THIRD REPORT

of the

MICHIGAN STATE UNIVERSITY VIETNAM ADVISORY GROUP

in Public Administration

to the Government of Vietnam

submitted by

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TABLE OF CONTENTS

	Page
Summary	1
Introduction	
MSUG Organization General Program Observations Planned Integration Within NIA Trend from "Crash" Emphasis Presidential Lecture Series Arrival of Consultants Several Administrative Problems Solved	1 2 2 3 3 4
Police Division	
Training Reorganization Equipment . General	5 6 6
Field Administration Division	
Refugee Commission Department of Interior Education, Agriculture, Agrarian Reform, and Civic Action Departments of Information and National Economy Other Activities	8 9 9 10 10
National Institute Division	
Degree Program Evening Certificate Program Participant Program Library Research	11 12 12 12 13
In-Service Training Division	
In-Service Training Courses	14
Executive Office	
Personnel Housing Motor Pool General	16 16 17 17

Page

The Months Ahead

Contract Amendments	18
Work on the Budget	18
Increased Field Administration Implementation	18
In-Service Expansion	18

Appendix 1

MSUG Organization, July 1, 1956

Appendix 2

Reports of Michigan State University Vietnam Advisory Group

Appendix 3

Summary of General Expenditures for the period January to June 1956

SUMMARY

During the past six months the Michigan State University Group has veloped a definite organizational structure and a continuing program. e trend has been away from the "crash" emphasis of the first months and ward a series of longer range goals in recognition of the attainment of lative security and stability throughout the country. While the emergency pects of the MSUG operation have not completely disappeared, the work of e coming months should put more emphasis on implementation of reports, pansion of training efforts, and consolidation of goals achieved.

In the police field, training programs initiated last Fall have now oduced an increasingly large number of trained police officers. Specialed courses have been introduced and training beyond the basic instruction the Academy and Quang-Trung is in evidence. After lengthy research, reganization proposals have been submitted at the request of the Government. e flow of new police equipment which to date has been slow should increase ring the coming months due to the joint efforts of the Government, MSUG, d USOM. Equipment lists have been prepared, orders placed, and equipment intenance courses have begun. Throughout these police activities, the UG police specialists have developed and maintained a close association th the Vietnamese police at the operating and staff levels.

Field Administration has had something more than superficial contact th a total of eight Departments of the Government. During the past six onthe this division has conducted research in the Departments of Agriculre, Agrarian Reform and Land Registration, Education, and in the Commission Civic Action. Implementation has progressed satisfactorily in the Refugee mmission and has been started in the Department of Interior as a followto the January report. Work has now begun with the Departments of Informlon and Youth, and National Economy. Continuing its three-fold program of search, analysis and reporting, and implementation, the division is beginng to shift its emphasis toward implementation as an ever-larger proportion its research has been accomplished.

The National Institute of Administration has grown so rapidly that it needs larger and permanent quarters. Present facilities have become inquate as a result of the increase in enrollment, the expanded course erings, and the new night school program. The Government has designated ew site and formulated plans for a major expansion to be undertaken with assistance of American aid. It is believed that this program will meet needs of a three-year development plan prepared by the Institute. sely related to the general growth of the NIA is the in-service training ivity of MSUG and the Government. A new division has been created within Michigan State Group to meet the needs of this developing program, and working closely with the Institute in-service training section.

The activities of the past six months have resulted in an increased unt of administrative independence for MSUG. The thorny problem of bursement of MSUG piaster funds has been temporarily settled, with the ernment assuming the administrative support formerly given by USOM. gh administrative problems still exist, the Executive Office of MSUG has able to provide necessary services and should be able to adjust to the demands of increasing staff who will begin to arrive in July.

These accomplishments and occasional setbacks have been but a part of total progress made by the Government of Vietnam during the past six hs. Advances have been made in many fields. The work of the Michigan e University team, which shared in the achievements of these months, been a consequence of the cooperative and enthusiastic efforts of the rnment to improve its administration. The warm relations that have ted between the Government and MSUG have constituted the foundation for Michigan State activity. The receptiveness of the Government, USOM, and r American agencies has been most encouraging and foretells another year cooperative accomplishment.

INTRODUCTION

The Michigan State University Group in Vietnam is now more than one ar old. For members of MSUG this has been a year of challenge, of intinually interesting experience, and of satisfaction. For the Governent of Vietnam this has been a year of regeneration and progress. After in this of obvious insecurity, relative stability and security have been tablished throughout the country. A national referendum has assured the gal and popular base of the Government. A national constituent body has en elected and assembled in Saigon and will soon produce a constitution r Vietnam. The problem of refugee resettlement, which was so grave one ar ago, now gives evidence of satisfactory solution, with massive rettlement occurring at Cai San and normal integration proceeding gradually sewhere. In almost every field of governmental operation, reform and velopment have been apparent.

An accurate report of MSUG activities over the past six months must ntain the story of setbacks as well as of accomplishments. A technical sistance team of this scope necessarily meets frequent delays in its rious programs which, unless put into proper perspective, can cause patience and frustration. On the whole, however, MSUG operations have wed along smoothly and rapidly. Perhaps the indication of accomplishment which Group members can point with greatest pride has been the continually rm relations that have prevailed between the MSUG staff and the Vietnamese th whom they have worked or come into contact. Jertainly this friendly lationship and the fine cooperation it denotes have been largely responble for MSUG success during the past year.

Relations with USOM have also been good. With but a few exceptions, rk with USOM and other American officials has resulted in cooperative fort and mutually satisfactory agreement. While some administrative oblems have been bothersome, they are now solved and should cause no rther disagreement.

MSUG ORGANIZATION

On March 12, Dr. Wesley R. Fishel arrived in Saigon and took over the adership of the Michigan State team. Dr. Fishel replaced Dr. Edward W. idner who left Saigon in December 1955. (From December to March, Dr. lph H. Smuckler had served as Acting Chief Advisor.)

Several months after Dr. Fishel's arrival, a number of organizationchanges were put into effect. Dr. Smuckler was named Assistant Chief visor, and four program divisions were established in addition to the ecutive Office. (See Appendix 1, MSUG Organization chart.) The four visions--Police, Field Administration, Institute, and In-Service anning--while continuing the same basic program as before the reorganition, represent an integration and consolidation into fewer projects. At present the MSU team has a total personnel strength of 109, of which are regular American employees, 76 are Vietnamese, and 6 are special conact employees. In addition, four short-term consultants were with MSUG as June 30. As has been the case with most other organizations operating coad, it has not always been possible to maintain the full complement of Americans in Saigon. For health and other reasons, several members of e staff departed Saigon ahead of schedule, and they have not been easily blaced. The departures of Dr. John Hunter and Dr. John Dorsey were in this cegory, and their replacements are not expected in Saigon until August. Joyce Bell left the project in January due to serious illness at home. Royce Williams of the Police Division was evacuated from Saigon in member due to serious illness which later proved fatal. In spite of these ious setbacks, MSUG has continuously maintained an American staff averagabout 27 persons.

GENERAL PROGRAM OBSERVATIONS

During the past six months the MSU program has progressed along the e general pattern described in the last semi-annual report. Major efforts e been made in the police field and in field administration. The National titute program has continued along the same lines as before. A major nge has occurred, however, in the in-service training program. Early in year, in-service training was given a new emphasis and a separate division created under Dr. Frederic Wickert. This division, which operates out of National Institute and is closely tied to Institute activities, is now eloping its program in response to a series of urgent requests from the tnamese Government.

PLANNED INTEGRATION WITHIN NIA

The close relationship of the in-service training activity to the NIA but one indication of a general trend within MSUG. During MSUG's first months in Saigon, it was not possible to work closely with the Institute all phases of the general program. However, to an increasing extent, the higan State program is being integrated into the National Institute of inistration. This is evidenced by the movement of personnel to the titute, by the dissolution of the separate Economics section, by the th of In-Service Training, and by the administrative integration of the sidency and Participant programs with the Institute Division staff. This nd will continue. Plans are now being developed to expedite integration inistratively and in the field administration project. It does not apr desirable or practical to integrate the police program into the NIA use the specialized nature of the police activity falls outside the lemic interests of the Institute faculty. With this one major exception, ever, MSU plans to tie its future activities more and more closely to the titute.

TREND FROM "CRASH" EMPHASIS

This trend toward integration into the NIA program is indicative of the slopment of the Institute, but it also reflects a general change in the ure of the MSU program. While the activities of the group are still gent, the emergency has lessened, and the "crash" emphasis has somewhat minished. The program is now a continuing one with a renewed look at nger range goals. This does not mean that some aspects of the program-example, police and field administration--do not receive priority treatit, for the urgent need for realizing the goals of these projects is still it. It does mean that there has been a general leveling off and planning longer range development as exemplified by both the In-Service Training Institute Divisions.

PRESIDENTIAL LECTURE SERIES

While the work of the various divisions is discussed below, one broad ect of MSUG activity during April, May, and June requires special mention ause it involved members of the entire staff. In response to a specific uest from President Ngo Dinh Diem, MSUG, with the cooperation of the ional Institute of Administration, presented a series of ten lectures on inistrative matters to a large group of high and middle level civil vants. The "Presidential Lecture Series" included lectures and discusss by members of the Michigan State staff on such subjects as budgeting, agement, personnel, executive development, staff work, leadership, and inistrative responsibility. This was viewed as an in-service training ivity though it was considerably different in scope and means of pretation than other in-service work. Attendance was good, and rarely did audience fall below 250. Audience participation was included through tten and oral questions and, in several cases, other means of audience ticipation was attempted. The lectures which ended on June 29 will be lected and printed in Vietnamese for future use by the civil servants.

ARRIVAL OF CONSULTANTS

Deans Milton Muelder and Clifford Erickson of Michigan State University nt ten days with MSUG early in February. During their visit they served consultants and inspecting officers and were in contact with all members the staff as well as with many of the Vietnamese and American officials h whom MSUG works. They were able to learn much about the MSUG program their analysis and comments have been very helpful in planning future ivities of the Group.

The first specific program consultant, Mr. Frank Landers, arrived in gon early in May. During May and June he worked with Vietnamese and ricans on matters related to improvement of the budget process. Mr. lers, who is Budget Director for the State of Michigan, will depart gon early in July, but he leaves behind him suggestions for immediate lementation as well as a longer range budget program for MSUG to develop a Vietnamese budget officials.

Other consultants began to arrive late in June, including Professors on Turner and Lyle Maxwell of Michigan State University, who will work in police and in-service training fields respectively, and Professor James ler of Yale who will work with the Field Administration Division in .ementing the Ministry of the Interior Report. The arrival of these consultants reflects another phase of MSUG developnt. The program of the Group has now advanced to the point where specific sks are spelled out sufficiently to justify bringing over qualified personnel r short-terms to supplement the general work of MSUG in specialized fields. r example, the work of police laboratory specialist Ralph Turner will be to ovide expertise essential to the revamping of local criminological laborary facilities and the training of Vietnamese forensic scientists.

SEVERAL ADMINISTRATIVE PROBLEMS SOLVED

Several problems which disturbed the smooth functioning of the MSU Group ve been satisfactorily resolved during the past six months. Perhaps the st disturbing of these has been the question of moministrative support for e MSUG operation by USOM/Saigon. While the decision to establish an dependent administrative support system for MSUG was made soon after the rival of the first members of the Group, this has not been possible in the nancial field for various reasons. USOM has been the certifying agent for U plastre expenditures, and this has caused various administrative complitions which at times have been annoying to both USOM and MSUG. During the staix months alternative methods of certifying and disbursing funds have en explored, and in June a solution acceptable to both organizations was opted. With the beginning of July, MSU will certify its own expenditures, d the Government will disburse funds for the Group against an account made ailable by USOM.

During the first months of operation, it became abundantly clear that if e MSUG was to be effective it needed a group of capable interpreters, assistts, and local professional staff to supplement efforts of American personnel. e National Institute and other Government channels were unable to fill ese needs in spite of contract provisions, and it became necessary to begin intensive independent recruitment campaign. As a result, MSUG now has a oup of well qualified Vietnamese employees. While the last six months has en the solution to this serious personnel bottleneck, the Group is still arching for capable mature people for the various activities of the visious. In order to attract the professional level of employees needed in U course work at the Institute and in other projects the Group has experinted with a system of special pay categories which should aid considerably this quest.

A third very difficult problem has been the secretarial shortage, which s slowed down the operations of the Group. Contrary to expectations, it s not been possible to recruit enough secretaries in Saigon to fill the eds. The solution to this problem has been found in a contract amendment ich will enable MSU to hire secretaries in Saigon on the dollar payroll, bject to certain limitations, and to send over additional secretaries cruited in East Lansing above the personnel limit of thirty.

4

POLICE DIVISION Howard Hoyt, Chief

One of the major sources of satisfaction during the past six months has n the steady progress made by the police forces of Vietnam. This has n a reflection of the enthusiasm of the Vietnamese police leaders as l as the close cooperative relationship established between MSUG Police ision and the police forces. Both groups have assigned a high priority these tasks, and the results have been encouraging.

The various police training programs reported on in the last semi-annual ort have continued with the result being an increasingly large number of ined municipal and special police officers and civil guardsmen. These ic training programs have been augmented by additional training courses rted during the past six months.

Police training represents the brightest side of the police activity. rganization and equipment have progressed more slowly. MSUG submitted a or organizational report in April at the request of the Government. Reed to organizational advance was the opening up of Camp des Mares in gon as a central police headquarters. During the past month, the police ices have started to occupy the Camp, and a plan for overall assignment space has been accepted.

While some new police equipment has arrived in Vietnam and orders have a placed for much more, the equipment problem has in general been frustrat-. The months ahead should offer some relief, however, and provide some urn for the many hours spent in determining and evaluating equipment needs.

TRAINING

1. The National Police Academy, which was established in October 1955, now trained 606 police officers. Graduates have been from all but three the 40 provinces and represent every municipal police force as well as ate officers from all parts of the Republic. The upper 25% of the gradut of each class have been recommended to their chiefs as instructors, and any cases they are conducting training in their respective departments.

2. The Police Academy has become the base for additional training. An ing school for top police officials meets regularly at the Academy. MSUG f members have joined Vietnamese judges and police officials to provide ures and lead discussions on law enforcement subjects.

3. Civil Guard training is continuing at Quang-Trung after a brief interion. About 12,000 civil guardsmen have received this six-weeks basic ning, and about 1,500 are now in training at Quang-Trung. It is interestto note that the Civil Guard platoon that captured Ba Cut, the last major 1 leader, had undergone training at Quang-Trung and the Captain in charge attended the Command School.

4. The past six months have seen the development of specialized training. MSUG cooperation, the Saigon-Cholon police have developed a school for raffic officers and training course in riot control and related subjects. he Civil Guard has received training in leadership, driver training, commuications, motor vehicle maintenance and operation, social action, and health nd sanitation. Another specialized course is being provided by the Ministry f Information in radio maintenance and operation. Twenty Saigon-Cholon olice officers are receiving special training from the National Army in eapon repair and maintenance. These specialized courses, which supplement he basic training of the Academy and Quang-Trung, have been an encouraging nd necessary development of the past six months. While MSUG has served as iaison, stimulant, and occasional coordinator for these activities, the real chievement is that of the Vietnamese police themselves.

REORGANIZATION

1. In April MSUG submitted a major report to the Director of Police on he reorganization of the police forces of Vietnam. This represented the onclusion of months of observation and experience with police agencies in aigon and throughout the country. This report, which was submitted at the equest of the Government, is now being studied, and implementation is being lanned. In addition to the general report, several more detailed studies f the Surete (V.B.I.) have been submitted.

2. A major development toward improved organization occurred when amp des Mares was assigned to the civil police of Vietnam for use as a entral headquarters. Camp des Mares, which is located in the center of aigon-Cholon, is a former military establishment with sufficient area to ermit unification of the many police functions in one location. In the ast, they have been spread throughout the city and outlying provincial reas in a manner hampering coordination and complicating communications.

EQUIPMENT

1. Seven land-rovers were turned over to the Prefectoral Police in oril. These vehicles, which are now being used in Saigon-Cholon, represent he first major equipment improvement provided by USOM with MSUG advice.

2. Much time has been spent in the preparation of up-to-date equipment astsfor the various police forces and the tabulation of needs. This has een done in close cooperation with both the Vietnamese police leaders and NOM. These lists have been used as the basis of orders being placed by NOM for transportation equipment, ammunition, weapons, communications, and maining materials and other equipment for use by the civil police forces.

GENERAL

1. A modern fingerprint bureau is now in operation with training mpleted and former trainees actually classifying and handling prints. The oblem of integrating the old system with the new is being resolved and 11 be implemented during the coming months. 2. With the assistance of MSUG, the Saigon-Cholon police have experinted with traffic laning. A demonstration area has been set up, and the stem has been well received. As a result, the Government has purchased a chanized paint machine and a quantity of paint to continue the laning ogram. MSUG and USOM have ordered equipment which will assist in studying traffic conditions.

7

FIELD ADMINISTRATION DIVISION Walter Mode, Chief

The Field Administration Division has been active in both research and mplementation during the past six months. Work has progressed along the ines originally set forth in the plan for Field Administration, although he order of priority of the various Departments has been changed at the equest of the Government. Research, analysis, consultation, and general mplementation have been conducted simultaneously in eight Departments and commissariats of the Government during this period.

With the arrival of several more American staff members in March, Field dministration activities were broadened considerably. The pattern has been o use teams of capable young Vietnamese staff members along with one or two merican personnel in the approach to each Department. Vietnamese staff has een particularly useful in the research and analysis phases. Because of he nature of the Field Administration staff, individual staff members have een called upon from time to time to assist in other MSUG programs. While his flexible arrangement has added greatly to the general progress of the roup and broadened the experiences of the personnel involved, it has tended o slow work of the Division somewhat. In spite of this, however, considerble progress can be noted.

The "crash" emphasis of the first six months has been partially replaced y a general leveling out of work toward longer range goals and more detailed malysis of the individual Ministries.

REFUGEE COMMISSION

1. Implementation and evaluation have replaced the first research phase f work with the Commissariat General for Refugees. Working closely with ommission personnel and the USOM Resettlement Division, MSUG has assisted in the establishment of an improved field organization in the provinces along ines suggested in the reports of last Fall. The Commission has decentralaced its operations and established field offices in provinces with large efugee populations. One American member of the Division staff has been asigned full-time to this activity, and he has been assisted by other staff embers from time to time as the situation required. The Refugee Commission as welcomed these efforts and demonstrated a sincere desire to adjust its anization to its new resettlement goals.

2. In recent months, a review of the Fall reports for central office ad field organization was undertaken. In both cases it was found that the manission had implemented a substantial portion of MSUG recommendations. Hen informed that these six-month reviews concluded our work with the fugee Commission Administration, the Commissioner General requested that he Division continue its efforts during the next year. As a result, Field ministration will continue to work with the Commission although on a somenat curtailed basis.

DEPARTMENT OF INTERIOR

1. The formal written report to the Secretary of State for Interior submitted in January. Although the report was well received and, in fact, in recommendations had been adopted by the Government even before general induction of the Report, implementation has been slow. This has not been to unwillingness on the part of the Government but to change in the top lership of the Department. With the appointment of a new Secretary of the for Interior, efforts were renewed and three commissions within the interior, efforts were renewed and three commissions within the interior are now working to implement the changes of last December. These ges, which put an end to regional administration and began the establishi of a series of prefects or areas combining several provincial administras, will be put into operation over the coming months.

2. Implementation of the Interior Report has been given renewed ntion by the Division with the arrival in June of Dr. James Fesler as a ultant. Dr. Fesler will devote his time to this effort. A series of erences within the Ministry late in June indicated that his services will ut to good use.

J. It should be emphasized that recommendations to the Government in Interior Report rested very heavily on the experience and views of Governofficials themselves. During the research last Fall, these views, as as many facts about provincial and regional administration throughout country, were collected and analyzed by the Field Administration staff in then presented its report to the Government. Even though the recomations for change are very broad, to a large extent they represent the cing of leading officials, and for this reason implementation by the rement, while posing many problems, should proceed with determination. Department of Interior is in many ways the most important aspect of Field instration efforts since it is through this Department that provincial district administrations are coordinated and controlled.

4. The Report of the Division was well received by other American des in Saigon. This was particularly true of the Supplement on Financdministration which received general praise from USOM. Several talks is subject were presented by MSUG staff members to USOM at the request be Director, Mr. Leland Barrows.

EDUCATION, AGRICULTURE, AGRARIAN REFORM, AND CIVIC ACTION

1. In January, February, and March an extensive four-department survey ovince, district, and village organization was undertaken by Field istration. Twenty-five provinces, 45 districts, and 77 villages were ed, and contacts were made with province chiefs, provincial chiefs of ce, district officials, village council members, village schoolmasters, t farmers, and other villagers. More than 485 interviews were conducted ghout the country. Questions were asked about the administration of ams of the Departments of Agriculture, Education, Agrarian Reform, and ommission for Civic Action. Central office studies were conducted in n on each of these organizations. 2. Reports on the Departments of Agriculture, Education, and Agrarian form were nearing completion at the end of June. However, during the study e Commissioner of Civil Action made a complete reorganization of the ternal structure of the Commission, and as a result further action was ferred by MSUG until the new organization would be functioning normally.

DEPARTMENTS OF INFORMATION AND NATIONAL ECONOMY

1. Work has begun in the Department of Information and Youth. The partment has been very cooperative, and the Secretary has assigned his pretary General as liaison with Field Administration. About half of the entral office interviews have been completed, and a field study will begin h July.

2. Preliminary work has been started in the Department of National conomy in response to a direct request from the Secretary of State. Discussons have been held with members of the Department concerning the organization, unctions, and staffing of the Department. A detailed study will be underaken in July.

OTHER ACTIVITIES

1. Several trips were made by Field Administration staff and Vietnamese counterparts which have proved to be of great value. In April, one member if the Division visited the ICA-sponsored project in Manila which assists the overnment Survey and Reorganization Commission for the Philippines. In May, party of five, including two agriculture officials, traveled to Japan and aiwan to study and observe the organization of the Ministries of Agriculture and Agrarian Reform in these countries. Their conclusions, embodied in a eport of Comparative Study of Agricultural Administration in Japan, Taiwan, and Vietnam, have been submitted to the President and other interested fficials.

NATIONAL INSTITUTE DIVISION Dr. Guy Fox, Chief

During the past six months, the National Institute of Administration become increasingly recognized as a center and a source of leadership the improvement of public administration in Vietnam. The President of hepublic has taken an active interest in Institute affairs, and its stor, Vu Quoc Thong, and Assistant Director, Nghiem Dang, have commanded rel respect through their capable management. This has been reflected he broad role assigned to the NIA in the Presidential Lecture Series, in dovernment-wide, in-service training program, and in the work of the intersterial research conference. In May formal dedication ceremonies were at the Institute which were attended by the President, Vietnamese Governofficials, and members of the Diplomatic Corps.

In order to keep pace with its expanded activities, the Institute will begin construction of new enlarged physical facilities. The Vietnamese mment is providing a suitable site and is helping to defray building a by furnishing an amount equal to that of the American aid invested in ent premises. New American aid will provide the remaining funds necessary erecting a classroom-office building, a library, and students' dormitory. ing completion of the new buildings within approximately 18 months, some ure of relief will be afforded by the erection, now in progress, of five set huts at the present location.

The construction program is part of a comprehensive plan for the itute's development over a three-year period. The Director of the itute and the MSU Chief Advisor have agreed upon Institute goals to be mplished within the next three years, the time schedule for their realion, and for the roles, respectively, of Vietnamese contributions and ican assistance in a three-year development plan.

DEGREE PROGRAM

1. Enrollment in the day degree program for the semester completed in totaled 207 as compared with 138 for the preceding semester. Two new sees in public administration were offered for the first time at the tute during the past semester, namely, Personnel Administration and dization and Methods. These two courses were taught by MSU personnel as courses on Introduction to Public Administration and National Income roblems of Capital Formation. Two teachers of English were also shed by MSU.

2. During the past year, well over 1,000 pages of student readings and nes were prepared in mimeographed form by MSU personnel. Outstanding 200 page manual of Economics problems written by Dr. John Hunter and lated into both Vietnamese and French; the manual will soon be printed ublished in Vietnamese.

EVENING CERTIFICATE PROGRAM

1. The evening school, which began on January 9, was successful beyond stations. There were 1,500 applicants, of whom only 650 could be admitted use of physical limitations. Classroom space at the Faculty of Law and the of Medicine at the University of Vietnam was borrowed.

2. MSU contributed to the teaching by taking three large sections of introductory course in Public Administration and a course in Statistics; as partly responsible for furnishing teachers of English for three ons.

PARTICIPANT PROGRAM

1. Twenty candidates, all functionaries, have been selected for study U during the coming academic year and are expected to leave for East ng before the end of August.

2. Two members of the Institute faculty--the Assistant Director, Mr. m Dang, and Mr. Vuong Van Bac--left in June for several months of rences, observations, and research at MSU and other places in the d States. A third faculty member, Mr. Tran Tan Thanh, is scheduled to for MSU in August.

LIBRARY

1. As the library continues to grow in quantity of holdings and general lness, it is gradually realizing its aim of becoming the center for c administrative materials in Vietnam. The various ministries have d to cooperate by furnishing copies of their documents to the library. otal number of books is now approximately 2,500, exclusive of sheet U.N. cations, as compared with approximately 1,500 in January. Forty-two can periodicals are now being received as compared with 11 at the end 55. Approximately 500 books have been ordered but not yet received. ibrary has been placed on several exchange lists and is receiving U.N. ents as gifts and purchases. The use of the Dewey decimal system has nued to evoke favorable comment and has brought requests for in-service ing courses in the system by Mrs. Alubowicz. The use of open shelves roved popular with both faculty and students.

2. A microfilm reader, humidified microfilm cabinet, reproduction ne, air conditioner, and other equipment have been ordered for the ry.

3. The Institute has taken the initiative in promoting cooperation librarians in the Saigon area. Several meetings have been held, and change of periodical lists is now in process. A union catalog of all ngs in the various libraries is contemplated.

RESEARCH

1. The Research Division has been hampered by several administrative lopments beyond its control. First, the appointment of Mr. Hue as arch Division Chief was delayed. Second, shortly after Mr. Hue's intment, the MSU Research Coordinator was made Acting Chief Advisor. d, with the departure of Mr. Dang for the United States in June, Mr. was named Acting Assistant Director of the Institute.

2. In recent months, the Research Division has undertaken an experiwith survey methods. Members of the Division developed a questionnaire, d the results, and became familiar with the use of IBM machines for essing data. Division personnel are enthusiastic over the survey method plan to use 20 students during the summer months for a more extended ey. The Research Division has participated regularly in the weekly ings of the Inter-Ministerial Council on Research which has been conring problems of Civil Service in Vietnam.

Several other developments of general interest include the drafting of institution for a professional society in public administration for which idential approval is being awaited. The Society will work with the itute in publishing a journal and in other ways promoting research in rnmental administration. The Publications Research Sub-division, composed our Vietnamese and two MSU representatives, have agreed on financing and ral policies of publication, including the types and kinds of books and ments to be published. At the request of the President, a study of the lems of price control and means of repressing inflationary forces was ared by several MSUG Institute faculty members and a member of the ce Division.

IN-SERVICE TRAINING DIVISION Dr. Frederic R. Wickert, Chief

In the reorganization of MSUG which took place in April, new emphasis placed on in-service training. This was partially a result of the rapid ion taken by the Vietnamese Government after the first meetings of the ser-Departmental Council on In-Service Training in January and partially a "lection of the trend away from a "crash" program and toward a longer use, regularized MSUG program. In this program, in-service training is swed as an increasing activity, and while the efforts to date have not been rge, the plan is to develop this division into a more fully staffed, central it for encouraging and assisting the in-service training activities roughout the Government. Dr. Frederic Wickert, formerly coordinator for aining throughout the various substantive programs of MSUG, has moved his erations to the National Institute where the activity is centered and has voted an increasing amount of his time as Chief of the new division.

1. The Government has placed control of in-service training in the ter-Departmental Council under the chairmanship of the NIA. The chief of e in-service training section of the NIA, Mr. Vu Uyen Van, acts as exficio secretary to the Council. The purpose of the Council is to formulate -service training policies as well as to evaluate accomplishments. It signs specific Government-wide training programs to be carried out by signated Departments. A Department, with the help of the in-service traing section of the NIA, is expected to provide funds, instructors, and space r the programs allotted to it.

At its first meeting the Council divided in-service training into three oad areas, namely, "executant," specialist, and leadership training. MSUG s had to restrict its efforts within these very broad areas because of lack sufficient qualified personnel.

Obviously, a Government-wide program such as this represents a major fort and one to which MSUG can provide only advice, a limited amount of struction, and general assistance at this time. As personnel become availle, however, the role of MSUG will increase. Several consultants have been cruited for work with the In-Service Training Division. With the arrival the first of these, Dr. Lyle Maxwell, new impetus has been given to cretarial skills and office management training.

In-service training in the Vietnamese Government is viewed as a continug effort. Over the months ahead, MSUG and the National Institute will have e opportunity and the personnel to play an increasing role. The new vision of In-Service Training represents the first step in this direction.

IN-SERVICE TRAINING COURSES

1. EXECUTANT TRAINING. (1) The Department of Finance and the NIA ganized two courses in governmental accounting, one for 51 employees of ntral Departments and one for 43 provincial level employees. (2) The partment of Interior, the Central Personnel Office (Fonction Publique), NIA, the Shorthand Association of Vietnam, and MSUG surveyed the shorti training situation and have set up training to begin July 2 for 16 itively slow stenographers from various sections of the Government. A refor 15 relatively fast stenographers is to begin as soon as the rent session of the National Assembly, where they work, closes. (3) The intment of Education (which includes the national archives office) has in preparation of a records management training manual. (4) The NIA, b, USOM, and several Vietnamese Government Departments have been working and the development of an office procedures, equipment, and training ding on the NIA grounds.

2. SPECIALIST TRAINING. The Department of Finance conducted a course for provincial tax-collector chiefs. MSUG personnel conducted several of the ions. It is known that many other departments conducted a wide variety conferences and courses that could have been considered specialist trainbut they have not been reported as such. For example, the course given the Refugee Commission to refugee center leaders at Cu Chi in February in the cooperation of MSUG was in fact specialist training as defined by Council.

3. LEADERSHIP TRAINING. Training in this area has been comparatively in getting started for various reasons. One broad contribution, however, made through the Presidential Lecture Series discussed above. The Governis considering plans for continuing this series using Vietnamese Governsupervisors instead of MSUG lecturers. To complement lectures, the ernment is also considering small group leadership training to be given by and MSUG-trained training officers within each Department.

To summarize the activity of the new In-Service Training Division, the t months have witnessed a rapid growth in the interest and activity of Government in in-service training. A surprising number of courses have n conducted, and plans have been developed. The Division has played an ortant role in these plans from their beginning, and over the months ad the contribution of MSUG should increase as the Government's own gram grows.

EXECUTIVE OFFICE Homer Higbee, Executive Officer

In general, the activities of the Executive Office have become more nized and more routine during the past six months. This has been possibecause of the growing familiarity with the various duties on the part oth American and Vietnamese personnel. The past month has seen the tion to the major problem of disbursement of MSUG funds. This and several ar measures taken during the period have about completed the goal of nistrative independence established one year ago.

However, administrative problems still exist. One of these is the lack well trained accountant who would be able to keep more adequate financial rds for the Group. Again, a sufficient number of trained maintenance le have not been found. This has made household maintenance unnecessardifficult. A third problem has resulted from the general scarcity of lies and materials on the local market. None of these problems has ed insurmountable, however, and MSUG has managed temporarily to adjust hem.

PERSONNEL

The total number of local personnel has increased from 36 on January 1 6 as of June 30. In January, when Mr. Robert McKeen arrived as an assistto the Executive Officer, Mrs. Rosalie Brokenshire began to concentrate of her time and effort on personnel functions of the office. This has it possible to formalize personnel procedures and provide a stabilized onnel program in the office.

Recruitment of adequately trained personnel has been a major problem use of the technical and professional activities carried on by this f. The Personnel Officer has utilized personal contact, newspaper rtisement, and the American Embassy Personnel Section to secure required onnel. This has not always produced the people needed, and the various sions of the office have utilized their own special contacts to supplethese efforts.

On-the-job training has played a major part in bringing the level of ormance up to desirable standards. This training has at the same time lted in developing high morale and a low turnover rate.

HOUSING

Having had very few new arrivals during the past six months, MSUG has no major housing problems. All staff members have been adequately ed, and living units have been improved to include screening where reted and one air-conditioned bedroom.

During this reporting period, a new housing policy was established at request of the American Embassy which limited the amount of advance rent and the monthly rent per living unit. This restriction, along with a wing shortage of adequate well located residential houses is making it ficult to secure suitable quarters for expected new arrivals. MSUG has plied with the new policy, however, as have other American organizations Saigon.

MOTOR POOL

The use of the motor pool has increased so that most vehicles are being ven between 3 and 4 thousand kilometers per month. Although there are k periods when we do not have adequate transportation, the 9 vehicles are mally sufficient for transportation. One three-wheel Japanese truck has added to our motor pool for maintenance uses, thereby releasing one in to full-time transportation of personnel.

MSU now completely dispatches its vehicles from the MSU office. This required the addition of another dispatcher for night duty and the tion of several extra drivers.

Gasoline for the vehicles is being secured from the USOM pump on an r-account arrangement which has reduced the cost of gasoline by the nt of the import duty.

GENERAL

1. An unusual proportion of administrative time has been expended in ting required supplies and materials both for the office and for our ing units. Availability changes almost from week to week with some s such as dinnerware, silverware, and glassware remaining in short by. Quality office equipment is also in short supply with price gradualncreasing to unusual levels.

2. The assistance to staff members and consultants in arranging travel nd out of Saigon is becoming an increasingly frequent function of the utive Office. It is anticipated that one person may well expend oned of his time performing travel service during the next six-month period.

3. Present office space is totally inadequate for the needs of the mization. Negotiations are underway for a larger building which will ide space for 1 the offices as well as 10 apartments for staff members. egotiations for this building are successful, a move is planned in July.

4. During the past six-month period, MSUG has expended an average of 0,000\$VN per month for general operation. A tabular breakdown of the gories of expenditures is appended.

THE MONTHS AHEAD

Several developments of the past months have broad implications for the program of the next six months. Notable among these is the forthcoming sion of the Group to a total of fifty-four Americans.

CONTRACT AMENDMENTS

As was mentioned in the last semi-annual report, agreement has been ed to expand the Michigan State Group. During the past six months, iations have been conducted which set the new MSUG personnel ceiling Americans. The police program will be considerably broadened as a t of the amendment. It will include new areas of work and extend more y throughout the country.

A move into larger quarters will be necessary. As reported above, the nment has located a suitable building and will make it available for occupancy during July.

WORK ON THE BUDGET

The visit of budget consultant Frank Lenders has resulted in a plan for bying the Vietnamese budget process. This important area of the Presir has been given priority by the Government. To implement the report of anders and work with Government budget personnel during the months by MSUG will have the services of a full-time budget specialist who will be in early August.

Work on budget administration is an outgrowth of the Presidency Report . John Dorsey, which was issued last Fall. Work on implementing the .dency Report generally has been assumed by the Chief Advisor since the bected departure of Dr. Dorsey.

INCREASED FIELD ADMINISTRATION IMPLEMENTATION

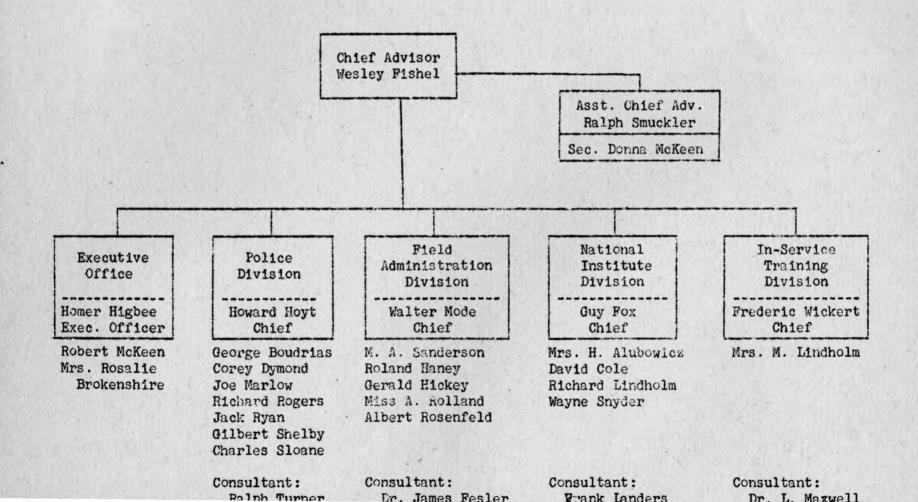
During the months ahead the Field Administration Division will increase attention to the implementation of its reports to the Government. While mentation has been in progress for several months in the Refugee Comon, such work with the Department of Interior is just beginning. A cient amount of research work has been completed by the Division during 'irst year so that research emphasis can be diminished. While work on cional Departments will be undertaken, the Division will gradually shift emphasis to overall implementation.

IN-SERVICE EXPANSION

As discussed above, the in-service training work of MSUG is just beginand will be expanded over the coming months. In a sense, this is by related to the general shift toward implementation throughout the program.

APPENDIX 1

LSUG ORGANIZATION JULY 1, 1956



APPENDIX 2

Reports of MICHIGAN STATE UNIVERSITY Vietnam Advisory Group

al Reports

lonthly Reports: Mimeographed monthly reports have been submitted covering the operations from July 1, 1955 through May 31, 1956.

Jemi-annual Reports:

- . First Report, August 19, 1955
-). Second Report, December 31, 1955
- . Third Report, June 30, 1956

Presidential Lecture Series (in Vietnamese and English; to be published in Vietnamese):

- a. The Role of Management in Government, Mr. Walter Mode, May 18, 1956
- b. Middle Management, Dr. Guy Fox, May 23, 1956
- c. The Art of Supervision and Leadership, Mr. Howard Hoyt, May 28, 1956
- d. How to Develop Executives, Dr. Frederic Wickert, June 1, 1956
- e. Staff Work, Mr. Homer Higbee, June 6, 1956
- f. What is 0 & M Work?, Mr. Albert Rosenfeld, June 11, 1956
- g. Service to the Public, Mr. Gene Gregory, June 15, 1956
- h. Some Aspects of the Modern Financial Administration, Mr. Frank Landers, June 20, 1956
- 1. The Operating Executive and the Public Personnel System, Mr. David Wood, June 25, 1956
- j. Responsibility and Accountability of Public Officials, Dr. Ralph Smuckler, June 29, 1956

Special Reports:

- a. Presidency Project Reports:
 - (1) *Work Plan of the Presidency Project, Edward W. Weidner, second edition, August 18, 1955

dix 2

- *(2) Report and Recommendations on The Reorganization of the Presidency of Vietnam, John T. Dorsey, November 15, 1955
- . Report to the President on Price Control and Inflation in Vietnam (in French only), dated May 10, 1956, by John T. Dorsey, Jr., Gilbert Shelby, and John Hunter

e Project Reports

- ork Plan, Police Administration, Howard W. Hoyt and Associates, fourth dition, August 29, 1955
- ork Schedule for Police Administration Project, Howard W. Hoyt, eptember 15, 1955
- ecommendations for American and Vietnamese Action re Civil Security, emorandum of Chief Advisor, October 11, 1955
- eport on the Police of Vietnam, Members of the Police Team and Ralph . Smuckler, December 1, 1955
- rief History of the Surete in Indochina, January 10, 1956
- ivil Guard Report, January 16, 1956
- eport of Police in Can Tho, February 6, 1956
- Ivil Guard Report for December 1955, February 24, 1956
- eport on the Proposed Organization of the Lew Enforcing Agencies of the epublic of Vietnam, April 1956
- eneral Information on V.B.I., April 17, 1956
- eport on the V.B.I. in Can Tho, April 23, 1956
- eport on the Tanan V.B.I., April 23, 1956
- idministration Project Reports
- eld Administration Work Program, Walter W. Mode, Frederic R. Wickert, Id Ralph H. Smuckler, August 16, 1955 (as amended September 27, 1955)
- fugee Commission Reports:
- *Recommendations Concerning Proposed Reorganization of the Commissariat for Refugees, Walter W. Mode, Ralph Smuckler, Frederic Wickert, August 6, 1955

in French

endix 2

- b. Research Report, Field Study of Refugee Commission, Ralph H. Smuckler, Walter W. Mode, and Frederic R. Wickert.
- c. *Recommendations Concerning Proposed Field Organization of the Commissariat for Refugees, Walter W. Mode, Frederic R. Wickert, and Ralph Smuckler, September 20, 1955
- d. *Review of Recommendations Concerning Proposed Reorganization of the Commissariat for Refugees, March 24, 1956
- e. Review of Recommendations Concerning Proposed Field Organization of the Commissariat for Refugees of September 20. 1955, June 29, 1956
- *Recommendations Concerning the Department of Interior, the Regions and Provinces, and Supplement, January 14, 1956
- *Report of Comparative Study of Agricultural Administration in Japan, Taiwan, and Vietnam, May 22-June 4, 1955

stitute Reports

Work Plan, Degree or Certificate Program, Guy H. Fox and Associates, August 25, 1955

Work Plan for Research Coordinator, Ralph H. Smuckler, September 15, 1955

-Service Training Reports:

- Work Plan and Statement of Philosophy for In-Service Training, Frederic R. Wickert, October 3, 1955
- Phu'o'ng-Pháp Dieu Khien và Hu'o'ng Dan Phiên-Hop, (translated into Vietnamese from Conference Leadership, U.S. Air Force Manual 50-8, issued June 1953), February 1956

Also in French

APPENDIX 3

GENERAL EXPENDITURES FOR PERIOD OF SIX MONTHS JANUARY THROUGH JUNE 1956

	ject ode	Description	Amount in Plasters	Amount in US\$ @ 34.78
01	012 013	Personal Services Non-American Overtime	2,215,815.50 1,656,336.00 165,461.00	63,708.03 47,622.95 4,756.20
	014	American Post Allowance	394,018.50	11,328.88
02		Travel	696,348.50	20,020.08
	020 021	Local Operational Overseas Operational	236,275.00 460,073.50	6,793.41 13,226 67
03	030	Transportation of Things Personal Effects	<u>57,500.50</u> 57,500.50	$\frac{1,653.25}{1,653.25}$
.04	040	Communications Postage, cable, telephones, etc.	<u>61,867.10</u> 61,867.10	$\frac{1,778.80}{1,778.80}$
05	050 051	Rents Rent-Office Rental of Equipment	<u>1,739,430.90</u> 251,903.60 12,230.00	$\frac{50,011.75}{7,242.77}$ 351 63
	055 056	Utilities Rents-Residential	565,664.80 909,632.50	16,264.02 26,153.33
06	06 2	Printing & Reproduction Commercial	<u>50,286.00</u> 50,286.00	<u>1,445.85</u> 1,445.85
07	072 079	Contractual Services Representation Allowance Contractual Services	<u>1,733,189.90</u> 5,686.00 1,727,503.90	<u>49,832.93</u> 163.48 49,669.45
08	080	Materials & Supplies Materials & Supplies	498,460.90 498,460.90	<u>14,331.82</u> 14,331.82
09	090 091 092 099	Equipment Office Furnishings Office Machines Automobile Other Equipment	872,060.00 209,685.00 144,310.00 61,500.00 456,565.00	24,786.06 6,028.88 4,149.23 1,768.25 12,839.70
		Grand Total	7,915,959.30	227,568.57