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Route	Signed
EOL	
DC	
WBR	
RWB	
GWM	
WDD	
LOV	
WBH	
NOG	
RLH	
EID	
MHA	
MLM	
JJ	
GG	

Return to UCRL 149 Bldg. 50

February 21, 1958

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Mr. O. E. Harvey
Cooper Development Corporation
2626 South Peck Road
Monrovia, California

BEST COPY AVAILABLE

Dear Mr. Harvey:

Subject: Subcontract 108

As the result of my letters of February 11 and 14 and various conversations, attached is a copy of the Los Angeles Ordnance District letter, dated February 18, approving the loan of LOKI loading and processing equipment.

Apparently, the Ordnance District will transfer accountability of the equipment to our Subcontract with you. This does not seem proper to me, in that it appears as though we need to replace only 26 LOKI units to the Navy, and you will be fabricating approximately 1,000 LOKI units for NOL. Probably, the Ordnance District has executed transfer of accountability on the basis of our letters as they have not yet received official requests from NOL. In view of the present request of the Ordnance District to borrow MTV loading and processing tooling, perhaps, we had best not complicate the issue at this time to protest their transfer of LOKI tooling to accountability under our Subcontract 108.

I will appreciate it if you will review the NOL situation and advise me as soon as you have a definite contract and all arrangements worked out to proceed with their loading. At this time, I will request the Ordnance District to transfer accountability to NOL rather than us. In any event, please furnish me a complete listing of tooling received on loans. It would appear that if loss or damage results to tooling, we will have to negotiate a pro rata distribution of costs between Subcontract 108 and NOL.

Please advise if you disagree or have further suggestions.

Very truly yours,

C. L. Blue
Assistant Business Manager

CLB:d
Attached

cc: L. A. Fitzgerald w/att.
W. B. Reynolds w/att.
E. C. Shute w/att.
K. Street w/att. O. P. Webb w/att.