

**SECRET**

SAPC 15524

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20 June 1957 DOCUMENT NO. \_\_\_\_\_  
NO CHANGE IN CLASS. **X**  
CLASSIFIED BY \_\_\_\_\_  
DATE: 28 DEC 1981  
REVIEWER: 064540

MEMORANDUM FOR THE RECORD

25X1A

SUBJECT: Concurrence in Definitive Contract No. [redacted] with [redacted] (RAINBOW). 25X1A

1. This memorandum contains a recommendation submitted for approval of the Director of Central Intelligence. Such recommendation is set forth in Paragraph 6.

2. Definitive Contract No. [redacted] replaces Letter Contract No. [redacted] approved by the Project Director under date of 14 September 1956, and provides for certain studies and investigations in the field of electromagnetic radiation in connection with Project AQUATONE. [redacted] will perform certain of these studies at the [redacted] and will obtain certain services and materials through subcontracts from other competent sources approved by the designated Project Scientific Officer. 25X1A

3. The letter contract obligated [redacted] of Fiscal Year 1957 AQUATONE funds for preliminary studies under the program. As the studies have progressed since execution of the letter contract, the scope and magnitude of the effort which will be required is better known. Accordingly, the definitive contract sets forth a revised estimated contract price of [redacted] leaving a balance of [redacted] to be obligated from Fiscal Year 1957 AQUATONE (RAINBOW) funds. By concurrence to this memorandum, the Project Comptroller signifies that sufficient funds are available for this obligation. 25X1A

4. The definitive contract is a cost-reimbursement type without fee or profit and provides for completion of the work not later than 30 June 1958, unless extended by mutual agreement between the contracting parties.

5. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956, which in effect results in all 10(b) expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account

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will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 10(b) of Public Law 110, 81st Congress, for each contract.

6. Approval of Definitive Contract No. [redacted] and execution thereof on behalf of the Agency by the authorized Project Contracting Officer is recommended. 25X1A

*SIGNED*  
RICHARD M. BISSELL, JR.  
SA/PC/DCI - Project Director

CONCURRENCES:

25X1A

*SIGNED*  
[redacted]

*for*

25X1A

[redacted] *6/24/57*  
Comptroller

25X1A

Approval requested in Paragraph 6, granted.

[redacted]  
DIRECTOR OF CENTRAL INTELLIGENCE

25X1A

Distribution:  
Orig. - [redacted]  
→ 2. - Finance  
3. - Chrono

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