MEMORANDUM FOR THE NATIONAL SECURITY COUNCIL

SUBJECT: Establishment of a Special Services Unit in CIA

REFERENCE: NSC 10

I propose to submit the following proposal to the National Security Council for consideration: creation of a Special Services Unit in the CIA. The purpose of this unit would be to coordinate and oversee the activities of various intelligence and security organizations within the CIA, ensuring efficient and effective use of resources.

The unit would act as a central coordinating body, reporting to the Director of the CIA. It would consist of representatives from each of the major intelligence and security agencies within the CIA, including the Directorate of Intelligence, the Central Intelligence Agency, and the National Security Agency.

The proposed unit would have the authority to make decisions on resource allocation, training, and personnel matters related to the various agencies' contributions to the overall mission of the CIA.

I am submitting this proposal for consideration by the National Security Council in accordance with NSC 10, which is expected to be on the agenda for the 12th meeting on Thursday, June 3.

Sincerely,

[Signature]

Executive Secretary
Further consideration of the problem of developing our activities in the field of covert political warfare leads to the following points which, it is suggested, should serve as a basis for the further considerations of this problem by the National Security Council.

CIA provides the legal structure within which covert political activities can be conducted and it is already charged under OA-27 with the conduct of covert psychological operations abroad. In addition, IA is already charged by National Security Council Directive No. 25 with overt intelligence and covert propaganda operations abroad, which operations are by their nature very closely related to covert political activities as contemplated in Sec. 14. It, therefore, seems desirable for both, as well as operational reasons, not to create a separate covert political activity, but to plan the requirements for this area within the legal structure of the Central Intelligence Agency and to relate it to secret intelligence.

The principal objection to this proposal arises out of doubt whether CIA is presently so constituted that it can effectively handle this problem which is as different from CIA's primary task of coordinating intelligence activities and correlating and evaluating intelligence relating to the national security. There it also fear that covert operations develop in a manner inconsistent with our foreign and military policies.
These considerations lead to the following general conclusions and recommendations:

(1) Responsibility for both secret intelligence and secret operations, including covert psychological activities, should be placed in a new Special Services unit to be created in CIA.

(2) This unit should have a considerable measure of autonomy within CIA and its director should be authorized to appeal directly to the National Security Council in case of differences arising between him and the Director of Central Intelligence.

(3) A highly qualified person recruited from outside the present ranks of CIA and approved by the National Security Council should be appointed to head the new unit in CIA.

(4) Provision should be made so that the chief of the newly created unit has access to and receives policy guidance from the Department of State and the Military Establishment.

(5) It is understood that this is a provisional arrangement subject to review at a later date.

The following actions should be taken if the National Security Council approves in principle the foregoing points:

(a) The Department of State, the National Military Establishment, and CIA should jointly request funds for the proposed operation.

(b) The Executive Secretary, National Security Council, should be directed to prepare a detailed directive covering the above points for approval by the Council.
TRANSCRIBED PAGES FOLLOW
MEMORANDUM FOR THE NATIONAL SECURITY COUNCIL

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The enclosed proposal on the above subject, which [...] suggests [...] alternate [...] conclusions [...] NSC 10 represents the results of an informal discussion between the Secretary of Defense, the Under Secretary of State, and Mr. Allen W. Dulles.

At their request the enclosure is submitted here [illegible] for consideration by the National Security Council in connection with NSC 10, which is scheduled as Item 1 on the agenda for NSC 12th Meeting on Thursday, June 3.

SIDNEY W. SOUERS
Executive Secretary
CIA provides the legal structure within which covert political activities can be conducted and it is already charged under NSC 4-A with the conduct of covert psychological operations abroad. In addition, CIA is already charged by National Security Council Directive No. 5 with conducting espionage and counter-espionage operations abroad, which operations are by their nature very closely related to covert political activities as contemplated in NSC 10. It, therefore, seems desirable for legal, as well as operational reasons, not to create a new agency for covert political activities, but to place the responsibility for this work within the legal structure of the Central Intelligence Agency and closely relate it to secret intelligence.

The principal objection to the proposal arises out of doubt as whether CIA is presently so constituted that it can effectively handle this problem which is so different from CIA’s primary task of coordinating intelligence activities and correlating and evaluating intelligence relating to national security. There is also fear lest covert operations develop in a manner inconsistent with our foreign and military policies.