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CENTRAL INTELLIGENCE AGENCY  
SOURCE METHOD EXEMPTION 3B2D  
NAZI WAR CRIMES DISCLOSURE ACT  
DATE 2007

JUL 03 65

22 July 1954

MEMORANDUM FOR: Chief, Psychological and Paramilitary  
Operations Staff

SUBJECT: Request for Amendment No. 1 to Project AEVIRGIL  
(formerly Project AEPAWN)

1. Project AEVIRGIL (formerly Project AEPAWN) is approved  
in the SR Program for FY 1955 in the amount of [ ]

2. It has become operationally desirable to bring to the  
United States the president of the emigre organizations supported  
under the Project. This man is not under contract, and is not  
witting of Agency, but is of government, support. He will  
participate in operational discussions, vital to headquarters  
personnel for long-range re-evaluation of the Project's status  
and possibilities, interviews with appropriate public officials  
with the purpose of enhancing his prestige and that of his organi-  
zation, and will contact emigre personalities in the United States  
with a view toward establishing a branch of his organization in  
New York. As presently conceived, this branch office would provide  
material psychological warfare support for the parent organization,  
and also a "reserve cadre" for use abroad when necessary.

3. It is estimated that \$3,000 will be sufficient to cover  
the cost of the trip described above. Sufficient funds for this  
purpose are available within the Project AEVIRGIL.

4. Authority is requested to implement the foregoing proposal.

[ ]  
Acting Chief, SR Division

Concur:

[ ]  
DD/P-Admin

(approval by COP required) 105

Approved:

Concur:

[ ]  
CPP 6 AUG 1954

[ ]  
Deputy Director (Plans)

6 August '54

Date

SECRET

MEMORANDUM FOR: Deputy Director (Plans)

SUBJECT: Amendment No. 1 to the Administrative Plan for  
SR Division Subsidy Project AEVIRGIL

1. The Administrative Plan, as amended, makes it possible for project funds to be advanced at Headquarters, and for such advances to be written off by the Finance Division. The basic Administrative Plan provided for the advancement of project funds from the field station only.

2. The project outline, as presently amended, provides for the subsidization of an American chapter of an emigre organization. This stateside group will be used mainly as a reserve cadre for the parent organization and will provide materials for the foreign propaganda publications. It is to be noted that the funds advanced at Headquarters will be used to pay the overhead expenses of the stateside group and will not be channeled to the parent organization for use in the host country. The sum of \$5,000 was approved by the DCI on 30 March 1955 for Fiscal Year 1955 to implement a proposed program of activities of the stateside group, subject to the specific approval by the DE/P prior to implementation of the proposed program. The total sum authorized for Fiscal Year 1955 for the project amounts to [ ]

3. The attached Amendment to the Administrative Plan has been concurred in by the interested components of the Agency and is recommended for your approval.

[ ]  
Project Administrative Planning Staff, DD/S

15/  
[ ]  
Project Officer

PAPS/DBS/AAB:vgg  
(29 April 1955)

Distribution:

Orig. -- Finance  
2--PAPS  
1--Budget  
1--Audit  
1--SR Div [ ]  
1--C/ADMIN/SR  
1--Office of the Comptroller  
1--Cover Div.

SECRET

**AEVIRGIL  
Concurrence Sheet**

/s/ [ ]  
/s/ [ ]  
SR Division

29 April 1955  
Date

/s/ [ ]

29 April 1955

/s/ [ ]

29 April 1955

SECRET

SR Division Subsidy Project  
Amendment No. 1 to the  
Administrative Plan

AMERICAN

This Amendment to the Administrative Plan applies only to the following  
Paragraphs.

Paragraph 4. Based on the approved Headquarters and Field allocations, funds shall be made available to the project as follows:

(a) The Finance Division shall have the authority to advance funds upon the request of the Headquarters case officer after its approval by the Chief, SR Division, or his designee; and/or

(b) The Station Finance Officer shall have the authority to advance funds upon the request of the Field case officer after its approval by the Chief of Station.

Paragraph 5. Agency support of this project involves the transfer of funds and equipment to an eligible organization. Agency funds will be introduced in the organization as extensible grants from donors, who may be anonymous, by the following arrangements:

(a) Funds will be transmitted, in a sterile manner, by the Headquarters case officer to the stateide principal agent; and/or

(b) Funds will be transmitted, in a sterile manner, by the Field station to the foreign principal agent via a Contract Agent and/or via regular banking channels.

Paragraph 6. Change "under 5(a) and 5(b), above," to read, "under 5(b), above."

Paragraphs 7, 8, 9, and 11. Change "principal agent" to read "foreign principal agent."

Paragraph 12. (This paragraph to be made a part of Section II,

Accounting and Reporting). Under 5(a), above, the Headquarters case officer shall obtain signed receipts from the stateide principal agent on each transmittal of funds, showing the date and amount received, and acknowledging the general purpose(s) for which such funds are provided. Those receipts shall be forwarded promptly to the Finance Division for file.

Paragraph 13. (This paragraph to be made a part of Section II, Accounting and Reporting). The stateide principal agent shall submit monthly, a signed financial statement to the Headquarters case officer,

showing the total funds received during the period by the Headquarters case officer, income from all other sources, the expenditures, and the balance of all funds on hand at the beginning and end of the accounting period. The income shall be classified by source and the expenditures shall be classified by purpose.

Paragraph 14. (This paragraph to be made a part of Section II, Accounting and Reporting). The Headquarters case officer shall review the financial statements of the stateside principal agent and attach his certification thereto, attesting that, to the best of his knowledge and belief, and based on reports of activity, the accounting accurately reflects the disposition of the funds advanced, and that the funds were expended for the general purpose(s) for which advanced. The SR Division Approving Officer shall then review and approve the financial statements. These financial statements and certifications shall be submitted promptly to the Finance Division for file.

**III. Writeoff of Funds**

Paragraph 15. The Authorized Certifying Officer shall have the authority to accept the receipts referred to in paragraph 12, above, as the final accounting for the write-off of the amounts involved, and as a basis for establishing memorandum control accounts which are maintained for the purpose of reflecting the unaccounted-for portion of such grants.

Paragraph 16. The Finance Division shall have the authority to accept the financial statements and attached certifications referred to in paragraphs 13 and 14, above, for recording in the memorandum control accounts.

Paragraphs 12, 13, 14, and 15 of the Plan to be renumbered as paragraphs 17, 18, 19, and 20, respectively.

APPROVED, by direction of DD/P

AUTHORIZED

15/  
Special Support Assist. to the DD/S

15/  
Asst. Deputy Director (Support)

9 May 1955  
Date

10 May 1955  
Date