Pentagon Plan for Intelligence Boss

SEP 2 0 1971

SFChronicle Washington Post Service

Washington

The White House is expected to approve soon a Pentagon plan which would install, for the first time, a civilian as the topranking intelligence official in the Defense Department, according to informed government

The move is part of a more extensive, government-wide reorganization plan much of which is still unsettled, aimed at making the gathering of all types of military and foreign intelligence more efficient and far less expensive.

Estimates of the current government-wide cost each year for global intelligence gathering, sorting and analyzing run to about \$5 billion and involve some 200,000 peo-

The bulk of the money an estimated \$3 billion annually — and the people — about 150,000 — are associated with the Defense Depart-

The Pentagon part of the planned reorganization involves establishment of a new assistant secretary of defense for intelligence, whose job would be to oversee the entire military intelligence network, including the separate activities of all three services plus those of the Defense Intelligence Agency, which is headed by a military man, and the code-cracking National Security Agency.

There are several candidates for the new post. But the man most Pentagon insiders expect to get the job is Albert C. Hall, currently a vice-president of Martin-Marietta Corp., the company that builds the booster rockets for most of the U.S. spy satellites.

The new assistant secretary will become the ranking intelligence official in the Pentagon and Defense Secretary Melvin Laird's chief intelligence adviser. As defense officials describe the plan, however, the director of the Defense Intelligence Agency, Lieutenant Gnereal Donald V. Bennett, will also retain direct access to Laird.

The Pentagon has never

See Back Page

From Page 1

had a civilian in the top intelligence job before, on a fulltime basis.

Behind the new move, as Pentagon officials explain it, is a need to cut down the enormous size of the military intelligence community and to weed out unnecessary projects and facilities.

IMPETUS The feeling that the military intelligence apparatus had grown too large and costly in comparison to the amount of useful information it was producing was the principal impetus, according to civilian officials, for a White House-ordered study of all intelligence operations earlier this year.

In addition, some sources say that President Nixon, while impressed in large measure with the work of the civilian-run Central Intelligence Agency, was unhappy with military intelligence planning going into the abortive Son Tay prison raid and the South Vietnamese incursion into Laos.

Also, the President was reportedly annoyed with the lag in U.S. knowledge of a Soviet cease-fire violation involving construction of anti-missile sites near the Suez canal during the summer of 1970

Demands for more efficiency have also come recently from Senator Allen J. Ellender (Dem-L.A.), chairman of the powerful Senate Appropriations Committee. Ellender is threatening to cut \$500 million out of the total intelligence budget, which might involve eliminating some 50,000 jobs.

Some government officials estimate that actual cuts could run to about 20,000 people and a savings of a few hundred million dollars.

Plans to create a new super-agency with CIA Director Richard Helms at the chief have been dropped, though many officials believe that Helms will eventually emerge with strengthened and broader powers over all intelligence operations and resources