold at the end of the rainbow if you can swallow that).
- We came out pretty well on the unfunded requests. We will have to pick up the Tel Aviv rent, but that shouldn't be a great sum for '85 alone. We also will have to pick up the Okinawa A&E costs for the housing start. S&T will try to get DDI to provide some funding for the two TV projects. The Nicosia move will be paid out of the S&T reserve, though we may have to try to stretch out construction costs if possible.
- DDI and NPIC are far under T/O. DDS&T wants to go over T/O if he can to try to use some of the unused DDI headroom and also to make the Directorate average look better. So the word still is--recruit, recruit, hire, hire!

(cc: C/MOD, AC/DRD, C/ED)

25X1

SECRET