

## MINUTES OF PROCEEDINGS

THURSDAY, June 23, 1960.

(15)

The Standing Committee on Public Accounts met at 2.10 p.m. this day. The Chairman, Mr. Alan Macnaughton, presided.

*Members present:* Messrs. Beech, Chown, Danforth, Drysdale, Hales, McDonald (*Kings*), Macnaughton, McGrath, Morton, Smith (*Simcoe North*), Smith (*Winnipeg North*), Spencer, Stefanson and Tucker.—14.

*In attendance:* Mr. G. W. Hunter, Assistant Deputy Minister, Department of Defence Production; *From the Auditor General's Office:* Mr. A. Maxwell Henderson, Auditor General; Mr. Ian Stevenson, Assistant Auditor General; and Mr. A. B. Stokes, Supervisor of Audit of *Crown Assets Disposal Corporation*. *From Crown Assets Disposal Corporation:* Mr. L. Richard, President and General Manager; Mr. I. M. MacKinnon, Assistant General Manager; Mr. T. P. O'Donoghue, Manager, Lands and Buildings Division; and Mr. L. M. Mondor, Assistant Comptroller.

Mr. Stokes read a brief statement in reply to a question asked by Mr. McGee on Wednesday, June 22nd respecting landscaping on Sussex Drive, Ottawa.

*Agreed,*—That the abovementioned statement be included in the Committee's Minutes of Proceedings, and Evidence No. 13 as *Appendix "B-8"*.

The Committee proceeded to further consider the operations of Crown Assets Disposal Corporation, Mr. Richard and the Auditor General supplying information thereon.

The Chairman indicated that the following communications have been received:

1. A telegram from the President and General Manager, Koehring Waterous Ltd., Brantford, Ontario.
2. A letter from the office of the Vice-President and Treasurer of Dominion Engineering Works Ltd., Montreal.
3. A letter from Canadian Association of Equipment Distributors.
4. A letter from Blackwood Hodge Ltd., Montreal, Québec.

*Agreed,*—That the abovementioned documents be included in today's evidence. (*See Appendix "A-9"*).

Mr. Richard read a prepared statement and he was further questioned.

Mr. MacKinnon filed the following information for inclusion in the Committee's record as *Appendix "B-9"*:

1. Origin and Negotiation History of *Note 100*, respecting provisions for the disposal of excess United States Government property in Canada through CADC.
2. Customs, Duties and Taxes under *Note 100*.
3. Donation, abandonment or destruction of equipment under *Note 100*.