

SECRET

*Reinal
Gonzalez*

5 January 1962

MEMORANDUM FOR: WH/4/Finance

SUBJECT: Overdue Accounts

1. MCUIP-1 - In July 1960, Headquarters advised Station Bogota that Subject with two aides would be traveling to PEPRIME to assume the post of Navy Chief in the FAL Directorate and visa assistance was requested. Routine difficulties followed including no funding by the FAL until finally in August 1960 the Station had to advance funds for Subject and one companion including \$150 each required by the Consulate as evidence of solvency. There is no indication in the files as to whether this \$300 was to be absorbed as a KUBARK expense or whether it was to be repayed. However, since that time, MCUIP-1 has become a security risk. He is considered an opportunist and associates with people with whom KUBARK wishes no contact. One of these individuals is described as needing only the slightest excuse to make public statements embarrassing and harmful to KUBARK interests. Accordingly, it is recommended that this advance be written off without attempting to secure repayment.

✓ 2. MCALL-1 - Funds were passed to MCALL-1 by the principal agent for use in the MCALL project. However, as conventional political action on the labor front became more and more difficult, these funds made their way increasingly into the MRP war chest since MCALL-1 was national co-ordinator for this organization. Finally, the taking over of the labor movement by the Communists left no road open to opposition elements except that of sabotage and clandestine activity. In April 1961, Gordon RIXARIAS, principal agent with whom MCALL-1 was in contact was arrested and ultimately deported. There was no further contact with MCALL-1 following the arrest of RIXARIAS. The funds that had been passed to him were presumably used by the MRP underground and must have been gone long before the time of MCALL-1's arrest the end of September 1961. Accordingly, WH/4/PA-MRP is requesting that the sum of \$840.81 charged against the agent be written off both because the funds were undoubtedly expended by the MRP underground in furtherance of anti-Castro objectives and because MCALL-1 himself is either dead or in prison and accountings can therefore not be secured.

3. Pedro DIAZ Lang - The sum of \$400 was passed to Subject on 19 January as expense money for a prop tour he was to take along with

SECRET

SEC

2

into COSTE Aguero and other Cubans. The plan called for the use of DIAZ' Lane's plans piloted by him. This was changed when it was found to be too difficult to get the necessary permits for the plane. Next, DIAZ and COSTE were going commercially, but neither wanted to be sponsored ostensibly by the PRD. Finally, COSTE went alone when DIAZ balked at simply being COSTE's shadow. Meantime, DIAZ Lane had begun to dabble extensively in exile politics in Miami, appeared before a congressional committee and succeeded in making himself useless as a propaganda asset. KAVZ was not in contact and Eqs finally considered it preferable not to request contact with him to try to collect the advance. In view of the subsequent time lapse, it is recommended that the advance be written off.

Stannard K. Ewart
C/WH/L/PA-PROP

WH/L/PA-PROP:KForaythe & A. Ryan:hf (5 Jan 62)

Distributions:

- Orig & 1 - Addressee
- 1 - WH/L/PA-PROP
- 1 - WH/L/Registry
- 1 - ZOI files

SECRET

30 . . . 30

15 November 1961

*attached
to UFGA-205
14 NOV 61*

At the time of the interview of AMCALL/1, the names mentioned by him were checked out in WH/4/RE cards and in WH/4/Ops Supp cards. In nearly all instances there was no identification of the individuals; in a relatively few instances, there was a possible identification, but nothing conclusive. It was felt that Subject had talked a lot but said little.

JP