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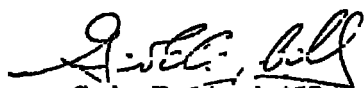
SECTION V - ACCOUNTING

1. Receipt of all orders will be acknowledged, showing proposed date of obligation of cited funds together with anticipated delivery dates. Subsequent reports on current procurement, delivery and fund status will be made by DIRNSA.
2. The Finance and Accounting Officer, NSA, will maintain accounts in which will be recorded the amount of each order received together with related obligation and expenditure transactions.
3. Copies of documents substantiating transactions will be forwarded to consumer agencies with monthly fiscal reports on the status of funds.
4. Contractor invoices for payment of materiel delivered to consumer agencies will be forwarded to the Finance and Accounting Officer, NSA for voucher preparation and payment.
5. Fiscal copies of validated expenditure documents will be forwarded to allotment holders through normal disbursing or cross disbursing channels.

BY COMMAND OF LIEUTENANT GENERAL CANINE:

JOSE B. AGUIRREAN
Major General, US Air Force
Chief of Staff

OFFICIAL:



C. J. F. G. HILL
Colonel, AFJ
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NUMBER 111-2NATIONAL SECURITY AGENCY
Washington 25, D. C., 10 May 1955

EFFECTIVE UNTIL RESCINDED OR SUPERSEDED

FINANCIAL POLICY GOVERNING COORDINATED PROCUREMENT
OF CRYPTOLOGIC EQUIPMENT AND SPARE PARTS FOR THE U. S.
MILITARY SERVICES.SECTION

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SECTION I - GENERAL

This Circular establishes financial policy and procedures governing coordinated procurement of cryptologic materiel for activities within the Department of Defense, hereinafter referred to as "consumer agencies."

SECTION II - AUTHORITY

By statute and by authority of the Secretary of Defense, the Director, National Security Agency (DIRNSA) is authorized to:

- a. Furnish materiel for the COMSEC and COMINT Program of consumer agencies under mutually agreeable fiscal arrangements.
- b. Furnish consumer agencies with such materiel, render bills and collect payment for items shipped.
- c. Furnish at his own discretion certain of these materiel at no cost or on loan basis to certain consumer agencies.

SECTION III - BUDGETING

Coordination, submission and review of cryptologic budget estimates will be conducted in accordance with current NSA policy.

SECTION IV - FINANCING

Appropriated funds of consumer agencies will be cited in orders forwarded to DIRNSA. Such funds will be obligated in NSA contracts for expenditure to be accomplished either on shipment of materiel from Contractor's Plants or on receipt of materiel at consumer agencies, depending on specific contract terms governing inspection and acceptance.

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