

REMINGTON ARMS COMPANY, INC.

INTER-DEPARTMENTAL CORRESPONDENCE

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cc: E.F. Barrett
W.E. Leek

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Ilion, New York
August 21, 1975

E. B. WALLIN
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1976
ILION RESEARCH BUDGET

Enclosed is a draft of the 1976 Research Budget.

The proposed budget is \$139,000, or 7.5%, higher than the 1975 budget authorization. The majority of the increase is attributed to annual Research payroll inflation. Approximately 80%, or \$111,700, of the total increase covers payroll requirements. The remaining increase is for additional outside model work required for the Models 742-760 New Generation program. Also, funds have been provided for Wilmington consultant service which were not included in the 1975 budget.

In preparing the proposed budget, estimated expenditures for 1975 were compiled, and a 3 to 5% underrun is anticipated. This is a result of departmental personnel transfers and changes in project scopes. Also, design problems with New Generation 742 gas system have decelerated prototype construction. Thus expenditures for anticipated outside model work will not be realized in 1975 and are being carried over and included in 1976 Budget. Approximately 20 prototype models will be constructed and tested. Work is expected to begin the fourth quarter of 1975. An estimated \$110,000 has been provided for outside model work for 1976.

It is anticipated that the major portion of Research work for 1976 will be devoted to the following programs:

New Generation 742-760 Development
Model 1100 Phase II and III Development
3200 Single Barrel Trap
Product Improvements to M/1100, 700, 600, 788, 3200, etc..

RLS:T
Encl.

R. L. Sassone
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Project Control Supervisor
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OK W.E. Leek