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CNO, Op-922Y-3

13 December 1965

NRL, Code 5430

Funding Information for FY 1966

Ref: (a) NRL ltr 5430:jks-BYE-27227-65

1. Following our conversations on 8 December you requested data to reassure Admiral Taylor of our costs and expenditure rates for 7105. The estimates in reference (a), particularly enclosure (1), are our estimates of the detailed costs for 7105. These estimates are based on extensive analysis of the requirements and our current costs for specific items involved in these payloads.

2. The only other way I know to assure Admiral Taylor is to take our costs month by month and summarize these as an extrapolation for the future. Month by month our total costs for the past year are as follows:

November	328 K	May	603 K	
December	397 K	June	1,001 K	
January	22 K	July	315 K	
February	454 K	August	740 K	
March	696 K	September	355 K	
April	263.2 K	October	439 K	Total 5,616 K

However, we are having extra expenditures over and above that for 7104 as follows:

Installation of equipment in buildings from huts	Est.	500 K
Quality control set up for <span style="border: 1px solid black; display: inline-block; width: 100px; height: 1.2em; vertical-align: middle;"></span>	Est.	250 K
	Total	750 K

Added to the above gives a total of 6,366 K

3. I honestly believe the figures mentioned are as close as we can estimate at the present time. I recommend Admiral Taylor put an indorsement on reference (a) as shown in Enclosure (1).

H. O. Lorenzen  
Code 5430

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BYEMAN-TALENT-KELTONE  
CONTROL SYSTEMS JOINTLY

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