

~~CONFIDENTIAL~~

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Mr. Samuel Crosby, Clerk  
 Defense Subcommittee  
 House Appropriations Committee  
 The Capitol  
 Washington, D. C.

Dear Mr. Crosby:

Attached is the special information requested by the Subcommittee  
 on 7 March 1961.

This correspondence may be declassified upon removal of the  
 inclosure.

Sincerely,

*Cop furnished Gen Eskin  
 Not shown on original*

L. H. FROST  
 Vice Admiral, USN  
 Director

Incl:  
 a/s

cc: DIR ←  
 AG  
 PROD  
 SERV  
 Reading File  
 COMP-4  
 COMP-01  
 COMP-03

M/R: This data is provided to the Defense Appropriations Subcommittee  
 of the House as the result of a request made during the subcommittee  
 hearing on the NSA FY 1962 Budget.

*Wilson*  
 O. D. WILSON/COMP-4/3181/8 Mar 61/dpt

STATEMENT ON SOVIET ROCKET FAILURES

"Vice President Nixon points out that the Russians still have not presented official proof to support their claim of crash-landing a rocket on the moon. Nixon told newsmen in New York City last night that none of us really know that it is on the moon.

"(Nixon also told newsmen that this latest Russian space exploit -- in his words -- is 'nothing to get hysterical about'. He emphasized that scientifically and educationally, we are well ahead of the Soviets. But he pointed out that in science, sometimes we're ahead and sometimes they're ahead . . . But that over-all, we are ahead.)

"(The Vice President also disclosed that the Russians had tried and failed 3 times in the last 2 weeks to land a rocket on the moon. He said Saturday's attempt was the 4th . . . and apparently it was successful.)"

-- Associated Press News Release, 22 January 1960

(PAGE 2155 of CLASSIFIED TRANSCRIPT)

ENCLOSURE 1

DEPARTMENT OF DEFENSE CONSOLIDATED CRYPTOLOGIC BUDGET ESTIMATESFY 1962 DIRECT DOLLAR ESTIMATES\*

(dollars in millions)

1. NATIONAL SECURITY AGENCY (NSA):		
Operation & Maintenance, Army	\$ 89.4	
Research, Development, Test & Evaluation, Army	<u>35.3</u>	
TOTAL NSA		\$ 124.7
2. ARMY SECURITY AGENCY (ASA):		
Operation & Maintenance, Army	\$ 31.4	
Research, Development, Test & Evaluation, Army	<u>3.4</u>	
TOTAL ASA		34.8
3. ARMY SIGNAL COMMUNICATIONS SECURITY AGENCY (ASCSA):		
Operation & Maintenance, Army	\$ 14.2	
TOTAL ASCSA		14.2
4. NAVAL SECURITY GROUP (NSG):		
Operation & Maintenance, Navy	\$ 5.9	
Other Procurement, Navy	16.8	
Military Construction, Navy	<u>2.0</u>	
TOTAL NSG		24.7
5. AIR FORCE SECURITY SERVICE (AFSS):		
Military Personnel, Air Force (FOS)	\$ 7.5	
Reserve Personnel, Air Force	.1	
Operation & Maintenance, Air Force	27.7	
Other Procurement, Air Force	37.0	
Military Construction, Air Force	<u>.8</u>	
TOTAL AFSS		<u>93.1</u>
GRAND TOTAL		\$ 291.5

\*NOTE: The amounts shown include estimates only for those funds to be made directly available to the Cryptologic Agencies in support of missions which are within the purview of the Director, National Security Agency. Supporting costs for military personnel, communications, research and development, construction, and other requirements provided to the Cryptologic Agencies by other agencies and commands on a non-reimbursable basis are not included.

The dollar estimates for the National Security Agency reflect the amounts included in the President's Budget; other estimates represent the amounts as submitted to NSA by the Military Departments in October 1960.