

DISPATCH		S-E-C-R-E-T		PROCESSING	
TO	Chief of Station, JMWAVE	INDEXED		FILED	
INFO		SEARCHED		INDEXED	
FROM	Chief, Task Force W	NO INDEXING REQUIRED	X	NO QUALIFIED HEADQUARTERS DESK CAN COPY UNCLASSIFIED	
SUBJECT	GYROSE/Operational Financial Payment to ANCORE/2	ABSTRACT		MICROFILM	

ACTION REQUIRED - REFERENCES

ACTION: FYI

REF: DIR 9630 (dated 9 Jan 63)

1. ANCORE/2 is presently paid at the rate of \$2,500.00 monthly, which covers all costs of preparing the 30-minute daily program carried over (iden). Under this present system, (iden) monthly billings reach KUBARK through a secure mechanism and payments to (iden) are made regularly through this organization which also provides cover for A/2's operations.
2. Normally, monthly payments include air time, telephone line costs, the programming costs paid to A/2, and miscellaneous items which vary from month to month. Under this system operating costs of the entire effort are paid monthly by one check. Headquarters is satisfied with the arrangement which works well with respect to cover and security.
3. Statements by A/2 that payments to him have been late were confirmed by the president of (iden) who explained, however, that fiscal road blocks which had delayed such payments during 1962 have now been removed. He assured us that A/2 will now receive the same prompt payments afforded members of his staff.
4. A/2 is aware that KUBARK has complete control over the level of his compensation and can exercise editorial control over his program. He undoubtedly remembers that during last year his payments were decreased from \$3,000.00 to \$2,500.00, on the recommendation of JMWAVE.
5. There is no question of the ability of A/2 to attract and hold an audience. Listener response to his programs has been greater than that of any other single program. In view of his present and potential usefulness, it is recommended that controls on A/2 be limited to supervision of his radio program and that no effort be made to restrain his political or personal activities unless they tend to discredit him as a radio personality and hence destroy his usefulness to KUBARK.

END OF DISPATCH
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Distributions
3 - COB, JMWAVE

RL/AN	AS
RY/AS	AS
JMWAVE	AS

DATE TYPED		DATE DISPATCHED	
11 Jan 63		14 Jan 1963	
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CLASSIFICATION			
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TEW/PA-FRDP		4550	
OFFICE SYMBOL	DATE	OPERATOR NAME	
TEW/PA-FRDP		Seymour R. Holtan	

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WILLIAM K. HARVEY

DISPATCH