

Mr. P. A. Tobin

January 16, 1952

F. B. Conley

HARSHAW EQUIPMENT CONTRACT AT (SO-1) 201 PC'S & GWO'S AND CONTRACT
W-7405-ENG-276 - SUPPLEMENTS

for freight, design, installation, contingencies, management and equipment. These costs, it was found, agreed with total reimbursement made to the contractor. The difference between the acquisition cost and the cost to the Government of installing the equipment on the schedule was allocated in terms of a property completion report, to each item of equipment appearing on the schedule.

B. Purchase Contracts & Government Work Orders (PC'S & GWO'S)

The second phase of the work was to set up units of property cost of which was accumulated in our 1680 account. To credit the 1680 account and debit the fixed asset account for equipment acquired in regard to (B) above and also allocate cost to the units of property constructed, replaced, improvements or other changes to existing facilities. This was accomplished by setting up work sheets based on a review of the reimbursement vouchers for the PC's or GWO's which was the authority for the project and allocating the cost to the fixed assets acquired in terms of a property completion report.

C. Harshaw Construction Contract AT (SO-1) 201 (LUMP SUM AGREEMENT)

The third phase of the work was to accomplish the same results as outlined in (B) for facilities installed and other construction cost involved under subject (C) above. The work was accomplished by means of Work Order 1225 and other data obtained from the sub-contractor, Ferguson Construction Company. Records on file in Harshaw Chemical Co., Cleveland, Ohio and records on file in this office.

D. Property Unit Records

In regard to A, since record sheets were presently in the records, only schedules of cost by items were furnished to the Property Unit Record Section. New ledger sheets completely posted were prepared and furnished to the Property Unit Record Section for property units resulting from work outlined in (B) & (C) herein.

E. Journal Vouchers

Copies of the journal vouchers will be furnished the Property Section by General Accounting. These copies will have attached the detail work sheets. The copy in General Accounting files will bear reference to this fact.

FFCI ->						
SARS ->						447
BMTY ->						

