

MEMORANDUM FOR: Executive Secretary,
CIA Management Committee
SUBJECT "Family Jewels"

1. The purpose of this memorandum is to forward for your personal review summaries of activities conducted either by or under the sponsorship of the Office of Security in the past which in my opinion conflict with the provisions of the National Security Act of 1947.

2. These activities cover the period from March 1959 to date and represent as accurate a record as is available in our files. Those activities which took place prior to the date of my appointment as Director of Security on 1 July 1964 have been developed to a certain extent through the recollection of the senior people in this Office who were involved or who had knowledge of the activities at the time they occurred.

3. I have gone back to March 1959 because I believe that the activities occurring since that time still have a viable "flap potential" in that many of the people involved, both Agency and non-Agency are still alive and through their knowledge of the activity represent a possible potential threat or embarrassment to the Agency. I would be glad to provide clarification or an explanation of any of these activities if desired. You have my assurance that unless otherwise stated each of these activities was approved by higher authority--the
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of Central Intelligence, the Executive Director-
Comptroller, or the Deputy Director for Support.

Attachments

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into the US labor situation, and particularly to try to ameliorate the quarrel between George Meany and Walter Reuther. Cord Meyer steered a very skillful course in this connection, but the Agency could be vulnerable to charges that we went behind Meany's back, or were somehow consorting with Reuther against Meany's wishes.

8. There are three examples of using Agency funds which I know to be controversial. One was the expenditure of money under Project MOSES in securing the release of Cuban Brigade prisoners. Details of this operation are best known to Larry Houston, [redacted] George MacManus, and [redacted]. Second, as you well know, when Lou Conein received his summons to report to the Joint General Staff Headquarters on 1 November 1963 a large amount of cash went with him. My impression is that the accounting for this and its use has never been very frank or complete. Third, at one of the early Special Group meetings attended by McCone he took strong exception to proposals to spend Agency funds to improve the economic viability of West Berlin, and for an investment program in Mali. His general position was that such expenditures were not within the Agency's charter, and that he would allow such spending only on the direct personal request of the Secretary of State or the Secretary of Defense, or the White House.

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9. I raise these issues of funding because I remember the Agency's being severely criticized by the House Appropriations Subcommittee for having spent \$3,000 for stamps in connection with a program to buy tractors to secure the release of prisoners from Cuba.

10. Under the heading of old business, I know that any one who has worked in the Director's office has worried about the fact that conversations within the offices and over the telephones were transcribed. During McCone's

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