

HJ APP Comm.

DD/S&T-2446-73
10 August 1973

MEMORANDUM FOR: Director, Office of Planning, Programming, and Budgeting

ATTENTION: [Redacted]

SUBJECT: R&D Cost Information on Systems [Redacted]

1. In response to your inquiry of 9 August on behalf of Mr. Preston of the House Appropriations Committee, we have queried ORD and OEL for budgetary figures on [Redacted]

2. [Redacted] can be divided into three phases: the first of which was for studies and planning; the second is for development and testing; and the third for prototype construction. The funding of these phases has been or will be as follows:

Phase I	[Redacted]	FY 73
Phase II (Reserve Release)		FY 74
Phase III		FY 75
TOTAL R&D		

Funding for Phases II and III is [Redacted] for payloads and prototype vehicles.

3. [Redacted] must be handled in a slightly different manner since the Reserve Release [Redacted] includes funding for some work on operational systems. The funding summary is as follows:

R&D Funds-

[Redacted]

Operational System Funds

[Redacted]

*Reserve Release

Working Copy
DESTROY
When Finished

SECRET

CI by [Redacted]
IMPDET

25X1A

25X1

25X1A

25X1A

25X1

SUBJECT: R&D Cost Information on System [redacted]

25X1A

TOTALS:	R&D	[redacted]
	Operational	

25X1A

25X1A Although some [redacted] system "development" is connected
 25X1A with Operational System Procurement, most funds are for fabrication and
 25X1A test of operational system hardware and are not considered as R&D
 25X1A expenditures. The relatively small expenditure [redacted] for R&D results
 25X1A from the fact that [redacted] uses technology developed under the
 25X1A [redacted] Program. Total [redacted] expenditures through FY 1973
 25X1A are approximately [redacted] represent R&D funds. The [redacted]
 estimated for procurement and testing of operational systems will be
 reestimated in November 1973 when results of the System Definition and
 at-sea testing have been analysed. It should be noted that if a
 decision is made at this point not to proceed with operational system
 procurement, most of the long lead items procured with the [redacted]
 reserve funds will be usable as part of Operational [redacted]
 Systems.

25X1A

25X1A

25X1A

25X1A

25X1A

[redacted signature box]

Comptroller
Directorate of
Science and Technology