

SECRET

22 December 1954

MEMORANDUM TO: CCM, CH/OPS *AKS BR*
FROM : AR/GAD
SUBJECT : CAUTERY-1

1. Subject was formerly connected with REDCAP as an interrogator and spotter but was terminated from that project in October 1953. It was believed that he would obtain a position with the FEDREP very shortly thereafter so he was temporarily placed in LCCASSOCK as security officer pending the time when he would obtain the aforementioned position.

2. In June 1954, BOB stated that subject's present salary was way out of proportion with the size, scope and financial allotment of LCCASSOCK and funds were not available to pay him if it were decided to retain him on a permanent basis. He was receiving at that time:

Salary	1,000 DMW monthly
Expenses	250 DMW monthly
Insurance and upkeep for car	1,000 DMW per year.

BOB suggested that subject be terminated by 1 July 1954 if he had not found employment with the FEDREP.

3. Mission then asked BOB to retain subject until 30 September 1954 as it appeared that he would get a good FEDREP position very shortly. If he did not obtain the position by that date, Mission stated termination was in order. Mission felt that funds were available to pay subject from the LCCASSOCK allotment since there had been a reduction in that project's cost due to its operations having been suspended for an assessment period.

4. Washington has now asked if subject has received FEDREP employment and, if not, for details on termination plans for him.

5. Attached is BOB's reply to Washington in which they state BOB would like to retain subject as security officer and distribution chief for LCCASSOCK. The allotment for the project for FY 55 appears to have been increased to \$90,000 (FY 54 allotment was \$70,000). Such an increase was requested and Finance Division advises that the allotment for the first half of FY 55 is \$45,000. This may explain why funds are now available to pay subject.

6. BOB has clarified that subject will be receiving just the 1,000 DMW salary per month (See SERLN-6717 attached). The 250 DMW expenses were discontinued when he was taken over as security officer of LCCASSOCK. The car that subject had is now used for LCCASSOCK duties and insurance and upkeep on it are now charged to that project.

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SOURCE METHOD EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2005

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7. D/G and AR/CAD have no objections to attached proposal for subject. Finance has seen it and states funds are available.

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Room 540-B
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