

DEPARTMENT OF STATE

FOREIGN ACTIVITY CORRELATION

~~Confidential~~

4/6/45
5:02 PM

A. H. - Mr. Warren -
- Fletch -

Attaching
the memoranda about
which I spoke on the
phone a minute ago.

DEPARTMENT OF STATE

- Retain class'n Change / classify to
- With concurrence of: CIA, NSC
- Declassify In part and excise as shown
- EO 12356, Sec. 1.3 (a) (
- FPC/HDR by RTH 11/15/94
- Withdrawal No. 1-13

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Mr. Raymond

OFFICE OF STRATEGIC SERVICES

ASSISTANT SECRETARY
MR. HOLMES
FEB 10 1945
DEPARTMENT OF STATE

WASHINGTON, D. C.

27 November 1944

~~SECRET~~

Mr. James C. Dunn, Director
Office of Foreign Affairs
Department of State
Washington, D. C.

OFFICE OF EUROPEAN AFFAIRS
DIRECTOR
NOV 27 1944
MR. DUNN
DEPARTMENT OF STATE

My dear Jimmie:

Several weeks ago the President asked me to give consideration to the question of Post-War Intelligence. This I have done in the enclosure.

You may wish to discuss it with Ed Stettinius.

You will note that it provides for a Central Agency which should direct the policy and manner of collection (and in this I believe the Secretary of State should participate) and do the evaluating. As used in the draft, the word 'intelligence' includes both secret and counter-espionage.

While the coordination of all intelligence is centralized, the executive intelligence is decentralized so that full recognition is given to the propriety and necessity of each executive department having its own operational intelligence.

As I think essential in a government such as ours, the proposed agency is denied all police functions.

Sincerely yours,

William J. Donovan
William J. Donovan
Director

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C O P Y

OFFICE OF STRATEGIC SERVICES

~~SECRET~~

ASSISTANT SECRETARY
WASHINGTON, D. C.

MR. HOLMES

18 November 1944

FEB 19 1945

DEPARTMENT OF STATE

MEMORANDUM FOR THE PRESIDENT

Pursuant to your note of 31 October 1944 I have given consideration to the organization of an intelligence service for the post-war period.

In the early days of the war, when the demands upon intelligence services were mainly in and for military operations, the OSS was placed under the direction of the JCS.

Once our enemies are defeated the demand will be equally pressing for information that will aid us in solving the problems of peace.

This will require two things:

1. That intelligence control be returned to the supervision of the President.
2. The establishment of a central authority reporting directly to you, with responsibility to frame intelligence objectives and to collect and coordinate the intelligence material required by the Executive Branch in planning and carrying out national policy and strategy.

I attach in the form of a draft directive (Tab A) the means by which I think this could be realized without difficulty or loss of time. You will note that coordination and centralization are placed at the policy level but operational intelligence (that pertaining primarily to Department action) remains within the existing agencies concerned. The creation of a central authority

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- 2 -

thus would not conflict with or limit necessary intelligence functions within the Army, Navy, Department of State and other agencies.

In accordance with your wish, this is set up as a permanent long-range plan. But you may want to consider whether this (or part of it) should be done now, by executive or legislative action. There are common-sense reasons why you may desire to lay the keel of the ship at once.

The immediate revision and coordination of our present intelligence system would effect substantial economies and aid in the more efficient and speedy termination of the war.

Information important to the national defense, being gathered now by certain Departments and agencies, is not being used to full advantage in the war. Coordination at the strategy level would prevent waste, and avoid the present confusion that leads to waste and unnecessary duplication.

Though in the midst of war, we are also in a period of transition which, before we are aware, will take us into the tumult of rehabilitation. An adequate and orderly intelligence system will contribute to informed decisions.

We have now in the Government the trained and specialized personnel needed for the task. This talent should not be dispersed.

William J. Donovan
Director

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TAB A

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SUBSTANTIVE AUTHORITY NECESSARY
IN ESTABLISHMENT OF A
CENTRAL INTELLIGENCE SERVICE

In order to coordinate and centralize the policies and actions of the Government relating to intelligence:

1. There is established in the Executive Office of the President a central intelligence service, to be known as the _____, at the head of which shall be a Director appointed by the President. The Director shall discharge and perform his functions and duties under the direction and supervision of the President. Subject to the approval of the President, the Director may exercise his powers, authorities and duties through such officials or agencies and in such manner as he may determine.

2. There is established in the _____ an Advisory Board consisting of the Secretary of State, the Secretary of War, the Secretary of the Navy, and such other members as the President may subsequently appoint. The Board shall advise and assist the Director with respect to the formulation of basic policies and plans of the _____.

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- 2 -

3. Subject to the direction and control of the President, and with any necessary advice and assistance from the other Departments and agencies of the Government, the _____ shall perform the following functions and duties:

(a) Coordination of the functions of all intelligence agencies of the Government, and the establishment of such policies and objectives as will assure the integration of national intelligence efforts;

(b) Collection either directly or through existing Government Departments and agencies, of pertinent information, including military, economic, political and scientific, concerning the capabilities, intentions and activities of foreign nations, with particular reference to the effect such matters may have upon the national security, policies and interests of the United States;

(c) Final evaluation, synthesis and dissemination within the Government of the intelligence required to enable the Government to determine policies with respect to national planning and security in peace and war, and the advancement of broad national policy;

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- 3 -

(d) Procurement, training and supervision of its intelligence personnel;

(e) Subversive operations abroad;

(f) Determination of policies for and coordination of facilities essential to the collection of information under subparagraph "(B)" hereof; and

(g) Such other functions and duties relating to intelligence as the President from time to time may direct.

4. The _____ shall have no police or law-enforcement functions, either at home or abroad.

5. Subject to Paragraph 3 hereof, existing intelligence agencies within the Government shall collect, evaluate, synthesize and disseminate departmental operating intelligence herein defined as intelligence required by such agencies in the actual performance of their functions and duties.

6. The Director shall be authorized to call upon Departments and agencies of the Government to furnish appropriate specialists for such supervisory and functional positions within the _____ as may be required.

7. All Government Departments and agencies shall

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- 4 -

make available to the Director such intelligence material as the Director, with the approval of the President, from time to time may request.

8. The _____ shall operate under an independent budget.

9. In time of war or unlimited national emergency, all programs of the _____ in areas of actual or projected military operations shall be coordinated with military plans and shall be subject to the approval of the Joint Chiefs of Staff. Parts of such programs which are to be executed in a theater of military operations shall be subject to the control of the Theater Commander.

10. Within the limits of such funds as may be made available to the _____, the Director may employ necessary personnel and make provision for necessary supplies, facilities and services. The Director shall be assigned, upon the approval of the President, such military and naval personnel as may be required in the performance of the functions and duties of the _____. The Director may provide for the internal organization and management of the _____ in such manner as he may determine.

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