S....

47 October 1961

MEMORANDUM FOR: A/DDP/A

SUBJECT

- : Alonthly Subsidy Payments for Administrative Support of the Cuban Revolutionary Council (CRC)
- i. This memorandum requests action on the part of the A/DDP/A.
- 4. In September 1961, Dr. MIRO Cardona, head of the CRC, was promised by higher authorities that the CRC would be provided somewhere in the neighborhood of \$1,000,000 per year for its basic administrative budget. WH/4 makes the monthly deposits for this administrative support on or about the last day of each month for the following mouth; therefore, the next deposit for the CRC for November 1961 is due on 31 October.
- 3. Our payments to date in FY 1962 to the CRC for administrative support are as follows:

Jul 1961 - \$151,000

Aug 1961 - 150,000

Sap 1961 - 135,000 (includes \$10,000 for A:IRO's

jurist faction for Aug & Sop)

Oct 1961 - 100,000

Total - \$536,000

- 4. Possible considerations for future monthly payments for the CRC are:
 - a. If we are to use the present fiscal year as a basis for applying the \$1,000,000 annual budget limitation for the CRC, since \$356,000 has been passed to date, \$464,000 remains for support for the CRC for the next eight months of the fiscal year. This would amount to a monthly subsidy of \$58,000 for the remainder of the fiscal year.

SEGIET

- b. If we consider that the \$1,000,000 annual support level for the CRC was to be effective after leptember (beginning with a deposit for October) on a calendar year basis, we have given the CRC \$100,000; and, our average monthly payments for the next eleven months would be approximately \$31,500.
- c. Paragraphs a. and b. above outline two considerations of the CRC monthly payments based on a \$1,000,000
 annual level. However, there appears to be a general
 consensus that the CRC's administrative budget is excessive
 in view of the extremely limited activities of the group and
 that the CRC's administrative support should be set at a
 lower annual level than the \$1,000,000 presently in effect.
- 5. Eince the deposit for administrative support of the CRC for November 1961 should be made within the next few days, your guidance is requested as to the amount of support that should be granted; for example:
 - s. Shall we continue at the \$1,000,000 level pending further discussions on this matter.
 - b. Shall we cut back to \$81,500 based on considerations in Paragraph 4. b. above.
 - c. Shall we cut back to \$58,000 based on considerations in Faragraph 4. a. above,
 - d. Has there been any decision made on any other amount for this deposit?
- 6. Your immediate consideration of and guidance on the monthly support for November and future payments for the URC, as outlined in I aragraph 5 above, is requested.

J. C. KING
Chief,
Western Hamisphere Division

S.S.T

DDF/WH/4/Flame/

bh (67 Cctober 1961)

Distribution: Orig. & 1 - Addresses

1 - C/WHD 1 - ADC/WHD 1 - C/WH/4 1 - WH/4/Finance

4 - WH/4/PA-Prop 4 - WH/4/Plans