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Memorandum L-60

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Digital Computer Laboratory
Massachusetts Institute of Technology
Cambridge, Massachusetts

CLASSIFICATION CHANGED TO:	
Auth:	DD-54
By:	llt
Date:	3-15-60

SUBJECT: EXTRAORDINARY EXPENDITURE BUDGET FOR FISCAL 1953.

To: Jay W. Forrester, Robert R. Everett and Group Leaders

From: Harris Fahnestock

Date: 15 September 1952

We must furnish Division I with a revised Fiscal '53 Budget for Air Force work. Adams' group is not directly concerned. I would like all Group Leaders to give me their budget figures by Tuesday, September twenty-third in order to give me time to consolidate them into one budget. I have made notes below relating to each group budget for FY'53, but in many cases Group Leaders must collaborate in their overlapping fields.

FY'53 covers the period from July 1, 1952 to June 30, 1953. The figures I want are for funds to be committed during that period; that is, purchase orders to be placed for materials not necessarily received and paid for.

Extraordinary expenses cannot be rigorously defined. In general, they cover non-recurring items of considerable cost, say above \$10,000, or a collection of items to be built into one job, the total of which might be over \$10,000.

GROUP 60

Fahnestock will make up the Group 60 budget which will include all of the requests of the Test Equipment Committee for FY'53 as well as the deficit from FY'52. Group Leaders who know of extraordinary expenditures not clearly assignable to any other group should submit them as something which Fahnestock should take care of in the Group 60 budget.

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GROUP 61

(1) Group 61 has three items in the FY'52 budget.

(a) Account 200 Conversion \$120,000

Comment: \$86,500 of this was committed in FY'52. I suggest \$33,500 for FY'53, though you may want to increase it.

(b) Account 204 Air Conditioning \$25,000

Comment: None was committed in FY'52. I think this figure was too low for FY'53. Newitt can give the best estimate for FY'53. This estimate is to cover all the air conditioning changes in the Barta Building. I would like to have Corderman's item separated from the rest.

(c) Account 205 Power Supplies \$15,000

Comment: This figure is to cover power supplies for all additions to the WVI Computer and its terminal equipment except those furnished by ERA. In FY'52, \$24,000 was committed. Groups 61 and 64 should collaborate.

(2) Group 61 has four items in FY'53 budget. Very small amounts have thus far been committed.

(a) Account 201 Recording \$50,000

(b) Account 202 Center Planning and Display \$100,000

(c) Account 210 Flight Plans, Weather, AA, etc. \$50,000

(d) Account 211 Terminal Equipment \$50,000

Please bring up-to-date and add anything new.

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GROUP 62

Group 62 has no extraordinary budget for either FY'52 or FY'53. There is an account number 212, Memory Test Computer, with no budget figure attached. This figure is important. It should include a reasonable estimate of all equipment to go into the MTC, including power supplies, air conditioning and building alterations. Approximately \$30,000 has already been committed on this account.

Fahnestock's report to Division I will mention the IBM work but no figure on it is expected from Group 62.

Does Group 62 anticipate other extraordinary expenditures not to be covered by the Test Equipment Committee or the above?

GROUP 63

(a) Account 207 (FY'52)	General Ceramics Sub-Contract	\$32,000
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Comment: This has already been committed and Fahnestock will take proper account of it.

(b) Account 206 (FY'52)	Ceramics Processing Equipment	\$25,000
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Comment: Practically none of this has been committed so it should appear as an item in the FY'53 budget. The figure should include building alterations for the Chemistry Laboratory, building alterations for the processing equipment, as well as the equipment for both of these Laboratories.

The extraordinary expenses of this group should include anything incident to the development of cores but should not include the purchase of cores for a specific purpose such as the MTC. The latter is charged to the MTC account.

GROUP 64

I do not know of anything requiring separate budget though there should be collaboration with Group 61 on power supplies. The ERA contract extension account has been "washed out."

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GROUP 65

Youtz has told me there are no extraordinary expenses anticipated.

Harris Fahnestock

Harris Fahnestock

HF:mb

cc: C. W. Adams
D. R. Brown
S. H. Dodd
N. H. Taylor
C. R. Wieser
P. Youtz

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