

<b>DISPATCH</b>		CLASSIFICATION <b>S-E-C-R-E-T</b>	DISPATCH SYMBOL AND NO. <b>EGPW 8325</b>
TO INFO	Chief of Base, Frankfurt Chief of Station, Germany		HEADQUARTERS FILE NO. <b>CS COPY</b>
FROM	Chief, SR	DATE	<b>5 FEB 1959</b>
SUBJECT	<b>REEMWOOD/AECORSAIR/AEMANNER</b> Project Administration - FY 1959 Obligations		RE: "43-3" - (CHECK "X" ONE) MARKED FOR INDEXING NO INDEXING REQUIRED
ACTION REQUIRED	1. Submit FPO for <input type="checkbox"/> <input checked="" type="checkbox"/> assp, preferably before 1 March 1959. 2. Transfer letter drops & safehouses to support <del>relevant</del> projects where necessary. Notify Headquarters.		INDEXING CAN BE JUDGED BY QUALIFIED HQ. DESK ONLY
<p>REFERENCES: A. FPOB 3119</p> <p>B. EGFA 2474, 8 January 1959</p> <p>1. In this dispatch we will try to clarify the status of the Baltic KUCAGE projects and summarize discussions with <input type="checkbox"/> <input type="checkbox"/> on project administration. In order to simplify project administration, the old Baltic projects, AEMANNER, AEMARSH, AEMHAMP, AECOSB, and AERDOT are being discarded in favor of projects that will provide for the salary, housing and miscellaneous expenses for each principal agent that is run by FOB. Operational expenses incurred by these principal agents will be charged to SR/OGA if it is developmental or to CALL/OGA if it is CAVENUE, or to an appropriate functional project. The funding of CAVENUE operations is outside the scope of this dispatch, except to mention that expenses for CAVENUE operations should not be charged to Baltic projects. Mail drops, safehouses, etc., if they are used exclusively for a specific functional project, should be written into that project. Otherwise they should be funded through an FOB support project. Agents in the developmental stage before payments or activities become regular should be financed from OGA. When in line with regulations you think that an agent should be picked up on a regular basis please submit a field project outline for him.</p> <p>2. We have taken the following actions in line with the above:</p> <p>a. Project AECORSAIR has been submitted for approval to begin 1 February 1959. It has been reduced in scope to cover the salary and quarters of <input type="checkbox"/> <input type="checkbox"/> and <input type="checkbox"/> <input type="checkbox"/> only, plus their travel back to Germany and \$2,000.00 for AECORSAIR cover. The total amount requested is \$11,758.48. We can expect action some time in February with approval retroactive to 1 February if it is approved. Meantime we have requested an extension of AEMANNER which will pay <input type="checkbox"/> <input type="checkbox"/>'s salary and quarters through 31 January.</p> <p>b. Project AEFLIVER has been submitted to begin 1 September 1958 for the salary and quarters of <input type="checkbox"/> <input type="checkbox"/>, who will now be known as <input type="checkbox"/> <input type="checkbox"/>. Approval is expected before the end of February. Until that time <input type="checkbox"/> <input type="checkbox"/> will be funded through AERDOT. We are requesting \$3,859.92 for AEFLIVER.</p> <p>c. We are writing a project AELICTOR to fund the salary and expenses of AECORSAIR/3, who will be AELICTOR/1. Because we consider AELICTOR/1 to be still in the developmental stage, please charge his expenses to the appropriate OGA until Project AELICTOR has been approved. He has never been officially carried under any project according to our records. We are requesting as an amount for AELICTOR approximately that which you requested in the original AECORSAIR field project outline. The project will be based on the old FPO and monthly project reports.</p> <p>d. As we understand</p>			
<p>DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SOURCES/METHOD EXEMPTION 3020 NAZI WAR CRIMES DISCLOSURE ACT DATE 2007</p>			
FORM 10-57 (40)	USE PREVIOUS EDITION. REPLACES FORMS 51-28, 51-28A AND 51-29 WHICH ARE OBSOLETE.	CLASSIFICATION <b>S-E-C-R-E-T</b>	PAGE NO. <b>CS COPY</b>

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- d. As we understand it [ ] does not provide regular information, nor does she receive regular payments. As long as this situation exists, spot payment for information or service can be charged to SR/OGA. If she becomes a regular base asset, a field project outline should be submitted.
- e. [ ] is an internal asset requiring no funding. However, we expect soon to write Headquarters a project to cover all Baltic internal assets.
- f. [ ] If payments for this mail drop are occasional and irregular, they should be handled through OGA. If payments are regular, this mail drop should be picked up by a support project.
- g. [ ] [ ] [ ]. As we understand it, both of these are now inactive.
- h. [ ] is still developmental and can be charged to SR/OGA. When his OA is straightened out and he becomes a regular station asset, he can be placed under Project ANPOLL, or a new FPO written.

3. In regard to paragraph 3 of Reference B we requested a field project outline for [ ] in line with paragraph 1 above. We request that this be written as soon as possible. Because it will probably be an RE project, due to the fact that [ ] is used predominately for CAVERNE activity, we will assign no new cryptonym at this time. In order to provide for his salary, housing, and car maintenance until a new project is written and approved, we will ask that ANMANN be extended for the sole purpose of paying [ ] until 31 March 1959. His travel and operational expenses should be charged to the appropriate project or OGA. We regret that it is necessary to give such a short deadline for the FPO, but [ ] will risk forfeiting some salary if the new project is not approved by 1 April 1959.

4. It is apparent from Reference B and FPOB 1905 that the field allotment for ANMANN is considerably lower than obligations already made. We assume that this is because operational and travel expenses may have been charged to ANMANN which could have been charged to the appropriate project or the appropriate OGA. We have initiated action to get retroactive approval for these expenditures. However, we request that future operational and travel expenses be charged to OGA or another project, when appropriate. For example, when [ ] is working on ANCOSSASS, SR/OGA should be charged.

3 February 1959

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