



Washington, D.C. 20505

Executive Registry
82-11052

OGC 82-07764

SA 110 802

Honorable David A. Stockman, Director
Office of Management and Budget
Washington, D.C. 20503

Dear Mr. Stockman:

This is in response to the request from your Office of Legislative Reference for the views of the Central Intelligence Agency on Enrolled Bill H.R. 6955, the Omnibus Reconciliation Act of 1982.

The Central Intelligence Agency will be affected by the provisions contained in Title III of the Act. That title makes technical and cost-saving amendments to existing law regulating government retirement systems and providing for certain travel and transportation expenses. These changes will not directly impair the Central Intelligence Agency's ability to meet intelligence requirements. We do wish to note, however, that one of these changes would have an unintended adverse impact on Agency employees who participate in the Central Intelligence Agency Retirement and Disability System (CIARDS). Unlike the Civil Service Retirement and Disability System, CIARDS provides for mandatory retirement at age 60. The changes made by section 301 of the legislation are intended, we understand, to create certain disincentives for persons who, before age 62, retire voluntarily. This section will also have the effect of penalizing CIARDS participants who retire before age 62, not through their own volition, but rather through operation of law. We believe this anomaly should be addressed by a technical amendment at the earliest possible opportunity.

We appreciate the opportunity to comment on this important legislation.

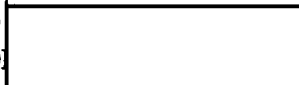
Sincerely,

/S/ John N. McMahon

John N. McMahon
Acting Director of Central Intelligence

Distribution

- Orig - adse
- 1 - DCI
- 1 - DDCI
- ① - ER
- 1 - Comp
- 1 - D/OF
- 1 - DD/O



STAT

L-119

STAT