

IFK

OSA-1037-63

21 February 1963

MEMORANDUM FOR: Audit Liaison Officer

SUBJECT : [REDACTED] Settlement Proposal
Contract BB-425, T.O. #2

REFERENCE : Audit Report #1060 dated 20 Dec. 1962

1. Subject proposal covers design study of a rear projection viewer. This constituted Phase I of T.O. 2. The task order was terminated for the convenience of the Government after the completion of Phase I on or about 5 April 1962.

2. The contractor's original proposal anticipated that no material costs would be incurred under Phase I but that approximately \$2,000.00 would be required for material under Phase II. The settlement proposal shows \$2,362.00 expended for material under Phase I with no residual inventory, perhaps indicating some departure from the approach originally planned.

3. Please advise as to the nature of the material acquired and its ultimate disposition.

151

[REDACTED]
Contracting Officer

25X1A

CD/OSA [REDACTED] 25X1A

DIST:

- Orig. - AF Auditor
- 1 - AF Auditor
- 1 - CD/OSA BB-425, T.O.2 Prop. Sec.
- 1 - RB/OSA