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SPEED LETTER		REPLY REQUESTED		DATE
		<input checked="" type="checkbox"/> YES	<input type="checkbox"/> NO	9-12-68
TO : NPIC		FROM: OL/ PD/CAS		
ATTN:		LETTER NO.		
REF:		[Redacted]		
<p>Please advise me as to whether you concur with the statements presented in the attached letter.</p> <p>Please advise me regarding any way of settling this problem, or what disposition of this matter you desire. Thanks</p>				
REPLY		DATE		
[Redacted]				
SIGNATURE				

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Declass Review by NGA.

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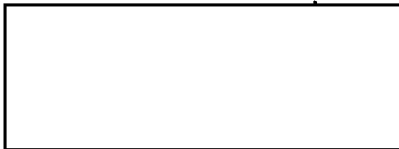
4 September 1968



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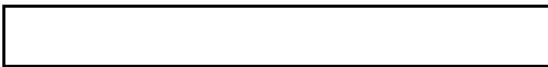
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Subject:



Reference:

Your letter dated 4 June 1968

Gentlemen:

This is in connection with your letter referenced above concerning the allowability of certain costs.

We have carefully reviewed the matter and feel that it is advisable to set forth the history of the several reports and additional data that was supplied, in order that the work to be performed in Phase II would be meaningful and consistent with your plans.

You will recall that the objective of Phase I was to prepare a report regarding the Preliminary Design of a prototype Automatic Multiple Image Integration System. A report of the Phase I effort was issued on 6 December 1965. At that point discussions with your engineering representatives indicated that additional data would be necessary in order that your organization could define the extent of work desired in Phase II. Our additional effort resulted in a supplementary Phase I report dated 8 April 1966.

During the following months this matter was discussed on numerous occasions and it was agreed by both parties that the advantages to be gained by image integration, and the techniques required to obtain optimum results, had not yet been sufficiently well established to warrant fabrication of an operational Image Integration Viewer/Printer. In other words, although the above would be feasible, the effort and required funding would be much greater than deemed advisable for your requirements. At that point several meetings were held; one of the meetings involved our [redacted] and your people. As a result of the meeting we submitted a plan for Phase II relative to Multiple Image Integration Study. Shortly thereafter our [redacted] in a meeting with your people, was given a document that

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THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES WITHIN THE MEANING OF THE ESPIONAGE LAWS, TITLE 18 U.S.C. SECTIONS 793 AND 794. ITS TRANSMISSION OR THE REVELATION OF ITS CONTENTS IN ANY MANNER TO AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW.

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requested that we submit the following:

"Phase II - Submit a proposal to follow the electronic approach of a MII Printer.

Study should define the limitations of MII Printer in terms of MTF, S/N, and BW with variables such as resolution, attitude distortion, focal length, shadow, relief, focal length lens distortion, etc."

This resulted in our preparation and submission of a report entitled: "Multiple Image Integration Printer, Design Plan for Phase II", October 1966.

At this point a meeting was held in November 1966 between both parties to discuss Phase I, and also the feasible approaches for Phase II. As a result of the meeting, we prepared and submitted on 19 January 1967 a summary report for Multiple Image Integration Printer. The intent of this report was to discuss and present the Phase I results; in order that your people could determine the extent of effort desired for Phase II. At the same time we offered alternative study approaches for your consideration in the event that you did not desire to embark upon a full scale effort toward solution of the image integration problems.

Additional discussions were held which resulted in our transmittal of a plan for Proposed Image Correlation Test Programs dated 1 March 1967. At this point this approach for the Phase II effort was selected by your organization and we were authorized to proceed by Amendment No. 1 to the contract.

We have previously furnished your auditor with a summary of the hours expended in preparation of the above documentation, and in support of meetings with your people.

We feel that this summary and additional detail justifies and supports all hours and costs charged to this contract. Although considerable effort was expended by both our people and your people in arriving at realistic objectives for Phase II, we feel that the expenditures of time by both parties was well invested in that it eventually permitted you to authorize a Phase II effort that was consistent with your plans and budgets.

We hope that at this time you will process the long-outstanding invoices connected with this contract, and therefore we have enclosed them with this letter. In the event you have any questions, please don't hesitate to call.

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Very truly yours,

[Redacted Signature]