104-10229-10047

W. C. BILLINGSLEA
WE/E/DA FIROP
9533
3 NOVEMBER 1961

CLASSIFIED MESSAGE
SECRET

TO JMWAVE
FROM DIRECTOR
CONF. FELL 17
INFO CO, WH 5, S/C 2

9 Nov 61 20 36 Z
SIG CEN
ROUTINE
OUT68377

TO FRITZ WAVE
CITE DIR 23350

JWZIP

REF: A. WAVE 9043 (IN 18397)*
B. DIR 21356 (OUT 68196)*

1. HOWEVER STATEMENT UNFORTUNATELY POSSIBLY SUBJECT MISINTERPRETATION BY HEADQUARTERS FIRM POSITION WITH WHICH COASTD IN AGREEMENT IS AS STATED REF B. STATION WAS GIVEN FUNDS FOR SALARIES OF EMPLOYEES WHO PERFORMED VARIETY OF DUTIES INCLUDING ISSUING NEWS BULLETINS AND PREPARING RADIO PROGRAMS. SINCE THIS GROUP APPROXIMATED BY AMRAD HQS EXPECTS SALARIES TO COME FROM BASIC BUDGET. ADDITIONAL FUNDS WILL BE PROVIDED FOR NEW PROJECTS WHEN APPROVED BY HQS.

2. HQS CONSIDERS ESSENTIAL THAT LINE BETWEEN BASIC BUDGET EXPENSES AND NEW OPERATIONS BE CLEARLY CUT AND BE ESTABLISHED BEFORE NEW OPERATIONAL PROJECTS ARE PROPOSED. PARA TWO REF B IS PRACTICAL EXCEPTION FOR ESTABLISHED LINE.

END OF MESSAGE

WE Comment: Begins our apparent inconsistency between Hqs instruction (#2) that existing expenses of CRC propaganda section be defrayed from monthly administrative budget and Barnett's statement to MIKE Cardona that funds formerly given to Abel MERCER for propaganda will now be given to CRC.

WE/A/PIRAT
WE/A/PLANS

C. C. KLEU
C/WED
RELEASING OFFICER

COORDINATING OFFICERS
SECRET

O. J. ZOGBY
C/WE/A
AUTHENTICATING OFFICER

9-6

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