



ASSISTANT SECRETARY OF DEFENSE
WASHINGTON 25, D. C.

DEC 9 1960

COMPTROLLER

MEMORANDUM FOR THE DIRECTOR, NATIONAL SECURITY AGENCY

SUBJECT: Reports of Audit Prepared by the U. S. Army Audit Agency

The U. S. Army Audit Agency performs internal audits of the National Security Agency on behalf of the Secretary of Defense pursuant to an assignment of responsibility by Assistant Secretary of Defense (Comptroller) memorandum dated 31 May 1955, subject "Audit responsibility for the National Security Agency."

The U. S. Army Audit Agency has informed this office that the following three audits of National Security Agency activities have been performed to date under this audit responsibility assignment:

Report of Audit of the U. S. Army Signal Procurement Office, Fort Meade, Md., dated 31 December 1959.

Report of Audit of Non-Expendable Property Accounts, National Security Agency, dated 13 September 1960.

Report of Audit of the Office of Management Services, National Security Agency, dated 15 November 1960.

So that The Office of the Secretary of Defense can be apprised of the results of these audits and the actions taken or contemplated by the National Security Agency in connection therewith, it is requested that your agency submit (1) a copy of each of the three audit reports to the Assistant to the Secretary (Special Operations) and a copy of each to the Assistant Secretary of Defense (Comptroller), and (2) for each report a statement of actions taken or planned (or other comments) with respect to the recommendations contained in the reports. Copies of the audit reports should be forwarded as soon as possible. The NSA comments on the reports should be submitted within four weeks from the date of this memorandum to the Assistant Secretary of Defense (Comptroller) through the Assistant to the Secretary (Special Operations).

With respect to future audits an amendment to DOD Directive 5100.23 is being prepared which will require NSA comments and statement of actions taken on audit reports within 60 days from the date each report is issued.

Franklin B. Lincoln, Jr.

FRANKLIN B. LINCOLN, JR.
ASSISTANT SECRETARY OF DEFENSE