

LS-1938
Copy.

MEMORANDUM FOR: Deputy Director (Administration)

25X1A9A

SUBJECT: Transportation and Storage Expenses of [REDACTED].
[REDACTED] 25X1A9A

REFERENCE: Attached Memorandum for DD/P dated 20 October 1952 from Chief, Division of Near East and Africa, bearing recommendation of approval, 28 October 1952, by CAO, DD/P.

Transp.
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Storage
Expense

25X1A9A 1. The above memorandum relates to certain expenses of transportation and storage of the furniture and household and personal effects of one [REDACTED] a Contract Agent. [REDACTED] was employed August 13, 1951 for use in a project then being developed. In November 1951, 25X1A9A "the case officer" to quote the memorandum, "in his optimism, erroneously" 25X1A9A advised [REDACTED] "to prepare for movement overseas and move to the New York area." [REDACTED] obediently "sold his home in Youngstown, Ohio and had the household and personal effects he intended to take with him to 25X1A6A [REDACTED] packed and shipped to New York." There the goods were put in storage.

25X1A9A 2. That the case officer was indeed optimistic is proved by the fact the project in question has not yet been approved and that storage charges on [REDACTED]'s effects continue to accrue. We are told that approval of the project is expected soon and that [REDACTED] should leave 25X1A9A finally for his overseas assignment about 15 December 1952. We are asked to concur in the recommendation of the CAO, DD/P that the Agency pay the 25X1A9A expenses of transportation of [REDACTED]'s goods together with storage charges which have been incurred and will be incurred prior to his leaving for overseas. Our attention is called to the special qualifications of this agent, his potentially great long-term value to the Agency and the danger to his morale involved in "all the delays that he has been put to."

3. Subject Contract Agent's agreement with the Agency provides (Paragraph 3):

...."You will also be paid for expenses incurred in the transportation of your household effects and your personal automobile to and from your overseas post of duty and, in accordance with applicable CIA regulations, for the official use of your personal automobile. All monies paid under this paragraph will be subject to payment and accounting in substantial compliance with CIA regulations."

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Security Information

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25X1A9a 5. The relationships, however, of a contract agent with the Govern-
25X1A9a ment are not the conventional ones. With a contract agent like [REDACTED]
the whole set of instructions complete compliance with which would, even-
25X1A9a tually, land [REDACTED] with his family and effects at his overseas post.
That was, obviously, the interpretation placed on such orders both by the
agent and the case officer.

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LAWRENCE H. HOUSTON
General Counsel

OGC/LRH/LLD:imm

Distribution -

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Attachment

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