Declassified E.O. 12356 Section 3.3/NND No. 785021

ACC

10000/141/631
(1ST)

Declassified E.O. 12356 Section 3.3/NND No. 785021

10000/141/631
(1ST)

CONFERENCES, GENERAL
NOV. 1943 – NOV. 1944

Declassified E.O. 12356 Section 3.3/NND No. 785021

THIS COVER CLOSED

SEE 2ND JACKET

0324

Declassified E.O. 12356 Section 3.3/NND No. 785021

RESTRICTED

HEADQUARTERS ALLIED COMMISSION
APO 394

EXECUTIVE ORDERS)
:
NUMBER 12)

11 November 1944

Appointment of Acting Director, Local Government Sub Commission I
Appointment of Acting Director, Patriots Branch.....II

I -- APPOINTMENT OF ACTING DIRECTOR, LOCAL GOVERNMENT SUB COMMISSION

Announcement is made of the appointment of Captain RALPH R. TEMPLE, O-523284, S.R. as Acting Director, Local Government Sub Commission, effective 27 October 1944.

II -- APPOINTMENT OF ACTING DIRECTOR, PATRIOTS BRANCH

Announcement is made of the appointment of Major Sir P. MAGNUS, 98510, I.C., as Acting Director, Patriots Branch, effective 27 October, 1944.

Ellery W. Stone

ELLERY W. STONE
Commodore USNR.
Chief Commissioner

/pc.

DISTRIBUTION:
"A"
Including Gp III
Less Serial 86

Minute sheet No. 4

Date | Page

Aug 10. Dir

Please see 69. RSH.

2 Offrs Col. Gilfillan & P. herewith 70

4107

Declassified E.O. 12356 Section 3.3/NND No. 785021

Minute sheet No. 3.

Date | Page

June 7. I V.O. Attend Reg. 3. Conference on my behalf please. Take notes which V.P. may wish to have on all important features affecting admin doctrine + text of time for V.P. Date 14th Atho Campobasso 24h. (10) L

II Adjt. Make all arrangements for me attend Sardinia conference on 14 inst.
Capt. T. with the Book Keeper - with his discharge. L

June 8. Lt. Col White informed of all conferences to be attended. He is making all arrangements. (11) L

June 7 S.O Tom to initial - calendar tables. Campobasso flimsy. making all arrangements with Adjt. who will also re. notify V.P. that we command [train an officer for Potenza on 22nd. admin staff conferences etc] (12) L

June 9. Directo 1. Minute 7 and marked part of para 2 of document 50 refer. (13)
2. We are already dealing with the Hirpinia and making demands concerning the following officials.
(a) Pool of Syndaci.
(b) " " Prefects
(c) a number of Officials for Littoria.
(d) " " " " Frosinone.
(e) a possible large number of officials for Rome.
(f) " " Quelle " " Rome Province.
3. The above have been requested separately.
4. The position + requirements are growing
5. The Government ability to supply will our demands must be decreasing.
6. Suggest that in the present development and the new request for further Officials the opportunity be taken to "pull the thing together" 1106
7. The attached draft letter is drawn on

Declassified E.O. 12356 Section 3.3/NND No. 785021

II. Adjt. Make all arrangements for me attend Sardinia conference on 14 also Capt. T. with the book then - with the w. change.

June 8. Lt. Col White informed of all conferences to be attended. He is making all arrangements. C.

(12)

June 7 S.O Ton to initial - calendar tables. Cambobasso please. making all arrangements with Adjt. who must also notify V.P. that we cannot spare an officer for Potenza on 22nd. (13) Admin Section notified C.

June 9. Director. 1. Minute 7 and makes part of para 2 of document 50 refer.

2. We are already dealing with the Ministry and making demands concerning the following officials.

(a) Pool of Syndaci.
(b) " " Prefects
(c) a number of Officials for Littoria.
(d) " " " " Flosinone
(e) a possible large number of officials for Rome.
(f) " " smaller " " " Rome Province.

3. The above have been requested separately.
4. The position & requirements are growing
5. The Government's ability to supply meet our demands must be decreasing.
6. Suggest that in the present development and the new request for further officials the opportunity be taken to "fill the thing together"
7. The attached draft letter is drawn on this basis

Memorandum Lieut.

1106

Declassified E.O. 12356 Section 3.3/NND No. 78 5021

Minute sheet No. 2.

Date

Page

May 21. (5)

Adjt. I shall leave 29th after lunch for Naples, where I stay (privately) with Lt. Legg.

Please arrange transport to Naples via Rome 1.30 today.

Hotel Cavour - Naples.

I shall be in Naples 29th - 30th - shall be return Rome 31st evening.

May 23 Arranged L. ✓

(7)

Staff Officer I want you to take up this question in all its details down to the last degree. as soon first priority job. names, facts, full addresses, release by Egious if in them, permit transport - Screening. Telephone message one day - man to go next day wherever wherever he is

(8)

June 7. V.A. I should, as would my officers, be most interested to attend these meetings, but with my present short ceiling, (I am short by 2) with two officers almost full time employed in forward area journeys. plans. I find it almost numerically physically impossible to provide anything - We with, however, attend

4105

Naples 23
Caserta 24.
Sardinia 14.

Get I would point out

Declassified E.O. 12356 Section 3.3/NND No. 78502

Hotel Cavour - Naples.

I shall be in Naples 29th. 30th. after which I return Cava 31st evening.

May 23 Arranged [illegible]

(7)

Kaltenborn I want you to take up this question in all its details down to the last degree. as your first priority job. names, facts, full addresses, reasons why [illegible] is in them, permits transport - screening. Telephone messages one day - man to go next day wherever wherever he is.

(8)

June 9 V.A. I should, as would my officers, be more interested to attend these meetings, but with my present short ceiling, (I am short by 2) with five officers almost full time employed in forward area journeys. plans. I find it almost numerically physically impossible to provide anything - We will, however, attend

Naples 23 Sardinia 14.

Cam. Rome 24.

if my staff allows me. But I cannot promise

(9)

But

Noted thank you

CO'Connor
-8 JUN. 1944

[illegible]

Declassified E.O. 12356 Section 3.3/NND No. 785021

Date [illegible]

Minute sheet No. 1

Page

April 25. (1) V.P. Refer R.C. conference. Page 12 of Conference report Para 9. Regional suggestion re action by Interior Sub. Commn. I personally interviewed the Rebeca in this regard recently, he advises that all questions such as these be referred to Monsignor CAROL the Vatican liaison officer in Naples.

(2) Interior.

Please see 40A.

[signature] Chief

Admin

for CSO.

May 3 (3) V.P. (1) It is only for me to repeat what I have stated in (1) above.

(2) I had always thought that such matters when multifarious & concomitant contacts should be handled by this Sub. Commission.

(3) After V.P's conference, some months ago I suggested to Cabt. Rutland to be added to my staff to deal with such matters. I was then informed that the Political Section had affiliations in this regard. which they wished to handle them.

(4) Subsequently, I saw the REBEA (at the Caccia) who informed me that all such matters should be referred to Monsignor CAROL Vatican representative. who would deal either direct or through Political Section with the Italian Govt.

(5) This Sub. Commission will handle all the matters it is confronted with, but a ceiling of 7. has a limit. which limit is fast approaching.

(4)

Declassified E.O. 12356 Section 3.3/NND No. 785027

to Monsignor CAROL. The Vatican Station officer is
brother.

V.

(2)

Interior.

Please see 40A.

Adrian
30 Apr.

hair
Lor 250.

V

(3)

May 3

V.P.

(1) It is only for me to repeat what I have stated in (1) above.

(2) I had always thought that such matters when multifarious concomitant features should be handled by this Sub. Commission.

(3) At a VP's conference, some months ago I suggested to Cabt. Artland to be added to my staff to deal with such matters. I was then informed that the Political Section had officers in this regard. Which they wished to handle them.

(4) Subsequently, I saw the REBER (at the Caccia) the former advised me that all such matters should be referred to Monsignor CAROL Vatican representative who would deal either direct or through Political Section with the Italian Govt.

(5) This Sub. Commission will handle all matters it is confronted with, but a ceiling of 7. has a limit. what limit is fast approaching.

V

(4)

V.P.
May 8

A. Items for agenda - Nil -

B. Précis will be submitted later.

(5)

Int.

Noted thank you

Adrian
-8 MAI 1944

V.

V.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Declassified E.O. 12356 Section 3.3/NND No. 785021

0 186 0 Loc Govt 9/n

SECRET

(88)

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Chief of Staff

NOV 1944

Tel: 388

Ref: 2206/92/103

17 November 1944

SUBJECT: Minutes of UNRRA Meeting held on 2 November 1944.

TO : See Distribution below.

UNRRA, Italian Mission, have requested that the following amendments be made to the Minutes of the Meeting held on 2 November 1944, at HQ, Allied Commission, issued under this office reference 2206/73/103.

1. Minute 3 (a). Delete the sentence "In reply to a question by Brigadier Lush.....course of future operations."

2. Minute 3 (b) (i). Line 6. Delete the words "Governor Cochran admitted that this was so."

Amended 20/11/GW

[signature]
Brigadier,
Chief of Staff.

DISTRIBUTION:

Chief Commissioner	- 2
COS	- 1
AFHQ, G-5	- 6
UNRRA	- 6
Economic Section	- 6
Civil Affairs Section	- 6
Political Section	- 1
Finance Sub-Commission	- 1
PRO	- 1

4103

1454

4139

0333

Declassified E.O. 12356 Section 3.3/NND No. 785021

C 181

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Chief of Staff.
++++++++++++++++++++++++++++

Loc Govt S/k (87)

NOV 1944

Ref : 2208/81/COS.

Tel : 300

13 Nov 44

SUBJECT : Minutes of UNRRA Meeting held on 2 November 44.

TO : See Distribution below.

Amended. 4-12-44. JFW

1. Reference the above mentioned Minutes, please insert new para 3 (a) as below :-

0334

Declassified E.O. 12356 Section 3.3/NND No. 785021

DISTRIBUTION :

Chief Commissioner	- 2
COS	- 1
AFHQ, G-5	- 6
UNRRA	- 6
Economic Section	- 6
Civil Affairs Section	- 6
Political Section	- 1
Finance Sub-Commission	- 1
PRO	- 1

4193
4138

0335

Declassified E.O. 12356 Section 3.3/NND No. 785021

1 ✓ 0 13B 0 Loc Govt

SECRET (86)

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Chief of Staff

C RCT

NOV 1944

Ext: 300

Ref: 2208/73/COS

11 November 1944

SUBJECT: U.N.R.R.A.

TO : See Distribution.

Done. dpw. 4/11

1. Please substitute the attached pages 1 and 2 for the Minutes of the Meeting held on 2 November 1944 at Headquarters, Allied Commission, with the representatives of U.N.R.R.A., issued under this Office reference 2208/73/COS.

for Brigadier,
Chief of Staff.

DISTRIBUTION:

A/CC	-	2
COS	-	1
AFHQ, G-5	-	6
UNRRA	-	6
Econ Sec	-	6
Civ Aff Sec	-	6
Pol Sec	-	1
Finance Sub-Com	-	1
PRO	-	1

4101

4063
40701/6

86A

SECRET

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Chief of Staff

Ref: 220/73/GDS

Minutes of Meeting held on 2 November 44 at HQ Allied Commission

U.N.R.R.A.

Action By: 1. Brigadier Lush took the chair in the temporary absence of the A/CC. He extended a welcome to the members of the UNRRA Mission and assured them of the support of the Allied Commission in their work of relief and help to the suffering population of Italy. He said that we were facing stark realities in this country and that there was a physical shortage of practically every necessity of life. He pointed out that if the Allied Commission's help fell short of expectations it would not be due to lack of goodwill but to lack of physical ability to help.

Mr. Keeny, UNRRA, gave particulars of the UNRRA directive. He said that at the second meeting of the UNRRA Council in Montreal in September a sum not to exceed 50,000,000 dollars had been made available for relief in Italy for a period not specified but which it was assumed by the Director General would be one year. Other resolutions would permit additional assistance to displaced persons of Allied Nations and additional aid to prevent the spread of epidemics to the extent to which that would be necessary. The general policy of the mission was indicated in the directive which had been distributed to the meeting. He said that the main point of the directive was that he was authorised to negotiate the necessary agreements with the Italian Government and was required to return them to Washington and London for confirmation. He expressed the desire of the Mission to work through normal channels.

2. Colonel Murray Mitchell, G-5 AFHQ, explained the present status of negotiations between UNRRA and AFHQ. He said that AFHQ had already called forward a small number of key personnel in order to get the organization going. It would be necessary to call personnel forward to staff the camps and he asked for information as to the number of additional personnel required beyond those already called forward. He asked if it would be possible for the memorandum on supplies to be accepted in principle before his return to AFHQ at the end of the week in order that the requisitioning of supplies could be put in hand. He asked that AC should facilitate in every way the negotiations between UNRRA and the Italian Government and added that AFHQ hoped to see a "tripartite" pact emerge from the result of AC-UNRRA-Italian Government deliberation. He said that AFHQ were convinced that UNRRA had only come to help and would not hinder the military authorities in any way.

4100

A/CC asked what would be the nature of the proposed agreement with the Italian Government. Mr. Keeny replied that the major point would be to get a working basis with the responsible Italian Ministry to ensure that the supplies would be distributed in the manner prescribed by UNRRA. He instanced the Ministry of Education who, he said, would be responsible for the selection of the children and for the provision of the necessary mechanism for the carrying out of the operation. In reply to a query by the A/CC Mr. Keeny said that in

Declassified E.O. 12356 Section 3.3/NND No. 785021

Action By:

1. Brigadier Lush took the chair in the temporary absence of the A/CC. He extended a welcome to the members of the UNRRA Mission and assured them of the support of the Allied Commission in their work of relief and help to the suffering population of Italy. He said that we were facing stark realities in this country and that there was a physical shortage of practically every necessity of life. He pointed out that if the Allied Commission's help fell short of expectations it would not be due to lack of goodwill but to lack of physical ability to help.

Mr. Keeny, UNRRA, gave particulars of the UNRRA directive. He said that at the second meeting of the UNRRA Council in Montreal in September a sum not to exceed 50,000,000 dollars had been made available for relief in Italy for a period not specified but which it was assumed by the Director General would be one year. Other resolutions would permit additional assistance to displaced persons of Allied Nations and additional aid to prevent the spread of epidemics to the extent to which that would be necessary. The general policy of the mission was indicated in the directive which had been distributed to the meeting. He said that the main point of the directive was that he was authorised to negotiate the necessary agreements with the Italian Government and was required to return them to Washington and London for confirmation. He expressed the desire of the Mission to work through normal channels.

2. Colonel Murray Mitchell, G-5 AFHQ, explained the present status of negotiations between UNRRA and AFHQ. He said that AFHQ had already called forward a small number of key personnel in order to get the organization going. It would be necessary to call personnel forward to staff the camps and he asked for information as to the number of additional personnel required beyond those already called forward. He asked if it would be possible for the memorandum on supplies to be accepted in principle before his return to AFHQ at the end of the week in order that the requisitioning of supplies could be put in hand. He asked that AC should facilitate in every way the negotiations between UNRRA and the Italian Government and added that AFHQ hoped to see a "tripartite" pact emerge from the result of AC-UNRRA-Italian Government deliberation. He said that AFHQ were convinced that UNRRA had only come to help and would not hinder military authorities in any way. 4100

A/CC asked what would be the nature of the proposed agreement with the Italian Government. Mr. Keeny replied that the major point would be to get a working basis with the responsible Italian Ministry to ensure that the supplies would be distributed in the manner prescribed by UNRRA. He instanced the Ministry of Education who, he said, would be responsible for the selection of the children and for the provision of the necessary mechanism for the carrying out of the operation. In reply to a query by the A/CC Mr. Keeny said that in the event of a breach of contract by the Italian Government, the only way to enforce the contract would be to discontinue supplies.

4060
40704a.

Declassified E.O. 12356 Section 3.3/NND No. 785021

"Action by: 3. (a) Transfer to UNRRA of Camps in S. Italy. Brigadier Upjohn told the meeting that preliminary discussions had already taken place and a plan would be ready for Colonel Mitchell to take to AFHQ when he returned. It was not anticipated that the date of transfer would be before 1 January 1945. ~~In reply to a question by Brigadier Lush, Governor Cochran stated that UNRRA were committed to take in any displaced persons from outside Italy should this be necessitated by the course of future operations.~~

UNRRA In regard to UNRRA taking over requisitioned buildings from the military, some difficulty was foreseen in this connection and it was agreed that the matter should be investigated by UNRRA with Claims and Hirings direct with such assistance as Legal and Finance Sub-Commissions can provide. "

Brigadier,
Chief of Staff.

(i) Proposal for Borrowing Supplies from AC. The proposal for borrowing supplies from AC until the arrival of UNRRA stocks was discussed. A/CC said that AC food supplies were already insufficient. As he saw it, UNRRA were now proposing to borrow food from the total amount available to the AC for feeding the Italian people. ~~Governor Cochran admitted that this was so.~~ A/CC said that AC could not afford to loan stocks from their reserves without thought of repayment until April or May as suggested by G-5 in their letter. Furthermore, if these stocks were not replaced, the President's statement that more food would be brought into Italy was not being carried out, nor was the UNRRA directive being implemented which stated that relief administered by them would be supplemental to any existing rations. It seemed that food was being taken from the general ration, which would have to be decreased by the quantity loaned to UNRRA in order to make relief available for certain privileged groups. It was true that the special classes which under the UNRRA directive would get the benefit of this added ration and relief were deserving classes. He was quite prepared, if ordered to do so, to make this readjustment in ration scales at the expense of the general population, but he had not had the orders. He was compelled to take this view because, owing to the serious shipping situation, he could not count on AC stocks being replaced. It seemed to him unnecessary to bring in another organization to implement a change in ration scales out of AC stocks, which could be quite satisfactorily carried out by the AC itself if it were so directed.

(ii) Procedure for bidding for shipping rail and truck transport. It was agreed that UNRRA bids for transportation would go through the AC's bidding organization. They would be treated as a separate organization for this purpose and priorities would be allotted by AC, It was agreed that UNRRA should be afforded the same priority as AC except where special circumstances prevailed in favour of AC. This system of bidding would apply to all supplies brought into the country whether during or after the interim period.

(iii) Port and Storage Facilities. It was agreed that at present AC warehouses would be used for storage of UNRRA and AC supplies.

UNRRA Economic Sec. Mr. Antolini thought that port facilities should be entirely an UNRRA responsibility. Mr. Keeny and Mr. Antolini to confer on this.

(iv) Guards for Supplies and Equipment. Agreed that this was a

UNRRA matter for discussion by UNRRA with Italian authorities.

(v) Procurement of Local Supplies. Agreed that G-5 AFHQ should be asked to prepare a memorandum on UNRRA's requirements

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. (a) Transfer to UNRRA of Camps in S. Italy. Brigadier Urquhart told the meeting that preliminary discussions had already taken place and a plan would be ready for Colonel Mitchell to take to AFHQ when he returned. It was not anticipated that the date of transfer would be before 1 January 1945. In reply to a question by Brigadier LNSH, Governor Cochran stated that UNRRA were committed to take in any displaced persons from outside Italy should this be necessitated by the course of future operations.

In regard to UNRRA taking over requisitioned buildings from the military, some difficulty was foreseen in this connection and it was agreed that the matter should be investigated by the Legal and Finance Sub-Commissions with Claims and Hirings on UNRRA's behalf.

(b) Supply for UNRRA Programmes.

(i) Proposal for Borrowing Supplies from AC. The proposal for borrowing supplies from AC until the arrival of UNRRA stocks was discussed. A/CC said that AC food supplies were already insufficient. As he saw it, UNRRA were now proposing to borrow food from the total amount available to the AC for feeding the Italian people. Governor Cochran admitted that this was so. A/CC said that AC could not afford to loan stocks from their reserves without thought of repayment until April or May as suggested by G-5 in their letter. Furthermore, if these stocks were not replaced, the President's statement that more food would be brought into Italy was not being carried out, nor was the UNRRA directive being implemented which stated that relief administered by them would be supplemental to any existing rations. It seemed that food was being taken from the general ration, which would have to be decreased by the quantity loaned to UNRRA in order to make relief available for certain privileged groups. It was true that the special classes which under the UNRRA directive would get the benefit of this added ration and relief were deserving classes. He was quite prepared, if ordered to do so, to make this readjustment in ration scales at the expense of the general population, but he had not had the orders. He was compelled to take this view because, owing to the serious shipping situation, he could not count on AC stocks being replaced. It seemed to him unnecessary to bring in another organization to implement a change in ration scales out of AC stocks, which could be quite satisfactorily carried out by the AC itself if it were so directed.

(ii) Procedure for bidding for shipping rail and truck transport. It was agreed that UNRRA bids for transportation would go through the AC's bidding organization. They would be treated as a separate organization for this purpose and priorities would be allotted by AC. It was agreed that UNRRA should be afforded the same priority as AC except where special circumstances prevailed in favour of AC. This system of bidding would apply to all supplies brought into the country whether during or after the interim period.

(iii) Port and Storage Facilities. It was agreed that at present AC warehouses would be used for storage of UNRRA and AC supplies.

UNRRA Economic Sec. Mr. Antolini thought that port facilities should be entirely an UNRRA responsibility. Mr. Keeny and Mr. Antolini to confer on this.

(iv) Guards for Supplies and Equipment. Agreed that this was a

Declassified E.O. 12356 Section 3.3/NND No. 785021

Hirings direct with such assistance as Legal and Finance Sub-Commissions can provide."

Brigadier,
Chief of Staff.

(i) Proposal for Borrowing Supplies from AC. The proposal for borrowing supplies from AC until the arrival of UNRRA stocks was discussed. A/CC said that AC food supplies were already insufficient. As he saw it, UNRRA were now proposing to borrow food from the total amount available to the AC for feeding the Italian people. ~~Governor Cochran admitted that this was so.~~ A/CC said that AC could not afford to loan stocks from their reserves without thought of repayment until April or May as suggested by G-5 in their letter. Furthermore, if these stocks were not replaced, the President's statement that more food would be brought into Italy was not being carried out, nor was the UNRRA directive being implemented which stated that relief administered by them would be supplemental to any existing rations. It seemed that food was being taken from the general ration, which would have to be decreased by the quantity loaned to UNRRA in order to make relief available for certain privileged groups. It was true that the special classes which under the UNRRA directive would get the benefit of this added ration and relief were deserving classes. He was quite prepared, if ordered to do so, to make this readjustment in ration scales at the expense of the general population, but he had not had the orders. He was compelled to take this view because, owing to the serious shipping situation, he could not count on AC stocks being replaced. It seemed to him unnecessary to bring in another organization to implement a change in ration scales out of AC stocks, which could be quite satisfactorily carried out by the AC itself if it were so directed.

(ii) Procedure for bidding for shipping rail and truck transport. It was agreed that UNRRA bids for transportation would go through the AC's bidding organization. They would be treated as a separate organization for this purpose and priorities would be allotted by AC. It was agreed that UNRRA should be afforded the same priority as AC except where special circumstances prevailed in favour of AC. This system of bidding would apply to all supplies brought into the country whether during or after the interim period.

(iii) Port and Storage Facilities. It was agreed that at present AC warehouses would be used for storage of UNRRA and AC supplies.

UNRRA Economic Sec. Mr. Antolini thought that port facilities should be entirely an UNRRA responsibility. Mr. Keeny and Mr. Antolini to confer on this.

(iv) Guards for Supplies and Equipment. Agreed that this was a

UNRRA matter for discussion by UNRRA with Italian authorities.

(v) Procurement of Local Supplies. Agreed that G-5 AFHQ should be asked to prepare a memorandum on UNRRA's requirements

G-5, AFHQ. from local resources to be brought before the next meeting of the Local Resources Board. Payment for such purchases would be charged to the Italian Government.

Declassified E.O. 12356 Section 3.3/NND No. 778202

3977

85A

Action By;

5. (c) Local Transportation. UNRRA bids to be made through AC.

(d) UNRRA Personnel Facilities.

AFHQ, 2A Sec, Econ Sec

(i) Clearance of Personnel into Italy. Numbers required to be discussed with CA and Econ Secs. Actual clearance of personnel into Italy to be taken up by G-5, AFHQ.

G-5, AFHQ.

(ii) Billeting. Colonel Mitchell to take up at AFHQ the question of UNRRA being treated as a military organisation and instructions issued to military formations for their requests for accomodation to be treated in the normal manner. In the meantime AC will arrange temporary accommodation.

G-5, AFHQ.

(iii) Local Transportation. Colonel Mitchell to take up the question of UNRRA being included in the list of units to which vehicles will be issued from pool until such time as their own transport arrives.

(e) Provision of Office Space, Equipment and Supplies.

G-5, AFHQ.

Brigadier Lush pointed out that the provision of office space was again a matter which should be dealt with in an instruction by AFHQ to military formations. Colonel Mitchell to clear at AFHQ. Meanwhile, AC will help with temporary office accommodation and with the loan of office equipment and supplies

(f) Payment for Transport and Supplies.

Colonel Grafftey Smith asked whether UNRRA would be charged by the Army for transport and rations. UNRRA said that payment would be made for all services for which the Army asked payment In regard to transport charges incurred in Italy for movement of supplies, it was proposed to include in the terms of the agreement with the Italian Government that these charges should be met by the Italian authorities.

UNRRA.

(g) Relations between UNRRA and AC.
UNRRA to draw up a draft memorandum for discussion.

UNRRA.

(h) Proposed agreement with Italian Government.
UNRRA to draw up a draft for discussion.

G-5, AFHQ.

Brigadier Lush stressed the prime necessity of a directive from AFHQ to the effect that UNRRA is an operating organization and that every assistance should be afforded on the military side by military formations. Colonel Mitchell will clear.

Brigadier,
Chief of Staff.

DISTRIBUTION:

A/CC	-	2
COS	-	1
AFHQ G-5	-	6
UNRRA	-	6
Economic Sec	-	6
Civ Aff Sec	-	6
Pol Sec	-	1
Finance Sub Com	-	1
PRO		1

4099

Declassified E.O. 12356 Section 3.3/NND No. 785021

G-5, AFHQ. Requests for accreditation to be treated in the normal manner. In the meantime AC will arrange temporary accommodation.

(iii) Local Transportation. Colonel Mitchell to take up the question of UNRRA being included in the list of units to which vehicles will be issued from pool until such time as their own transport arrives.

G-5, AFHQ.

(e) Provision of Office Space, Equipment and Supplies.
Brigadier Lush pointed out that the provision of office space was again a matter which should be dealt with in an instruction by AFHQ to military formations. Colonel Mitchell to clear at AFHQ. Meanwhile, AC will help with temporary office accommodation and with the loan of office equipment and supplies.

G-5, AFHQ.

(f) Payment for Transport and Supplies.
Colonel Graffiey Smith asked whether UNRRA would be charged by the Army for transport and rations. UNRRA said that payment would be made for all services for which the Army asked payment. In regard to transport charges incurred in Italy for movement of supplies, it was proposed to include in the terms of the agreement with the Italian Government that these charges should be met by the Italian authorities.

(g) Relations between UNRRA and AC.

UNRRA. UNRRA to draw up a draft memorandum for discussion.

(h) Proposed agreement with Italian Government.

UNRRA. UNRRA to draw up a draft for discussion.

Brigadier Lush stressed the prime necessity of a directive from AFHQ to the effect that UNRRA is an operating organization and that every assistance should be afforded on the military side by

G-5, AFHQ. military formations. Colonel Mitchell will clear.

Brigadier,
Chief of Staff.

DISTRIBUTION:

A/CC	2
COS	1
AFHQ G-5	6
UNRRA	6
Economic Sec	6
Civ Aff Sec	6
Pol Sec	1
Finance Sub Com	1
PRO	1

4099

Declassified E.O. 12356 Section 3.3/NND No. 785027

18B

(84)

CAPT. R.R. TEMPLE

NOTES FOR AAI CONFERENCE - 13 Sept. 1944

(N.B. Col. Spicer's notes for previsions Conference (2 Aug.) annexed)

I - PREFECTS

FIFTH ARMY	LIVORNO	Prefect and Consigliere sent	12 Aug.
	PISA	Prefect sent	7 Sept.
	FLORENCE	see separate note - Palen	
	LUCCA, PISTOIA, APUANIA, LA SPEZIA	Prefects selected provisionally and Army and Regions notified on	9 Swpt.
EIGHT ARMY	ASCOLI	Prefect sent	16 Sept.
	ANCONA	Prefect ORRU' available at Chieti : Region V asked to "vet" and send forward.	
	PESARO, FORLI', RAVENNA, BOLOGNA	Prefects selected provisionally and Army and Region notified on	9 Sept.
	AQUILA, RIETI, MACERATA	Prefects sent - see prev. report	
	TERAMO	Local Prefetto Reggente Lorenzini appointed	
	PESCARA	Prefect Giammichele available at Senigallia, near Ancona : Region V asked to get him down, "vet" and appointed.	

FUTURE OUT-LOOK AS TO PREFECTS

4098

1. Our reserves are reduced to a few Vice-Prefects who are to be promoted to Prefect - 7 in Rome
4 in S. Italy and Sicily

to complete in a few days a provisional selection of Prefects

Declassified E.O. 12356 Section 3.3/NND No. 785021

I - PREFECTS

FIFTH ARMY	LIVORNO	Prefect and Consigliere sent	12 Aug.
	PISA	Prefect sent	7 Sept.
	FLORENCE	see separate note - Parri	
	LUCCA PISTOIA APUANIA LA SPEZIA	Prefects selected provisionally and Army and Regions notified on	9 Swpt.
EIGHT ARMY	ASCOLI	Prefect sent	16 Sept.
	ANCONA	Prefect ORRU' available at Chieti : Region V asked to "vet" and send forward.	
	PESARO FORLI' RAVENNA BOLOGNA	Prefects selected provisionally and Army and Region notified on	9 Sept.
	AQUILA RIETI MACERATA	Prefects sent - see prev. report	
	TERAMO	Local Prefetto Reggente Lorenzini appointed	
	PESCARA	Prefect Giammichele available at Senigallia, near Ancona : Region V asked to get him down, "vet" and appointed.	

FUTURE OUT-LOOK AS TO PREFECTS

4098

1. Our reserves are reduced to a few Vice-Prefects who are to be promoted to Prefect - 7 in Rome
   4 in S. Italy and Sicily

2. We have to complete in a few days a provisional selection of Prefects for the remainder of Region IX and Liguria. For this purpose we must use (a) the Vice-Prefects mentioned in para 1 . and
   (b) one or two reliable Prefects from Provinces in S or Central Italy.

3. 28 Prefects are thought to be hiding in German occupied territory. Their names are known and particulars are being obtained from the Italian Government. We propose to circulate this information to Region and Armies.

Declassified E.O. 12356 Section 3.3/NND No. 785021

II - OTHER OFFICIALS

(84A)

Demands received and present position tabulated as follows:-

ARMY & REGION	PROVINCE	Nature of REQUEST	RECEIVED ON	POSITION
5 - VIII	LIVORNO	1st Segretario	8 Aug. (+ Prefect	Consigliere sent 12 Aug.
	"	Official for ELBA (does Transfer of Elba from #9. to Livorno change situation re request for separate offic.) 13 Sept.	came from RGMG	Original nominee unsatisfactory - Fascist fiduciario. New name obtained, and particulars for screening awaited from Ministry. Kirkwood said that this - procedure set-up will be used
	"	1 Consigliere 2 Segretari	8 Sept.	Referred to Ministry.
5 - VIII	GROSSETO	VPV	arose from Capt.Temple's 5 Army tour in Aug.	Ministry being pressed for a nomination.
5 - VIII	AREZZO	VPV	1 Sept.	Vice-Ferrara, dismissed by AMG: Ministry asked for nomination. NOTE - VPI DI GIOVANNI also dismissed : ? substitute wanted?
5 - IV	PERUGIA	VPI Consigliere 1st Segret.	5 Sept.	From Prefect through Ministry: observations of AMG requested
IV	VITERBO	VPV Zacchi VPI La Selva Cons.Poppi	8 Sept. 10 Aug. 24 Aug.	From Prefect through Ministry: nominees being screened.
IV	RIETI	VPI Consigliere 2 Segretari Archivista Applicato (i.e.clerk)	19 Aug.) rec'd from RC & MG) 2 Sept.	Cortese sent 30 Aug. Ministry considering request.
V	CHIETI	?	result of Capt.Williams survey on 23 Sept.	Absence of any Consiglieri brought to attention of RC.
V	PESCARA	VPV	ditto New Prefect as well.	Nominee being screened
V	ASCOLI	VP	30 Aug.	From Prefect through Ministry observations of AMG requested.

4087

Declassified E.O. 12356 Section 3.3/NND No. 778021

5 - VIII	LIVORNO	1st Segretario	8 Aug. (← Prefect	Consigliere sent 12 Aug.
	"	Official for ELBA	came from RGMG	Original nominee unsatisfactory - Fascist fiduciario. New name obtained, and particulars for screening awaited from Ministry.
			(13 Sept. (does Transfer of Elba from H.Q. to Livorno change situation re request for separate offic.)	Kirkwood said drop this - provisional set-up will be removed
	"	1 Consigliere 2 Segretari	8 Sept.	Referred to Ministry.
5 - VIII	GROSSETO	VPV	arose from Capt.Temple's 5 Army tour in Aug.	Ministry being pressed for a nomination.
5 - VIII	AREZZO	VPV	1 Sept.	Vice-P.V. Ferrara, dismissed by AMG: Ministry asked for nomination. NOTE - VPI DI GIOVANNI also dismissed : ? substitute wanted?
5 - IV	PERUGIA	VPI Consigliere 1st Segret.	5 Sept.	From Prefect through Ministry: observations of AMG requested
IV	VITERBO	VPV Zacchi VPI La Selva Cons.Poppi	8 Sept. 10 Aug. 24 Aug.	From Prefect through Ministry: nominees being screened.
IV	RIETI	VPI Consigliere 2 Segretari Archivista Applicato (i.e.clerk)	19 Aug.) rec'd from RC & MG 2 Sept.	Cortese sent 30 Aug. Ministry considering request.
V	CHIETI	?	result of Capt.Williams survey on 23 Sept.	Absence of any Consiglieri brought to attention of RC.
V	PESCARA	VPV	ditto New Prefect as well.	Nominee being screened 4097
V	ASCOLI	VP	30 Aug.	From Prefect through Ministry observations of AMG requested.
8 - V	MACERATA	VP Consigliere Segretario	28 Aug.	Ditto.

NOTES ON ABOVE

1. Apart from Prefects, 23 subordinate officials have been asked.
2. The screened officials in our pool are exhausted.

P.T.O.

Declassified E.O. 12356 Section 3.3/NND No. 785021

84B

3. Our main difficulties are :-

(a) getting nominations and particulars from Ministry quickly
(b) the time necessarily taken in screening.

4. Suggestions:

(a) AMG Prefects must communicate through AMG channels and not with the Ministry direct
(b) p.c. send up particulars of existing staff at Prefecture
(c) Prefects must work short-staffed and keep demands to minimum

5. Note that there are demands coming in from Italian Government Territory (e.g. Taranto, Littoria, Frosinone).

—

1. We are trying to build up a reserve of Pref. and other officials all the time.
2. Size up local situation - and if good person (even non-career is available) - offer him Pref. Reg.
3. Inform us as to action. (~~Foggia~~ ask Prefects advice as to other officials)

—

We are not clear whether to deal with Reg. V or 8th army about Pref. and officials for : Pesaro, Ancona, (Army) & Macerata.

—

As soon as turn over by army to Region take place, will Reg inform us as to position and wishes re officials.

4096

Note — Provisional selections for Reg VII IX + Liguria Provinces

Declassified E.O. 12356 Section 3.3/NND No. 785021

(b) p.c. send up particulars of existing staff at Prefecture

(c) Prefects must work short-staffed and keep demands to minimum

5. Note that there are demands coming in from Italian Government Territory (e.g. Taranto, Littoria, Frosinone).

---

1. We are trying to build up a reserve of Pref. and other officials all the time.
2. Size up local situation - and if good person (even non-career is available) - appt. him Pref. Reg.
3. Inform us as to action. (? ask Prefects advice as to ~~Foods~~ other officials)

We are not clear whether to deal with Reg. V or 8th army about Pref. and officials for: Pesaro, Ancona, (Army) + Macerata.

as soon as turn over by army to Region take place, will Reg inform us as to position and wishes re officials.

4096

Note — Provisional selections for Reg VIII + IX + Liguria Provinces

IX	Pesaro	De Goyzueta	full Prefect
	Forli	Tortorici	VP to be promoted
	Ravenna	Cipriani	.. .. ..
	Bologna	Fomi	now P Viterbo
VIII	Lucca	Speciale	ex-Sicily Prefect
	Pistoia	Foti	VP to be promoted
	Apuania	Vacca de Dominicis —	full Prefect
Liguria	La Spezia	M10221	VP to be promoted -

Declassified E.O. 12356 Section 3.3/NND No. 778021

840

III - FLORENCE.

PREFECT.

Prefect DE GOYZUETA, selected and approved 23rd August -- Colonel Spicer visited FLORENCE 25th August and obtained agreement of AMG or local nominee. -- DE GOYZUETA brought up to ROME. -- At last moment, Potenza C.L.N. made charges of Fascism. The Prime Minister and Count Sforza decided (a) not to proceed with the charges but (b) to withdraw the nomination of DE GOYZUETA. The position reviewed by acting Vice President and by Chief Commissioner. On their instructions Colonel Spicer saw Prime Minister who said PATERNO was only other possibility.

This approved by acting Vice President.

PATERNO had been sent about a fortnight previously as Prefect of ANCONA. Cable sent Regiors five and eight and to 5th and 8th Armies for PATERNO to be sent across to FLORENCE. — Tell Reg I. — Pantano still at Ancona - will be in Florence Thurs - Col. Rolph not to appt. anyone else in meantime.

SINDACO.

The original candidate agreed with Ministry and approved by Chief Commissioner was Prof. CALAMANDREI. When visiting FLORENCE on 25th August Colonel Spicer interviewed another candidate PIERACCINI and thought him unsatisfactory, -- too old, deaf, and mental vigour impaired. -- CALAMANDREI went to FLORENCE - on arrival refused to serve without the consent of PIERACCINI and the local C.L.N.

Brigadier Upjohn visited FLORENCE 6 September -- found both AMG and C.L.N. in agreement about PIERACCINI's appointment. After telephoning Colonel Spicer, Brigadier Upjohn agreed for this HQ.

Declassified E.O. 12356 Section 3.3/NND No. 785021

(84)

Colonel R.C.B.Spicer.

NOTES FOR A.A.I. CONFERENCE - 2nd August 44.

FIFTH ARMY

A - Official actually sent:-

5 June	Prefetto Reggente & Team	...	...	...	LITTORIA
11 June 14 June	Prefetto Ragioniere	...	...	...	FROSINONE
1 July	Prefetto	...	...	...	VITERBO.
2 July 7 July	Prefetto Team	...	...	...	GROSSETO

B - Position as to other Provinces :-

LIVORNO
PISA ... Preparations practically completed for sending forward Prefects and Teams, if and when called for.

LUCCA
PISTOIA
APUANIA ... Officials will be chosen from the Pools.

EIGHTH ARMY

A - Officials actually sent :-

2 July	Prefetto	...	...	...	AQUILA
3 July	do	...	...	...	RIETI
17 July	do	...	...	...	MACERATA

B - Position as to other provinces :-

PERUGIA
TERNI ... local men found.

SIENA
AREZZO ... more wanted at present

FIRENZE ... Prefetto & Sindaco nominated

PESCARA
TERAMO
ASCOLI ... Prefects selected; waiting to know if wanted; in the meantime, ASCOLI Prefect used elsewhere.

MILANO ... No demand yet.

4054

Declassified E.O. 12356 Section 3.3/NND No. 778502

A - Official actually sent:-

5 June	Prefetto Reggente & Team	...	...		LITTORIA
11 June 14 June	Prefetto Reggente	...	...	...	FROSINONE
1 July	Prefetto	...	...	...	VITERBO.
2 July 7 July	Prefetto Team	...	...	...	GROSSETO

B - Position as to other Provinces :-

LIVORNO, PISA ... Preparations practically completed for sending forward Prefects and Teams, if and when called for.

LUCCA, PISTOIA, APUANIA ... Officials will be chosen from the Pools.

EIGHTH ARMY

A - Officials actually sent :-

2 July	Prefetto	...	...	...	AQUILA
3 July	do	...	...	...	RIETI
17 July	do	...	...	...	MACERATA

B - Position as to other provinces :-

PERUGIA, TERNI ... local men found.

SIENA, AREZZO ... none wanted at present

FIRENZE ... Prefetto & Sindaco nominated

PESCARA, TERAMO, ASCOLI ... Prefects selected; waiting to know if wanted; in the meantime, ASCOLI Prefect used elsewhere.

ANCONA ... No demand yet.

4054

—— oOo ——

Declassified E.O. 12356 Section 3.3/NND No. 785021

0352

Declassified E.O. 12356 Section 3.3/NND No. 785021

file (Italy) Guido General 0615 Prefect (83)

Digest

NOTES ON FUNCTIONS OF INTERIOR SUB COMMISSION

A. PRESENT AGO POLICY AND DIRECTIVES

1. The abolition of all Fascist local government institutions.

2. The restoration of pre-Fascist democratic local government institutions. This is a long term policy. Elections, however, cannot be held in present circumstances. As much of the remaining pre-Fascist local government structure as war conditions permit has therefore been introduced on a basis of appointment. This was effected by the enactment of PEF, 4 April 1943 no. 111, and its application to Military Government Territory.

3. The control of all appointments to senior offices in the Ministry of Interior and in Italian local government, i. e., Directors-General at the Ministry, Prefects and Vice-Prefects in provinces, and the Mayors of towns of outstanding importance. The object of this control is to ensure that the proposed appointees

a. satisfy the requirements of security,
b. are co-operative, and
c. reasonably efficient.

4. Relevant directives are:

Executive Memorandum no. 39	
Executive Memoranda nos. 12, 62, 70, and 79	Copies herewith
Provincial Commissioners' Guide in Reorganising Local Government	

B. CURRENT PROBLEMS AFFECTING ARMY AIMS and METHODS OF AAI

1. The main problem is to get the new local government system set up promptly. This Sub-Commission does not have its own Regional and Provincial Officers, as do some others: and thus, in the press of other problems, the necessity for a prompt reform of local government is overlooked, in spite of its vital and basic importance.

2. The proper position and functions of the Committees of National Liberation and their relations with AGO and with local government bodies.

3. The provision of suitable Prefects - if and when the SCAO or HJ calls for them - is becoming increasingly difficult, owing to the exceedingly small number available.

4. The bringing of the Prefectural staffs up to the minimum necessary for efficient working is a problem owing to the difficulty of ascertaining from a distance the true situation and then of judging the real need.

4093

0353

Declassified E.O. 12356 Section 3.3/NND No. 785021

(82)

C. LIKELY FUTURE PROBLEMS AND HOW THEY SHOULD BE TREATED

All the problems listed in B will become intensified, especially 2 as to the C.N.L., and 3 as to Prefects. As to each of them: -

1. A more rapid reform of local government can only be achieved by MCs and PCs attaching more importance to it and giving it more attention.

2. The position of the C.L.N. should be treated in accordance with the advice given on numerous occasions to Armies, MCs and PCs by this Sub-Commission.

3. The shortage of Prefects could be partly met by:
   a. The appointment by AMG of suitable local non-career men where such can be found;
   b. The discovery as the line advances of loyal career Prefects who have been in hiding.

4. Demands for additional staff for Prefectures must be kept to the minimum. Prefects must be systematic in reviewing their staffs as a whole and must ask only for bare necessities.

Copy given to Col Dewsbery by Col. Stivers 1100 hours 16 Aug
21/8/44

4052

0354

Declassified E.O. 12356 Section 3.3/NND No. 785021

CONFIDENTIAL

80

SEP 1944

HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

H/9n/AS

21 Sept 44

SUBJECT :A.C.C. Representative.

TO :Directors, Sub-Commissions of Administrative Section.

1 It is intended that the Chief Commissioner will be represented at Hq. A.A.I. by Colonel MONFORT and a small staff. In this connection Col. MONFORT will interview the Directors of the Sub-Commissions of this Sec. in his office on the 3th Floor (directly under the office of the V.P. Administrative Section) at the following times.

22 Sept (Friday)	0900 Hrs	Education
	1100 "	Interior
	1400 "	Legal
	1600 "	M.,F.A., and Archives
23 Sept (Saturday)	0900 Hrs	Property Control
	1100 "	Public Health
	1400 "	Public Safety

2 The purposes of these interviews are to acquaint all concerned with the working arrangements, to furnish Col. MONFORT with a clear picture of the activities and problems of the Sub-Commissions, and to inform him of present policy in order that he may effectively conduct his operations.

3 Discussion and information will be required on the following:

1
a) - Present ACC Policy and directives
b) - Current problems affecting Army AMG's and Regions in AAI territory
c) - Likely future problems and how they should be treated.

G.R. UPJOHN, Brig.
V.P. Admin Section

Ext 525
GRU/mt

4091

0355

Declassified E.O. 12356 Section 3.3/NND No. 785021

3129

18B

Internal Letter (80)

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. SECTION
APO 394

30 AUG 1944

Ref 107/102/CA

29th August, 1944

SUBJECT: Amendments to Minutes of the Regional Commissioners Conference on the 23rd August

1. The following amendments should be made to the minutes of the above mentioned Conference:

a) Para 16 in action column delete Admin. Section and insert Econ. Section.

b) Para 27 in action column add R.C. & M.G. Section.

c) Para 31 in action column add R.C. & M.G. Section.

d) Para 39 delete the first two lines.

Amended 31/8 JCW

G. W. I. SHIPP
Lt. Colonel

4090

188

79

AUG 1944

SECRET

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394

::::::::::::::::::::::
::SECRET ::
::Auth: CC, ACC ::
::Date: 25 Aug 44 ::
::Init: ::
::::::::::::::::::::::

SUPPLEMENT TO MINUTES OF CONFERENCE

Tuesday, 22 August 1944

Presiding: Captain Ellery W. Stone, USNR

Naval Sub-Commission, Rear Admiral C. E. Morgan

1. I understand at the last meeting one of the area commanders appeared with a sheaf of wheat. I am sorry I have not arrived with an Italian battleship, but I assure you that I have the Italian fleet in my pocket.

2. The Italian Navy have done an enormous amount to assist the Allied war effort. We have come to the end of 12 months of co-belligerency.

3. We have five battleships altogether. The three in Malta have had their locations changed. One is now at Syracuse used as a training ship, two are at Taranto—one for gunnery training problems and the other for a gunnery ship. There are eight cruisers altogether; two are out of action. Their principal duty is the transporting of men from Sardinia to Sicily and North Africa to Italy. During the last 12 months those six ships have lifted 130 bodies into Italy. We land motor transport parties and many other occupational groups. One cruiser has transported 30,000 men, steaming over 27,000 miles (1¼ times around the earth at the equator), in 9 months. There are eight destroyers and we generally have 5 or 6 available. They are doing a useful work. We have 40 torpedo boats and corvettes, about 26 of which are available. Their principal duties are convoy and escort work. There are 32 submarines; generally about 22 are available. Two are on special operations; the remainder on anti-submarine training. They provide targets and exercises for all Allied destroyers. There are 5 seabee sub-marines. The small sub-marines are used for training and experimental work.

4. Operations in the Adriatic have been carried out by Italian MS boats, MAS boats and small torpedo boats. This included the landing of agents in enemy territory, landing reconnaisance parties, bringing back prisoners of war, etc. It is very dangerous work. We have carried out 151 (3 a week) such missions; out of this number 132 have been successful. The reasons for the failure of the other 19 had nothing to do with the determination or bravery or the drive of the Italian officers and men; rather the weather, pre-arranged signals, or incorrect signals were at fault.

5. The ration strength remains at 75,000. The overall strength is 79,000. That will not be increased. The Minister of Marine has no excuse for increasing it and does not wish it to be increased. The numbers are kept down by discharging reserves and time expired men, whose places are filled by younger men who come in as the line advances northward.

6. The fleet continues to be operated from Taranto.

4089

7. The food situation is good. There is less discontent since the introduction of the standard ration. The workers ration has been slightly increased.

8. The Naval Sub-Commission has moved to Rome. However my job in Taranto must come first.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Tuesday, 22 August 1944

Presiding: Captain Ellery W. Stone, USNR

Naval Sub-Commission, Rear Admiral C. E. Morgan

1. I understand at the last meeting one of the area commanders appeared with a sheaf of wheat. I am sorry I have not arrived with an Italian battleship, but I assure you that I have the Italian fleet in my pocket.

2. The Italian Navy have done an enormous amount to assist the Allied war effort. We have come to the end of 12 months of co-belligerency.

3. We have five battleships altogether. The three in Malta have had their locations changed. One is now at Syracuse used as a training ship, two are at Taranto—one for gunnery training problems and the other for a gunnery ship. There are eight cruisers altogether; two are out of action. Their principal duty is the transporting of men from Sardinia to Sicily and North Africa to Italy. During the last 12 months those six ships have lifted 130 bodies into Italy. We land motor transport parties and many other occupational groups. One cruiser has transported 30,000 men, steaming over 27,000 miles (1¼ times around the earth at the equator), in 9 months. There are eight destroyers and we generally have 5 or 6 available. They are doing a useful work. We have 40 torpedo boats and corvettes, about 26 of which are available. Their principal duties are convoy and escort work. There are 32 submarines; generally about 22 are available. Two are on special operations; the remainder on anti-submarine training. They provide targets and exercises for all Allied destroyers. There are 5 sea-bee sub-marines. The small sub-marines are used for training and experimental work.

4. Operations in the Adriatic have been carried out by Italian MS boats, MAS boats and small torpedo boats. This included the landing of agents in enemy territory, landing reconnaisance parties, bringing back prisoners of war, etc. It is very dangerous work. We have carried out 151 (3 a week) such missions; out of this number 132 have been successful. The reasons for the failure of the other 19 had nothing to do with the determination or bravery or the drive of the Italian officers and men; rather the weather, pre-arranged signals, or incorrect signals were at fault.

5. The ration strength remains at 75,000. The overall strength is 79,000. That will not be increased. The Minister of Marine has no excuse for increasing it and does not wish it to be increased. The numbers are kept down by discharging reserves and time expired men, whose places are filled by younger men who come in as the line advances northward.

6. The fleet continues to be operated from Taranto.

4089

7. The food situation is good. There is less discontent since the introduction of the standard ration. The workers ration has been slightly increased.

8. The Naval Sub-Commission has moved to Rome. However my job in Taranto must come first.

9. a. There have been disturbances. The most serious was about mid-June. The excuse was that the Minister of Marine had not sworn allegiance to the King. One officer refused to obey orders and take his ship to sea. He was relieved of his command and put on half pay for six months. This man had a following. Two others were relieved of office and the disturbance died down.

b. There was a disturbance when the French fleet was in. On the second day

SECRET

Declassified E.O. 12356 Section 3.3/NND No. 785021

two French were killed, others wounded on both sides. I saw the French Admiral and stopped the shore leaves of the French.

10. The Taranto dock yards in association with the Franco Tosi shipbuilding yards have the following record:

a. Ships repaired: 680 British, 220 Italian

b. Total dockings, Italian and British, during the year has been 565.

c. One ship docked on 11 July for repairs, and after a survey it was thought that it would take at least 40 days to complete the job. The Taranto dock yard completed the job in 30 days. The ship left Taranto on the 14th of August, fully stored and armed, six days ahead of the time when we thought it should have been repaired.

11. I am giving the men more sea time than they ever had before. I'm trying to keep the Navy busy. The Navy will be something solid for the new Italy to build upon.

Comments by Acting Chief Commissioner: Captain Stone reminded all correspondents that all references to numbers, places and operations of the Service Sub-Commissions were off the record and a military secret.

Army Sub-Commission, Major General L. Brownjohn

1. WE/TO. Since the last meeting, our new W.E./T.O. has been authorized. This give us the "tools to do the job", which had been sadly lacking. We have, in consequence, now got a much firmer grip on the situation, particularly on the Supply side—rations, clothing, boots and medical supplies. We now have set in motion and control the largest old clothes and old boots business in the world (nearly 400,000 pairs of old boots, for instance.); and this will grow as repair materials are forthcoming, which these are already starting to do. We are also well-established in the grocery business, feeding all the Italian armed forces (nearly a half-million people) and holding a stock of 28,000,000 lbs. of flour.

2. CEILING.

a. The major factor in all our work is the ceiling figure for the Italian Army laid down by the Combined Chiefs of Staff. No "private Armies" are permitted beyond this ceiling and rations, etc., are supplied for only this number.

b. Headquarters A.A.I. proposed a ceiling of approximately 375,000 for the Army and 60,000 for the Carabinieri, who, though the senior regiment in the Army, have police functions as well. After much discussion, AFHQ have proposed to the C.C.S. a ceiling of 309,000 for the Army and 55,000 for the Carabinieri (a reduction of 18% for the Army as compared with only 8% for the Carabinieri). The Army have borne the whole brunt of this reduction, the Italian Navy ceiling remaining at 75,000 and the Air Force at 31,000.

c. By centralization or elimination of various depots, transit camps and other installations, we have made certain economies. But the fact remains that we have not got anything like the number of Army troops we want and we must "cut our coat according to our cloth". I want to stress this because I feel that many people think the Italian Army is an inexhaustible reservoir into which they can dip for all manner of purposes, many of them non-military. It just cannot be done; and we have to scrutinize and use every single body to the best advantage; see there is no waste; and that he is doing an officially authorized job. No Italian officer or man is authorized unless he is officially authorized by AAI and it is part of my duty to see that un-

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. Total dockings, Italian and British, during the year have been 200.

c. One ship docked on 11 July for repairs, and after a survey it was thought that it would take at least 40 days to complete the job. The Taranto dock yard completed the job in 30 days. The ship left Taranto on the 14th of August, fully stored and armed, six days ahead of the time when we thought it should have been repaired.

11. I am giving the men more sea time than they ever had before. I'm trying to keep the Navy busy. The Navy will be something solid for the new Italy to build upon.

Comments by Acting Chief Commissioner: Captain Stone reminded all correspondents that all references to numbers, places and operations of the Service Sub-Commissions were off the record and a military secret.

Army Sub-Commission, Major General L. Browning

1. WE/TO. Since the last meeting, our new W.E./T.O. has been authorized. This give us the "tools to do the job", which had been sadly lacking. We have, in consequence, now got a much firmer grip on the situation, particularly on the Supply side—rations, clothing, boots and medical supplies. We now have set in motion and control the largest old clothes and old boots business in the world (nearly 400,000 pairs of old boots, for instance.); and this will grow as repair materials are forthcoming, which these are already starting to do. We are also well-established in the grocery business, feeding all the Italian armed forces (nearly a half-million people) and holding a stock of 28,000,000 lbs. of flour.

2. CEILING.

a. The major factor in all our work is the ceiling figure for the Italian army laid down by the Combined Chiefs of Staff. No "private Armies" are permitted beyond this ceiling and rations, etc., are supplied for only this number.

b. Headquarters A.A.I. proposed a ceiling of approximately 375,000 for the Army and 60,000 for the Carabinieri, who, though the senior regiment in the Army, have police functions as well. After much discussion, AFHQ have proposed to the C.C.S. a ceiling of 309,000 for the Army and 55,000 for the Carabinieri (a reduction of 18% for the Army as compared with only 8⅓% for the Carabinieri). The Army have borne the whole brunt of this reduction, the Italian Navy ceiling remaining at 75,000 and the Air Force at 31,000.

c. By centralization or elimination of various depots, transit camps and other installations, we have made certain economies. But the fact remains that we have not got anything like the number of Army troops we want and we must "cut our coat according to our cloth". I want to stress this because I feel that many people think the Italian Army is an inexhaustible reservoir into which they can dip for all manner of purposes, many of them non-military. It just cannot be done; and we have to scrutinize and use every single body to the best advantage; see there is no waste; and that he is doing an officially authorized job. No Italian officer or man is authorized unless he is officially authorized by AAI and it is part of my duty to see that unauthorized Italian soldiers are NOT "attached" all over the place.

3. NEW ITALIAN COMBAT FORCE.

a. We have an Italian Combat Force (C.I.L.) of some 20,000 actually fight-

SECRET

Declassified E.O. 12356 Section 3.3/NND No. 785021

ing. Its size is limited by the ruling that it has to fight with the Italian equipment captured in Italy. No Allied quipment is authorized.

b. A request has been made to C.C.S. to authorize the issue from England of 3 British Divisions worth of equipment to the Italians. This raises big questions of organization and training. We have examined the question in detail and judge that we can form 6 Italian "Combat Groups" each about 9,000 strong with this equipment. For simplicity and speed in preparation of these Groups, the organization (and thus the tactics) will be on Italian lines. We will train instructors at British schools in the technical handling and maintenance of the weapons. This has already started. These instructors will then train their own people, with the aid of a British liaison and training team of officers of all Arms with each Combat Group-a very intriguing and interesting project, which will mean that, for the first time, Italy will have a uniform, standard fighting organization of about Divisional size! All this, of course, within the ceiling--the C.I.L. being reorganized as two of the Combat groups. I hope and believe that we will be able to convert these groups into a really good fighting force.

4. PATRIOTS

a. In conjunction with the Patriot Branch of ACC, we have produced a clear cut policy as regards patriots--a thorny problem.

b. We wish to encourage the patriots, who are doing valuable work in enemy occupied territory. On the other hand, we cannot countenance the existence, as formed fighting units, of patriot bands who are over-passed by us in our advance. We cannot keep within our lines "private armies" of patriots of diverse political color and aspirations. One thinks of the troubles of Yugoslavia and Greece in this connection. This has obviously a post-war as well as a present aspect, particularly as in the North numbers are said to be large.

c. The main point is that we must have only one official Italian Army whose size is fixed. That is our sheet-anchor. We must uphold its authority, both for now and post-war. We cannot absorb vast numbers of patriots into that Army--particularly in respect of fighting troops, as C.I.L. is only 20,000 strong. As we form the Combat Groups we can absorb more. For every patriot absorbed we have to demobilize a soldier in the Army--and if this turnover or absorbtion is great and rapid, the Army loses its adhesion and efficiency. Every patriot or ex-soldier we pick up is considered as a civilian (from the Army point of view) till he is actually enlisted again into the new official Army.

d. In view of all this, we have arranged (in conjunction with Patriot Branch ACC) to "screen" and absorb patriot volunteers for actual combat. The numbers who so volunteer come to only 1 in 10. The remainder do not come within the Army orbit until the normal conscriptive law is re-applied in their area.

5. VALUE OF ITALIAN ARMY

a. A final word on the value of the Italian Army to the Allied cause.

b. The patriots have "stolen the picture"--to use film parlance. They are "news". I think few people realize how well the Italian Army has done. They have, with our help, organized out of chaos, an Army of over 300,000 ab initio--with [illegible] staffs, ex-POW Generals brought from England, etc. The C.I.L. has fought well and had many casulaties. The Minister for War himself (Count Casati) has lost his only son, fighting with C.I.L. The service and labor portion has done an immense task in repairing communications, dock labor, etc., thus saving Allied manpower. They have cooperated loyally as co-belligerents, with practicalness [illegible]

4088

Declassified E.O. 12356 Section 3.3/NND No. 785021

the tactics) will be on Italian lines. We will train instructors at British schools in the technical handling and maintenance of the weapons. This has already started. These instructors will then train their own people, with the aid of a British liaison and training team of officers of all Arms with each Combat Group-a very intriguing and interesting project, which will mean that, for the first time, Italy will have a uniform, standard fighting organization of about Divisional size! All this, of course, within the ceiling--the C.I.L. being reorganized as two of the Combat groups. I hope and believe that we will be able to convert these groups into a really good fighting force.

4. PATRIOTS

a. In conjunction with the Patriot Branch of ACC, we have produced a clear cut policy as regards patriots--a thorny problem.

b. We wish to encourage the patriots, who are doing valuable work in enemy occupied territory. On the other hand, we cannot countenance the existence, as formed fighting units, of patriot bands who are over-passed by us in our advance. We cannot keep within our lines "private armies" of patriots of diverse political color and aspirations. One thinks of the troubles of Yugoslavia and Greece in this connection. This has obviously a post-war as well as a present aspect, particularly as in the North numbers are said to be large.

c. The main point is that we must have only one official Italian Army whose size is fixed. That is our sheet-anchor. We must uphold its authority, both for now and post-war. We cannot absorb vast numbers of patriots into that Army--particularly in respect of fighting troops, as C.I.L. is only 20,000 strong. As we form the Combat Groups we can absorb more. For every patriot absorbed we have to demobilize a soldier in the Army--and if this turnover or absorbtion is great and rapid, the Army loses its adhesion and efficiency. Every patriot or ex-soldier we pick up is considered as a civilian (from the Army point of view) till he is actually enlisted again into the new official Army.

d. In view of all this, we have arranged (in conjunction with Patriot Branch ACC) to "screen" and absorb patriot volunteers for actual combat. The numbers who so volunteer come to only 1 in 10. The remainder do not come within the Army orbit until the normal conscriptive law is re-applied in their area.

5. VALUE OF ITALIAN ARMY

a. A final word on the value of the Italian Army to the Allied cause.

b. The patriots have "stolen the picture"--to use film parlance. They are "news". I think few people realize how well the Italian Army has done. They have, with our help, organized out of chaos, an Army of over 300,000 ab initio--with a French staffs, ex-POW Generals brought from England, etc. The C.I.L. has fought well and had many casulaties. The Minister for War himself (Count Casati) has lost his only son, fighting with C.I.L. The service and labor portion has done an immense task in repairing communications, dock labor, etc., thus saving Allied manpower. They have cooperated loyally as co-belligerents, with practically no fuss or friction. I would like people to realize all this and the Italian Army to get its deserved and just need of praise both in the Press and in the minds of the Allies for its valuable assistance to the Allied cause.

4082

SECRET

Declassified E.O. 12356 Section 3.3/NND No. 785021

SECRET

Air Sub-Commission, Air Vice Marshal, W.A.B. Bowen-Buscarlet

1. The Italian Air Force continues to support the Allied Air Forces actively. The Fighter Wing has been carrying out fighter sweeps on the Dalmatian Coast and has a good record. The Bomber/Transport Wing continues to drop supplies on Yugoslavia and Albania. Owing to increased air opposition, the supply-dropping operations are now only taking place at night. The Seaplane Wing continues to work as part of the Mediterranean Coastal Air Force.

2. The Operational Control of the Italian Air Force has now passed out of the hands of the Air Forces Sub-Commission. The Fighter Wing and the Bomber Transport Wing are under the control of Balkan Air Force, and the Seaplane Wing is under the operational control of No. 242 Group, Royal Air Force. While this loss of operational control is regretted, there is no doubt that it is a sound move, as it ensures complete co-ordination of the effort of the Air Forces as a whole.

3. Since the last Conference the principal pre-occupation of the Air Forces Sub-Commission has been the re-equipment of three Italian Fighter Squadrons with Aircobra aircraft and two Light Bomber Squadrons with Baltimore aircraft. This problem has provided an almost continuous headache, for while the aircraft were readily available, (although in the case of the Aircobras their condition left a good deal to be desired) and the Italian pilots have taken readily to flying these, the arrangements for the provision of the necessary spares and equipment have worked exceedingly slowly and the whole of the training has, in consequence, been held up. Matters are now better, although not entirely satisfactory. One fighter Squadron is ready to go on operations except for its ground equipment, and one Baltimore Squadron will be ready very shortly; the others should follow at short intervals, but this is entirely dependent on the satisfactory supply of equipment. There are further problems which will have to be solved before these squadrons can be considered as being equal to Allied squadrons; one of these is that of transport. Allied squadrons achieve a high degree of mobility by virtue of a generous establishment of transport. The Italian squadrons are completely lacking in this, and if they are to be made mobile, transport will have to be found from Allied sources. There is also a considerable problem in connection with the factories which are to carry out the major overhaul of the Allied airframes and engines.

4. Under the new Government, General Piacentini has been appointed Air Minister and Chief of Staff of the Italian Air Force. When this appointment was agreed to by the Air Forces Sub-Commission it was understood then that the General should only devote a small portion of his time to his work as Air Minister. In actual fact this has not turned out to be the case, and the General has to devote far too much of his time to political matters and Cabinet meetings. He is however carrying out his duties in both respects to our entire satisfaction.

5. Among many other problems there have been two outstanding ones. Firstly the ceiling of manpower in the Italian Air Force, and secondly the question of rations. A somewhat arbitrary decision was made to reduce the ceiling from 32,000 to 22,000. This would have had serious repercussions in respect of Italian Air Force personnel on loan to the Allied Forces in substitution for Allied manpower, and the short time allowed us to carry out the demobilization of 10,000 men would have inevitably resulted in our being left with an inferior force as regards technical ability. Through our representations the ceiling has now been permanently fixed at 31,000.

6. In general the Italian Air Force maintains a satisfactory level of morale, but during the month of June this fell off somewhat due to political conditions and to various other causes, but it has now improved again. It is sometimes difficult to explain to Allied formations that they cannot expect the same high level of efficiency from the Italians as they do from their own squadrons, and that the dead hand of the past years of Fascism has killed initiative and to some extent the ability to work hard

Declassified E.O. 12356 Section 3.3/NND No. 785021

Mediterranean Coastal Air Force.

2. The Operational Control of the Italian Air Force has now passed out of the hands of the Air Forces Sub-Commission. The Fighter Wing and the Bomber Transport Wing are under the control of Balkan Air Force, and the Seaplane Wing is under the operational control of No. 242 Group, Royal Air Force. While this loss of operational control is regretted, there is no doubt that it is a sound move, as it ensures complete co-ordination of the effort of the Air Forces as a whole.

3. Since the last Conference the principal pre-occupation of the Air Forces Sub-Commission has been the re-equipment of three Italian Fighter Squadrons with Aircobra aircraft and two Light Bomber Squadrons with Baltimore aircraft. This problem has provided an almost continuous headache, for while the aircraft were readily available, (although in the case of the Aircobras their condition left a good deal to be desired) and the Italian pilots have taken readily to flying these, the arrangements for the provision of the necessary spares and equipment have worked exceedingly slowly and the whole of the training has, in consequence, been held up. Matters are now better, although not entirely satisfactory. One fighter Squadron is ready to go on operations except for its ground equipment, and one Baltimore Squadron will be ready very shortly; the others should follow at short intervals, but this is entirely dependent on the satisfactory supply of equipment. There are further problems which will have to be solved before these squadrons can be considered as being equal to Allied squadrons; one of these is that of transport. Allied squadrons achieve a high degree of mobility by virtue of a generous establishment of transport. The Italian squadrons are completely lacking in this, and if they are to be made mobile, transport will have to be found from Allied sources. There is also a considerable problem in connection with the factories which are to carry out the major overhaul of the Allied airframes and engines.

4. Under the new Government, General Piacentini has been appointed Air Minister and Chief of Staff of the Italian Air Force. When this appointment was agreed to by the Air Forces Sub-Commission it was understood then that the General should only devote a small portion of his time to his work as Air Minister. In actual fact this has not turned out to be the case, and the General has to devote far too much of his time to political matters and Cabinet meetings. He is however carrying out his duties in both respects to our entire satisfaction.

5. Among many other problems there have been two outstanding ones. Firstly the ceiling of manpower in the Italian Air Force, and secondly the question of rations. A somewhat arbitrary decision was made to reduce the ceiling from 32,000 to 22,000. This would have had serious repercussions in respect of Italian Air Force personnel on loan to the Allied Forces in substitution for Allied manpower, and the short time allowed us to carry out the demobilisation of 10,000 men would have inevitably resulted in our being left with an inferior force as regards technical ability. Through our representations the ceiling has now been permanently fixed at 31,000.

6. In general the Italian Air Force maintains a satisfactory level of morale, but during the month of June this fell off somewhat due to political conditions and to various other causes, but it has now improved again. It is sometimes difficult to explain to Allied formations that they cannot expect the same high level of efficiency from the Italians as they do from their own squadrons, and that the dead hand of the past years of Fascism has killed initiative and to some extent the ability to work hard when the immediate end cannot be seen closely in sight.

- - - - - - - - -

Attention is directed to the security classification of this Supplement.

- - - - - - - - -

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

Declassified E.O. 12356 Section 3.3/NND No. 785021

RESTRICTED

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394

2 AUG 1944

MINUTES OF CONFERENCE

Tuesday, 22 August 1944

Presiding: Captain Ellery W. Stone, USNR

The Conference was opened at 0930 by the Acting Chief Commissioner, Captain Ellery W. Stone, USNR.

I -- OPENING REMARKS BY ACTING CHIEF COMMISSIONER

1. Almost three months have passed since our last meeting at the end of May in Naples. I know that I express your feelings as well as my own when I say how deeply we regret that General Mason MacFarlane is not in the chair to-day. He has, I am afraid, been very seriously ill and been in great pain after the long operation which he had in July. After a series of relapses, I am happy to say that our latest news is that he is now out of danger and we shall all, I know, wish to send him good wishes for speedy recovery.

2. The reasons why it has not been possible to hold such a meeting before now have, of course, been connected with the rapidity of our advance in May and with the consequent move of the headquarters of the Commission to Rome. Nevertheless several meetings have been held in the field with the Northern Regional Commissioners and Senior Civil Affairs Officers of 5th and 8th Army, as well as with the Southern Commissioners in Naples. I do not, therefore, propose to make any long survey of events.

3. At the same time I think even a brief summary of what has happened since the first arrival of an Allied Military Mission in Brindisi in September of last year may help to fit our work in its true proportions. When we arrived at Brindisi there was virtually no Italian Government and no administrative machine. There was the Italian Prime Minister, Marshal Badoglio, with two service ministers but without any other colleagues or any of the officials, archives, or even typewriters that are the apparatus by which administration can be carried on. It is no secret that all our original communications from the Italian Government in Brindisi came in the form of letters written by the hand of the Prime Minister himself. Things have moved far since then.

4. The first phase of our work was what may be called the constructional period. In October at Moscow our objective was laid down for us by the Allied Governments in a declaration on Italy. Point One of this declaration read as follows: "It is essential that the Italian Government should be made more democratic by inclusion of the representatives of those sections of the Italian people who have always opposed Fascism." It was therefore up to us to do what we could to further the establishment of such an Italian government. Despite the efforts of the Italian Prime Minister and our encouragement, it was at first only possible for the Marshal to gather around him a government which he described as a 'government of technicians'. The reasons for this are well-known to you and I need not dwell on them. But I would say that the period while this state of affairs lasted was by no means time wasted. As I have said apart from the political aspect, the Italians were faced with the necessity of creating an administrative machine out of whatever material was at hand in the South of Italy. In the months until April, first at Brindisi, and then at Salerno, a great deal of spadework was done to create this machine.

4087

5. In April the Italian Prime Minister was able to transform his Government into a political government to include representatives of all the six parties who

Declassified E.O. 12356 Section 3.3/NND No. 785027

Presiding: Captain Ellery W. Stone, USNR

The Conference was opened at 0930 by the Acting Chief Commissioner, Captain Ellery W. Stone, USNR.

I -- OPENING REMARKS BY ACTING CHIEF COMMISSIONER

1. Almost three months have passed since our last meeting at the end of May in Naples. I know that I express your feelings as well as my own when I say how deeply we regret that General Mason MacFarlane is not in the chair to-day. He has, I am afraid, been very seriously ill and been in great pain after the long operation which he had in July. After a series of relapses, I am happy to say that our latest news is that he is now out of danger and we shall all, I know, wish to send him good wishes for speedy recovery.

2. The reasons why it has not been possible to hold such a meeting before now have, of course, been connected with the rapidity of our advance in May and with the consequent move of the headquarters of the Commission to Rome. Nevertheless several meetings have been held in the field with the Northern Regional Commissioners and Senior Civil Affairs Officers of 5th and 8th Army, as well as with the Southern Commissioners in Naples. I do not, therefore, propose to make any long survey of events.

3. At the same time I think even a brief summary of what has happened since the first arrival of an Allied Military Mission in Brindisi in September of last year may help to fit our work in its true proportions. When we arrived at Brindisi there was virtually no Italian Government and no administrative machine. There was the Italian Prime Minister, Marshal Badoglio, with two service ministers but without any other colleagues or any of the officials, archives, or even typewriters that are the apparatus by which administration can be carried on. It is no secret that all our original communications from the Italian Government in Brindisi came in the form of letters written by the hand of the Prime Minister himself. Things have moved far since then.

4. The first phase of our work was what may be called the constructional period. In October at Moscow our objective was laid down for us by the Allied Governments in a declaration on Italy. Point One of this declaration read as follows: "It is essential that the Italian Government should be made more democratic by inclusion of the representatives of those sections of the Italian people who have always opposed Fascism." It was therefore up to us to do what we could to further the establishment of such an Italian government. Despite the efforts of the Italian Prime Minister and our encouragement, it was at first only possible for the Marshal to gather around him a government which he described as a 'government of technicians'. The reasons for this are well-known to you and I need not dwell on them. But I would say that the period while this state of affairs lasted was by no means time wasted. As I have said apart from the political aspect, the Italians were faced with the necessity of creating an administrative machine out of whatever material was at hand in the South of Italy. In the months until April, first at Brindisi and then at Salerno, a great deal of spadework was done to create this machine.

4087

5. In April the Italian Prime Minister was able to transform his Government into a political government to include representatives of all the six parties who formed part of the Committees of Liberation in South Italy. This was a great step forward to achieve the goal that had been set for us in the Moscow Declaration. But it was always realized that a further change would be necessary when Rome had been liberated and when many of the national political leaders of the parties might become available. Expectations were not belied and in June, soon after the Allied

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778-021

entry into Rome, a new government was formed under Signor Bonomi combining those natural leaders of the parties in Rome and the leaders from the South in a single national administration.

6. I need not remind you that this Italian Government was approved by the Allied Governments and we in Allied Control Commission are committed to do all that we can to support it in carrying out the hard tasks that lie before it. This, to my mind, is the dominant aspect of this second phase into which we have now entered. For this purpose we recommended and the Allied Governments approved that the present Italian Government should be transferred to Rome. It has thus had not only additional prestige but a greater measure of those tools of government of which I spoke before, officials, archives, facilities, etc. As a further measure of Allied confidence in the present Italian Government, we have had authority to transfer large provinces to Italian administration and recently, on 15 August, Rome itself was handed over to the jurisdiction of the Italian Government.

7. But the task of the Italian Government is a hard one. War has passed over all the territories under their administration and in this war the Germans have gone out of their way to attempt to destroy Italy. It is our job to help the Italian Government to overcome these difficulties. It is not inconsistent for this Control Commission to have a policy of support and assistance because this is in line with the principles enshrined in the Four Freedoms. These are not mere idealism. They are practical essentials to the conduct of the war in Italy. During today's discussions we will no doubt hear much of our problems and of the Italians' problems, and how they are to be met. But in these discussions we should not lose sight of the scope and the proportion of our work. The background which I have sketched is one of many months of strenuous endeavor, not without some success, in aiding our war effort in Italy and in achieving the aims of the Allied Governments. The future months will be no less arduous; let us now therefore take stock in detail of where we stand.

II -- REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

Region I, Colonel A. N. Hancock

1. During the past 2½ months the Sicilian scene has continued to be as complex as ever.

2. Sicily has one major problem at present--the collection of its own grain harvest. One of the two recognized deficiency provinces has collected 60% of its quota. Palermo has collected less than 6%. In spite of vigorous action of prefects, ACC officers, etc., satisfactory results are not yet being obtained. The new High Commissioner, Aldisio, did not think it possible to collect more than two-thirds of the quota. He believes there is organized resistance in some provinces and that a social security problem is looming ahead. In practice the policy of laying down quotas is not working out.

3. The police forces have been strengthened in order to help collect the wheat. The credit for their work goes largely to the General in command of the Carabinieri. Up to 17 August, 8,849 arrests were made. Courts have dealt with 500 cases and maximum sentences were inflicted. There have been 1000 arrests per week during the past fortnight, and the courts cannot cope with the situation. The prisons are already overcrowded, and it is doubtful if adjacent islands and re-opening of other prisons will be sufficient to cope with anticipated number of prisoners.

4. PWB and PRB have been very cooperative and untiring in their efforts. The press is giving front page prominence to the sentences and fines being imposed.

5. The political situation continues nebulous and confused. It will be further complicated by the food problem. The provincial committees of liberation are not well organized. This political uncertainty allows the separatist movement to grow. The

Declassified E.O. 12356 Section 3.3/NND No. 778502

for this purpose we recommended and the Allied Governments approved that the present Italian Government should be transferred to Rome. It has thus had not only additional prestige but a greater measure of those tools of government of which I spoke before, officials, archives, facilities, etc. As a further measure of Allied confidence in the present Italian Government, we have had authority to transfer large provinces to Italian administration and recently, on 15 August, Rome itself was handed over to the jurisdiction of the Italian Government.

7. But the task of the Italian Government is a hard one. War has passed over all the territories under their administration and in this war the Germans have gone out of their way to attempt to destroy Italy. It is our job to help the Italian Government to overcome these difficulties. It is not inconsistent for this Control Commission to have a policy of support and assistance because this is in line with the principles enshrined in the Four Freedoms. These are not mere idealism. They are practical essentials to the conduct of the war in Italy. During today's discussions we will no doubt hear much of our problems and of the Italians' problems, and how they are to be met. But in these discussions we should not lose sight of the scope and the proportion of our work. The background which I have sketched is one of many months of strenuous endeavor, not without some success, in aiding our war effort in Italy and in achieving the aims of the Allied Governments. The future months will be no less arduous; let us now therefore take stock in detail of where we stand.

II -- REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

Region I, Colonel A. N. Hancock

1. During the past 2½ months the Sicilian scene has continued to be as complex as ever.

2. Sicily has one major problem at present--the collection of its own grain harvest. One of the two recognized deficiency provinces has collected 60% of its quota. Palermo has collected less than 6%. In spite of vigorous action of prefects, ACC officers, etc., satisfactory results are not yet being obtained. The new High Commissioner, Aldisio, did not think it possible to collect more than two-thirds of the quota. He believes there is organized resistance in some provinces and that a social security problem is looming ahead. In practice the policy of laying down quotas is not working out.

3. The police forces have been strengthened in order to help collect the wheat. The credit for their work goes largely to the General in command of the Carabinieri. Up to 17 August, 8,849 arrests were made. Courts have dealt with 500 cases and maximum sentences were inflicted. There have been 1000 arrests per week during the past fortnight, and the courts cannot cope with the situation. The prisons are already overcrowded, and it is doubtful if adjacent islands and re-opening of other prisons will be sufficient to cope with anticipated number of prisoners.

4. PWB and PRB have been very cooperative and untiring in their efforts. The press is giving front page prominence to the sentences and fines being imposed.

5. The political situation continues nebulous and confused. It will be further complicated by the food problem. The provincial committees of liberation are not well organized. This political uncertainty allows the separatist movement to grow. The government has not shown its hand so far, but there are signs that an attempt will be made to stem seperatist activities.

6. The labor position is generally satisfactory.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

7. Some of the achievements during the past year have been: imports valued at 650 million lire, sales of 680 million lire, 20 commodities exported, only ¼ of 1% loss on wheat collection. Great efforts are being made to export 1½ million cases of citrus fruits, but packing cases will be needed from Calabria. The amount spent on public works has been 733 million lire, one half of which was spent on bridges, road re-surfacing and maintenance. By the end of this month the entire railway system will be in working condition again, which will bring relief to Messina which has suffered more than any other town in its semi-isolation.

9. The only real anxiety in Sicily is the wheat problem. In all other fields there are signs of revival.

Region II, Lt. Colonel F. H. McCleary

The report I am making for Region II was prepared by Colonel Zellars before his departure.

1. Political reaction and popular opinion. The Communist Party has continued its ascendency to the point where it now is provocative. This is most marked in Potenza and Brindisi Provinces. Previous uneasiness has grown to fear among intelligent Italians that some violence will occur when the Allies withdraw.

2. Local Government - Provincial

a. Provincial governments are not yet fully organized. Bari Province has improved recently in this respect. They still lack teamwork and initiative as they do not seem to feel the backing of the Italian Government.

b. On the communal level not much improvement is shown in the functioning of these local bodies, largely due to reasons stated above and the fact that "jockeying" for political positions is very evident in most communities.

3. Economic resources and supply, with special reference to food.

a. The grain campaign is proceeding satisfactorily. Based upon revised estimates of production, and collection goals of wheat and barley as of August 15, the collection in percentage is as follows:

Average for Region - (Wheat) 39% (Barley) 37%

This is well ahead of normal and well ahead of schedule, in the face of difficult transportation problems.

b. The transportation problem, rail and motor, with continued shortage of gasoline, tires, and spare parts, has become more acute than before, since during the month, heavy movements of Allied troops and supplies have curtailed the already meager amount of rail transport for movement of civilian supplies. This shortage has now reached the point that the successful collection and distribution of grain is dependent largely upon how quickly and in what quantity rail transport and/or motor transport can be made available. We are now on a "hand to mouth" basis, since no reserve has been accumulated in deficient consumer areas.

4086

c. The threshing of the grain is somewhat slow, mostly done by hand. Comparatively few threshing machines are in operation for lack of belting and there is desire of many producers to save threshing costs by using household labor for this task.

d. Apart from this grain distribution factor, the food situation in the Re-

Declassified E.O. 12356 Section 3.3/NND No. 778502/

9. The only real anxiety in Sicily is the wheat problem. In all other fields there are signs of revival.

Region II, Lt. Colonel F. H. McCleary

The report I am making for Region II was prepared by Colonel Zellars before his departure.

1. Political reaction and popular opinion. The Communist Party has continued its ascendency to the point where it now is provocative. This is most marked in Potenza and Brindisi Provinces. Previous uneasiness has grown to fear among intelligent Italians that some violence will occur when the Allies withdraw.

2. Local Government - Provincial

a. Provincial governments are not yet fully organized. Bari Province has improved recently in this respect. They still lack teamwork and initiative as they do not seem to feel the backing of the Italian Government.

b. On the communal level not much improvement is shown in the functioning of these local bodies, largely due to reasons stated above and the fact that "jockeying" for political positions is very evident in most communities.

3. Economic resources and supply, with special reference to food.

a. The grain campaign is proceeding satisfactorily. Based upon revised estimates of production, and collection goals of wheat and barley as of August 15, the collection in percentage is as follows:

Average for Region - (Wheat) 39% (Barley) 37%

This is well ahead of normal and well ahead of schedule, in the face of difficult transportation problems.

b. The transportation problem, rail and motor, with continued shortage of gasoline, tires, and spare parts, has become more acute than before, since during the month, heavy movements of Allied troops and supplies have curtailed the already meager amount of rail transport for movement of civilian supplies. This shortage has now reached the point that the successful collection and distribution of grain is dependent largely upon how quickly and in what quantity rail transport and/or motor transport can be made available. We are now on a "hand to mouth" basis, since no reserve has been accumulated in deficient consumer areas.

4086

c. The threshing of the grain is somewhat slow, mostly done by hand. Comparatively few threshing machines are in operation for lack of belting and there is desire of many producers to save threshing costs by using household labor for this task.

d. Apart from this grain distribution factor, the food situation in the Region remains satisfactory.

e. The wine surplus in Apulian provinces remains unchanged or in a worse position. Producers are now beginning to empty vats to make room for this new vintage. There is still an excess of 300,000 tons remaining in Region II.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778021

4. Agriculture

a. Food crops continue to be better than usual.

b. The new crops of grapes, almonds and tobacco are up to normal. Preparations of soil has dropped behind, since many farmers are using animal and manpower for threshing grain and transporting it to the granaries.

5. Labor

a. The labor situation remains unchanged. The proposed decree dissolving the Fascist Labor Syndicates in Apulian Provinces has not been put into effect by the Italian Government.

b. The Allies still employ many thousands of Italian civilians on labor projects. A serious problem in employment will appear as Allies' supplies in vicinity of ports are moved forward.

c. The usual labor unrest prevails in Taranto province. Otherwise, no serious disputes have occurred.

6. Public works and utilities.

a. During the latter part of the month, Foggia Province passed to Region II, as regards public works and utility matters.

b. The Allies released some quarries during the month. There is still a lack of road construction machinery and tools, although some material of this nature was made available by the Allies recently.

c. Maintenance patching on all military highways continues to progress satisfactorily.

d. Permanent bridge repair continues slowly. This work will be speeded up as, and when, cement is released for this purpose.

e. Plans for reduction in electric power users are complete. Sufficient electric power for immediate needs has been available to date.

7. Public Safety

a. The Carabinieri and Questura have proved fairly effective in providing vigilance for the grain campaign. Road blocks are in operation throughout the Region. Many arrests for grain violations have been made and more than 1,000 quintals of grain has been confiscated by these road block groups.

b. During the latter part of July and the first week in August several small, serious fracases occurred in Brindisi and Taranto Provinces chiefly between Italian soldiers and French Colonial troops. A few casualties occurred. But for prompt action by Allied Military and ACC personnel these disturbances would have been more serious. These encounters have subsided during the past two weeks.

c. The civilian population as a whole remains orderly.

d. Allied courts: Three murder cases were tried during the month. Sentences of death in one case and thirteen years and twenty-eight years imprisonment in the others were imposed. One sabotage case was tried and a sentence given of twenty years.

Civilian courts: Civilian courts continue to move in a very slow manner.

Declassified E.O. 12356 Section 3.3/NND No. 785021

5. Labor

a. The labor situation remains unchanged. The proposed decree dissolving the Fascist Labor Syndicates in Apulian Provinces has not been put into effect by the Italian Government.

b. The Allies still employ many thousands of Italian civilians on labor projects. A serious problem in employment will appear as Allies' supplies in vicinity of ports are moved forward.

c. The usual labor unrest prevails in Taranto province. Otherwise, no serious disputes have occurred.

6. Public works and utilities.

a. During the latter part of the month, Foggia Province passed to Region II, as regards public works and utility matters.

b. The Allies released some quarries during the month. There is still a lack of road construction machinery and tools, although some material of this nature was made available by the Allies recently.

c. Maintenance patching on all military highways continues to progress satisfactorily.

d. Permanent bridge repair continues slowly. This work will be speeded up as, and when, cement is released for this purpose.

e. Plans for reduction in electric power users are complete. Sufficient electric power for immediate needs has been available to date.

7. Public Safety

a. The Carabinieri and Questura have proved fairly effective in providing vigilance for the grain campaign. Road blocks are in operation throughout the Region. Many arrests for grain violations have been made and more than 1,000 quintals of grain has been confiscated by these road block groups.

b. During the latter part of July and the first week in August several small, serious fracases occurred in Brindisi and Taranto Provinces chiefly between Italian soldiers and French Colonial troops. A few casualties occurred. But for prompt action by Allied Military and ACC personnel these disturbances would have been more serious. These encounters have subsided during the past two weeks.

c. The civilian population as a whole remains orderly.

d. Allied courts: Three murder cases were tried during the month. Sentences of death in one case and thirteen years and twenty-eight years imprisonment in the others were imposed. One sabotage case was tried and a sentence given of twenty years.

Civilian courts: Civilian courts continue to move in a very slow manner. Procedure in most grain cases is in motion. As a result of habit, it is difficult to impress legal bodies of the importance of their duty in imposing heavy penalties on small grain violators, since these constitute a great majority of black market sources. Some heavy penalties in grain violations have been imposed.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778502

8. Education

Conditions remain as satisfactory as can be expected under present conditions, except in Bari and Taranto provinces. During the month practically all school buildings in Matera and Potenza provinces were released by the Allied Military. Approximately six each in Brindisi and Lecce were de-requisitioned.

9. Refugees and Displaced Italians

a. The Italian provincial committees now handle practically all the Italian refugee problems in this Region. A large number of Italian families have been surging in, especially into Bari and Barletta, trying to return to their homes in other parts of Italy.

b. Although there has been an inflow of over 2,300 Italian Refugees during July, there has also been an outflow into those parts of Italy where travel is allowed. Therefore, the total Refugee population in this Region has probably remained static at around 30,000.

Region III, Colonel J. S. Chapman

1. The Region generally is in very good condition. There have been no serious disturbences, political or otherwise, and no labor trouble since late in June. The food condition in Region III has been in good shape since the first of July. A regular ration of pasta began at that time and still continues. The potato harvest was good, and through the medium of these two items black market in food was substantially broken. Price control service for the month of July shows that at the present time more food is being purchased on open market than from black market. Practically all necessities may be purchased at substantially reduced prices.

2. We still are faced with a condition in regard to the potatoes which came about from the uncontrolled movement of civilian transport after the crop was harvested. Potatoes were being purchased from the producers rather than the Consorzii and sold at higher prices. Potatoes therefore have escaped out of the Consorzii. It is extremely difficult to urge the farmer to bring his potatoes into the Consorzii.

3. The grain collecting situation is not so bad. The target for Region III was 17 thousand tons of wheat and 1,000 tons of barley. The latest report shows that we have collected 5,603 tons of wheat and 97 tons of barley. These reports are still not complete, because of the inadequacy of communications. Undoubtedly much more grain has been collected in the back country on which we do not have reports. Also the harvest in Avellino and the mountain regions is late. It is now getting under way. While there is a doubt in my mind that we will hit the target, I feel sure that Region III will approach it on the collection of wheat. The situation on barley is not quite so good.

4. The transportation situation continues to be bad. Requisitioned vehicles through lack of replacements are rapidly becoming unroadworthy. When a tire blows out, it means the loss of a vehicle. If we could have some means of replacing tires for these vehicles, the transportation situation would improve considerably.

5. Another problem has recently arisen. First the Armies came and purchased the horses and mules; now they are requisitioning and purchasing draft oxen, which are being obtained for the purpose of slaughter.

4085

6. The labor situation is reasonably good. There is very little unemployment in Region III. Even with the moving out of many of the Army units we still are able to find employment for the larger part of our population.

7. As in Region II, we are confronted with the refugee problem. Unless a plan is developed quickly to cope with this situation it can become quite serious. Region III was turned over to the Italian Government on the 20th of July and with that turnover started the reduction of personnel in the Region. Fortunately the Region had been together long enough so that the reduction did not cause any serious difficulty in ad-

Declassified E.O. 12356 Section 3.3/NND No. 785021

of Italy.

b. Although there has been an inflow of over 2,300 Italian Refugees during July, there has also been an outflow into those parts of Italy where travel is allowed. Therefore, the total Refugee population in this Region has probably remained static at around 30,000.

Region III, Colonel J. S. Chapman

1. The Region generally is in very good condition. There have been no serious disturbances, political or otherwise, and no labor trouble since late in June. The food condition in Region III has been in good shape since the first of July. A regular ration of pasta began at that time and still continues. The potato harvest was good, and through the medium of these two items black market in food was substantially broken. Price control service for the month of July shows that at the present time more food is being purchased on open market than from black market. Practically all necessities may be purchased at substantially reduced prices.

2. We still are faced with a condition in regard to the potatoes which came about from the uncontrolled movement of civilian transport after the crop was harvested. Potatoes were being purchased from the producers rather than the Consorzii and sold at higher prices. Potatoes therefore have escaped out of the Consorzii. It is extremely difficult to urge the farmer to bring his potatoes into the Consorzii.

3. The grain collecting situation is not so bad. The target for Region III was 17 thousand tons of wheat and 1,000 tons of barley. The latest report shows that we have collected 5,603 tons of wheat and 97 tons of barley. These reports are still not complete, because of the inadequacy of communications. Undoubtedly much more grain has been collected in the back country on which we do not have reports. Also the harvest in Avellino and the mountain regions is late. It is now getting under way. While there is a doubt in my mind that we will hit the target, I feel sure that Region III will approach it on the collection of wheat. The situation on barley is not quite so good.

4. The transportation situation continues to be bad. Requisitioned vehicles through lack of replacements are rapidly becoming unroadworthy. When a tire blows out, it means the loss of a vehicle. If we could have some means of replacing tires for these vehicles, the transportation situation would improve considerably.

5. Another problem has recently arisen. First the Armies came and purchased the horses and mules; now they are requisitioning and purchasing draft oxen, which are being obtained for the purpose of slaughter.

4085

6. The labor situation is reasonably good. There is very little unemployment in Region III. Even with the moving out of many of the Army units we still are able to find employment for the larger part of our population.

7. As in Region II, we are confronted with the refugee problem. Unless a plan is developed quickly to cope with this situation it can become quite serious. Region III was turned over to the Italian Government on the 20th of July and with that turnover started the reduction of personnel in the Region. Fortunately the Region had been together long enough so that the reduction did not cause any serious difficulty in administration. We have been able to carry on in every division and every province. We

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 78502

have now withdrawn all personnel in Avellino Province, which is now being opened entirely by Italian officials. Evidently everything is operating satisfactorily, and we expect very shortly to do the same in Benevento and let the Italian officials operate their own Government.

8. We have had in this administration practically no difficulty in securing aid from this headquarters. The sub-commissions have been extremely helpful in almost every problem that has been presented. There has been a little difficulty sometimes to secure quick action.

9. The health situation generally is good.

Comments by Acting Chief Commissioner: Captain Stone inquired as to how recent was the last case of requisitioning of cattle. Col. Chapman stated that he did not have that information. Captain Stone stated that he understood that it was reported that these were for units that have been transferred. This matter will be taken up in the meeting tomorrow.

Region IV, Colonel Charles Poletti

1. Before my arrival in Rome, the Region was administered by General Hume and by Colonel Norman Fiske, and naturally I profited from the effective work they had done. In addition we have had the great assistance of Rome Allied Area Command.

2. During the past two months, the Regional Commissioner has enjoyed the wholehearted intelligent and loyal team work of the Allied officers and enlisted men of Rome Region, and they have achieved magnificent results in the face of many harassing difficulties.

3. Rome Region has been much aided by the Headquarters of Allied Control Commission. We have not always agreed. Good old pasta jolted the usual good humor of some of us, but our relations have been happy and we are most grateful to ACC HQ for its assistance.

4. On August 1st Rome Region and Region IV were merged, thereby bringing under the single Headquarters of Rome Region the provincial administrations of Frosinone, Littoria, Rome, Viterbo, Rieti, and Terni and we stand ready to receive Perugia whenever Group-Captain Benson, who has been ever cooperative, sees fit to turn the province over to us.

5. First, concerning Rome City and the area forming the ex-governatorato di Roma. The basic policy of our AMG administration was to do the job in the most rapid manner, inasmuch as we agreed that Rome should be turned over to the Italian Government at the earliest possible moment and this was done on August 15th. What has AMG accomplished?

6. The new structure of local government was instituted. It has been functioning with initiative and steadfast adherence to democratic principles. The mayor has performed valiantly.

7. New able, anti-Fascist heads of governmental agencies and services were appointed and with our assistance established into their jobs. We insisted on new faces in the public business.

8. An epuration commission was organized in cooperation with the National Committee of Liberation. This hard hitting epuration commission did a good job. AMG officers have likewise executed a vigorous epuration. Thousands of leading Fascists were turned out of office; hundreds arrested and interned. Epuration in Rome is now in the hands of the Italian Government. Without a thorough and rugged clearance of leading Fascists from positions of public trust and influence, a new Italy of liberty can never arise.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Comments by Acting Chief Commissioner: Captain Stone inquired as to how recent was the last case of requisitioning of cattle. Col. Chapman stated that he did not have that information. Captain Stone stated that he understood that it was reported that those were for units that have been transferred. This matter will be taken up in the meeting tomorrow.

Region IV, Colonel Charles Poletti

1. Before my arrival in Rome, the Region was administered by General Rowe and by Colonel Norman Fiske, and naturally I profited from the effective work they had done. In addition we have had the great assistance of Rome Allied Area Command.

2. During the past two months, the Regional Commissioner has enjoyed the wholehearted intelligent and loyal team work of the Allied officers and enlisted men of Rome Region, and they have achieved magnificent results in the face of many harassing difficulties.

3. Rome Region has been much aided by the Headquarters of Allied Control Commission. We have not always agreed. Good old pasta jolted the usual good humor of some of us, but our relations have been happy and we are most grateful to ACC HQ for its assistance.

4. On August 1st Rome Region and Region IV were merged, thereby bringing under the single Headquarters of Rome Region the provincial administrations of Frosinone, Littoria, Rome, Viterbo, Rieti, and Terni and we stand ready to receive Perugia whenever Group-Captain Benson, who has been ever cooperative, sees fit to turn the province over to us.

5. First, concerning Rome City and the area forming the ex-governatorato di Roma. The basic policy of our AMG administration was to do the job in the most rapid manner, inasmuch as we agreed that Rome should be turned over to the Italian Government at the earliest possible moment and this was done on August 15th. What has AMG accomplished?

6. The new structure of local government was instituted. It has been functioning with initiative and steadfast adherence to democratic principles. The Mayor has performed valiantly.

7. New able, anti-Fascist heads of governmental agencies and services were appointed and with our assistance established into their jobs. We insisted on new faces in the public business.

8. An epuration commission was organized in cooperation with the National Committee of Liberation. This hard hitting epuration commission did a good job. AMG officers have likewise executed a vigorous epuration. Thousands of leading Fascists were turned out of office; hundreds arrested and interned. Epuration in Rome is now in the hands of the Italian Government. Without a thorough and rugged clearance of leading Fascists from positions of public trust and influence, a new Italy of liberty can never arise.

9. The people of Rome suffered greatly during the period of German occupation. Nor was it because they received a mere 100 grams of bread. Men, women, and children were afraid to leave their homes. The Gestapo was constantly on the scent of thousands

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778502

of good citizens and to hide these citizens thousands more had to risk their lives. The City was in a state of dread. The Allies have given Rome freedom from fear.

10. In this Eternal City newspapers of all political shades, magazines and periodicals are being published and read. No censorship other than military exists. There has never even been an intimation that newspapers should be reluctant to criticize Allied Military Government. Quite the contrary, the Regional Commissioner, in his weekly radio broadcasts, has urged the Italians to present constructive criticism. The Romans, stifled by 22 years of Fascism, have resumed their ancient liberty of expression. In fact, the satirical paper the Canta Chiaro had a wonderful cartoon the other day. It showed a bachelor at the table ready for dinner. Entering is a most attractive maid. The man asks, "What do we have for dinner tonight?" The maid, who is carrying a cute portable radio, on a lovely silver tray, answers, "Poletti on the radio". The Allies have given Rome freedom of the press, freedom of speech.

11. One of the most thrilling and satisfying experiences of the Regional Commissioner in Rome has been his work with the Chief Rabbi of Rome. The Rabbi was harbored by a Catholic anti-Fascist from the bloody clutches of the SS. Both the Rabbi and his Catholic protector were invited to our office. The Chief Rabbi was told that he could resume religious services at the synagogue. The Regional Commissioner and other AMG officers attended the first service. The Allies have given Rome freedom of religion.

12. Months before Rome was liberated, its people had heard the promises of the Allies to feed and clothe. Therefore Rome, like every other city which we have administered, had high hopes--too high to be met in the face of the primary exigencies of military operations in Italy and elsewhere in the Mediterranean. AMG is sensitive to the needs, but it cannot ask the Army to stop the battles near Florence or postpone the landings at Anzio or Toulon. The Romans, like the people of other cities, require time to absorb the simple fact that the war continues and that sacrifices for an Allied victory must continue. Rome now appreciates the fact. Romans have been orderly and cooperative. Law and order have been fully respected. The Romans are anxious to make a contribution to the victory of the United Nations.

13. Rome has not had the food that other liberated cities have had. There have been shortages of olive oil, pasta, salt, sugar, eggs, potatoes, other vegetables and fresh fruit, and of course, meat has not existed.

14. AMG in this Region has worked closely with Italian officials. The Food Administration was reorganized and revitalized by Italians. Food has been controlled at every entrance into the City so as to divert it from the black market into the City's general market where it can be sold at official prices. The Italian police, including those of our special black market squad, have been vigilant. Civilian trucks which had been hidden from the Germans have been brought out and organized into three large pools. Rome, of course, survives on the use of civilian trucks. Rome has no rich country nearby and these trucks have had to travel long distances.

15. The cooking of food in Rome has been difficult. Electricity coming from Terni and Tivoli, thoroughly mined by the Germans, is scarce. The gas plant has not been functioning because of the inability to transport coal to Rome. In close 40884 tion with the Italians we have organized a charcoal market and succeeded in making a first distribution of charcoal at non-black market prices.

16. The groundwork has been laid under AMG. The benefits will accrue in ever increasing amounts. In the coming weeks Rome should get more food. Up to the present, the Allies have not given Rome freedom from want.

17. AMG in Rome and the Vatican have worked very closely. AMG has been greatly aided in many problems by the Vatican. Not only has the Vatican been of tremendous

Declassified E.O. 12356 Section 3.3/NND No. 785021

The Romans, stifled by 22 years of fascism, have resumed their ancient liberty of expression. In fact, the satirical paper the Canta Chiaro had a wonderful cartoon the other day. It showed a bachelor at the table ready for dinner. Entering is a most attractive maid. The man asks, "What do we have for dinner tonight?" The maid, who is carrying a cute portable radio, on a lovely silver tray, answers, "Poletti on the radio". The Allies have given Rome freedom of the press, freedom of speech.

11. One of the most thrilling and satisfying experiences of the Regional Commissioner in Rome has been his work with the Chief Rabbi of Rome. The Rabbi was harbored by a Catholic anti-fascist from the bloody clutches of the SS. Both the Rabbi and his Catholic protector were invited to our office. The Chief Rabbi was told that he could resume religious services at the synagogue. The Regional Commissioner and other AMG officers attended the first service. The Allies have given Rome freedom of religion.

12. Months before Rome was liberated, its people had heard the promises of the Allies to feed and clothe. Therefore Rome, like every other city which we have administered, had high hopes--too high to be met in the face of the primary exigencies of military operations in Italy and elsewhere in the Mediterranean. AMG is sensitive to the needs, but it cannot ask the Army to stop the battles near Florence or postpone the landings at Anzio or Toulon. The Romans, like the people of other cities, require time to absorb the simple fact that the war continues and that sacrifices for an Allied victory must continue. Rome now appreciates the fact. Romans have been orderly and cooperative. Law and order have been fully respected. The Romans are anxious to make a contribution to the victory of the United Nations.

13. Rome has not had the food that other liberated cities have had. There have been shortages of olive oil, paste, salt, sugar, eggs, potatoes, other vegetables and fresh fruit, and of course, meat has not existed.

14. AMG in this Region has worked closely with Italian officials. The Food administration was reorganized and revitalized by Italians. Food has been controlled at every entrance into the City so as to divert it from the black market into the City's general market where it can be sold at official prices. The Italian police, including those of our special black market squad, have been vigilant. Civilian trucks which had been hidden from the Germans have been brought out and organized into three large pools. Rome, of course, survives on the use of civilian trucks. Rome has no rich country nearby and these trucks have had to travel long distances.

15. The cooking of food in Rome has been difficult. Electricity coming from Terni and Tivoli, thoroughly mined by the Germans, is scarce. The gas plant has not been functioning because of the inability to transport coal to Rome. In close coo- 4084
tion with the Italians we have organized a charcoal market and succeeded in making a first distribution of charcoal at non-black market prices.

16. The groundwork has been laid under AMG. The benefits will accrue in ever increasing amounts. In the coming weeks Rome should get more food. Up to the present, the Allies have not given Rome freedom from want.

17. AMG in Rome and the Vatican have worked very closely. AMG has been greatly aided in many problems by the Vatican. Not only has the Vatican been of tremendous assistance in the handling of refugees and refugee camps, transport, hospitals and other institutions, but also the Vatican has borne the heavy burden of operating scores of soup kitchens which serve 300,000 hot meals each day.

18. The provinces of Littoria, Frosinone, Rome, Terni, Rieti and Viterbo, transferred to our Headquarters on August 1st have been running along in a fairly satisfac-

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

tory manner. The headaches are the clearance of many mine fields, more food, materials to rebuild bridges and houses, and to carry on other public works to reduce unemployment. We are grateful to Brigadier Dunlop for the splendid job he did in these provinces. We await from Group Captain Benson the transfer of Perugia and knowing his great ability we are confident Perugia will present little difficulty when transferred to our Region.

19. The Italians have demonstrated ability to carry on, to administer and to help solve the many difficult problems of this country. In the administration of our Region, we lean heavily on the Italians and plan to continue to increase and expand their authority daily.

Region V, Colonel R. P. Marshall

1. Part of this Region is under ACC control, part under Regional AMG, part under Army AMG and part is still under the Germans. Overall the situation is generally quiet and well in hand.

2. The political situation has involved seven embryonic movements; none very serious, none closely related. The partisan situation is in hand by the Italians. The only difficulties are presented by the pseudo-partisans. They are being handled by the Carabinieri and the population.

3. Agriculture is progressing well. Lack of fertilizer and insecticides has become overcome by nature's bountifulness.

4. There are no serious problems in labour. There is a slight shortage in Ancona and a slight surplus in Aquila; adjustments are at hand.

5. Public health is exceptionally good. Medical supplies were short for a while, but are now in hand.

6. Communications difficulties. Main arteries have been restored. Telecommunications are still a problem. Our communications officers had gathered 40 expert linesmen and managed to get between 100 - 150 Km of communications. These men were loaned to the Army, who used up our wire also.

7. Finance. Tax collections are coming in quite well. Cash is gaining in all provinces. A meeting of prefects was held, problems were discussed, their full cooperation was asked for, and each gave his pledge. We have every faith in their promises and every confidence in their performance.

Foggia Province, Colonel C. E. Temperley

1. We have been able to concentrate during the last few months on the harvest. Credit is due to the Carabinieri and Guardia di Finanza for the part they have played. They have done their duty irrespective of persons. They have created the idea in Foggia that amassing is the right thing to do. Also the producers themselves must be given credit, as they have awoken to their responsibilities and are doing their part willingly and freely. We have another 1/2 million quintals to go in the amassing. I am confident that we can get them in.

2. The black market has been active. We are on the wholesale selling end. The black market has changed over from grain to olive oil. Road posts have been very active. It is found that the black market dealers are afraid to hold illegal grain, and

Declassified E.O. 12356 Section 3.3/NND No. 778502

to our Region.

19. The Italians have demonstrated ability to carry on, to administer and to help solve the many difficult problems of this country. In the administration of our Region, we lean heavily on the Italians and plan to continue to increase and expand their authority daily.

Region V. Colonel R. P. Marshall

1. Part of this Region is under ACC control, part under Regional AMG, part under Army AMG and part is still under the Germans. Overall the situation is generally quiet and well in hand.

2. The political situation has involved seven embryonic movements; none very serious, none closely related. The partisan situation is in hand by the Italians. The only difficulties are presented by the pseudo-partisans. They are being handled by the Carabinieri and the population.

3. Agriculture is progressing well. Lack of fertilizer and insecticides has become overcome by nature's bountifulness.

4. There are no serious problems in labour. There is a slight shortage in Ancona and a slight surplus in Aquila; adjustments are at hand.

5. Public health is exceptionally good. Medical supplies were short for a while, but are now in hand.

6. Communications difficulties. Main arteries have been restored. Telecommunications are still a problem. Our communications officers had gathered 40 expert linesmen and managed to get between 100 - 150 Km of communications. These men were loaned to the Army, who used up our wire also.

7. Finance. Tax collections are coming in quite well. Cash is gaining in all provinces. A meeting of prefects was held, problems were discussed, their full cooperation was asked for, and each gave his pledge. We have every faith in their promises and every confidence in their performance.

Foggia Province, Colonel C. E. Temperley

1. We have been able to concentrate during the last few months on the harvest. Credit is due to the Carabinieri and Guardia di Finanza for the part they have played. They have done their duty irrespective of persons. They have created the idea in Foggia that amassing is the right thing to do. Also the producers themselves must be given credit, as they have awoken to their responsibilities and are doing their part willingly and freely. We have another 1/2 million quintals to go in the amassing. I am confident that we can get them in.

2. The black market has been active. We are on the wholesale selling end. The black market has changed over from grain to olive oil. Road posts have been very active. It is found that the black market dealers are afraid to hold illegal grain, and will usually pay high prices only if it can be purchased for future delivery.

Region VI. Brigadier M. Carr

1. I am no longer the Regional Commissioner, having handed over duties to Colonel Pennycuick on August 12 to proceed to Sicily. During the three months which have elapsed and during my five months in Sardinia I think I can say that there has been improvement and progress, but I must also say that this in my opinion has been largely

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778502

due to ACC initiative.

2. The opening of Sardinian prisons and courts of justice has taken place.

3. The question of food and food prices has been a problem. The method of introducing the increased bread ration did not help matters. The population can never be wholly content when olive oil is unobtainable. The olive oil situation should be remedied when the next harvest comes.

4. Serious damage was done to the grapes due to the late arrival of sulphur. This will affect adversely the wine supply.

5. The food situation is generally satisfactory, except for the crowded cities. The statement that the children of Sardinia are starving is absolutely false.

6. The chief bars to progress are corruption and short working hours of Italian offices. It is difficult to see how corruption can be eliminated. There seems to be some evidence of mental sit down strike on the basis that the Island was little concerned with the war. Regarding the actual working hours of Italian offices, it seems that the motto is "Let sleeping dogs lie least once roused they disturb our afternoon siesta."

7. There has been some increase in political activity. The Communist party remains active, particularly in the mining area of Carbonia. Some strikes occurred during the time when there was confusion about the increased bread ration.

8. Important changes including three new Prefects are taking place in local government. I understand that the new Prefect in Nuoro Province has already arrived. The High Commissioner is losing a number of key staff on withdrawal to service of armed forces personnel. New local government bodies have been constituted and are functioning, but it is too early to determine whether they will be really effective.

9. The Granai del Popolo campaign was fairly successful. About 17 thousand tons have been collected, which is about 30% of the amount available. The target is 40,000 to 45,000 tons, which will last the Island to sometime in November. Imports of flour or wheat will be necessary to see the Islanders through to the next harvest. Prospects for the olive harvest are good.

10. There is a shortage of water in several places. Restrictive measures have been taken, and it appears that reserves can be built up to overcome any crises.

11. Public order continues satisfactory, though the percentage of undetected crimes is high. The lack of mobility of the Carabinieri and police agencies was blamed. Courts are catching up or holding their own. A case is pending concerning the theft of large quantity of Allied food from an ACC warehouse. It is hoped that all goods will be recovered. During the month of July 3 enemy agents were dropped by plane over the Island, all were rounded up.

12. Public health remains extremely good; malaria is low and VD is under control.

- - - - - - - - 4083

Captain Stone introduced the Supreme Allied Commander.

General Sir Henry Maitland Wilson, GCB, GBE, DSO, Supreme Allied Commander, Mediterranean Theater

1. I have heard a great deal of your work since the Sicily Invasion. I am fully appreciative of what you have done from that day. There have been many diffi-

Declassified E.O. 12356 Section 3.3/NND No. 785021

This will affect adversely the wine supply.

5. The food situation is generally satisfactory, except for the crowded cities. The statement that the children of Sardinia are starving is absolutely false.

6. The chief bars to progress are corruption and short working hours of Italian offices. It is difficult to see how corruption can be eliminated. There seems to be some evidence of mental sit down strike on the basis that the Island was little concerned with the war. Regarding the actual working hours of Italian offices, it seems that the motto is "Let sleeping dogs lie lest once roused they disturb our afternoon siesta."

7. There has been some increase in political activity. The Communist party remains active, particularly in the mining area of Carbonia. Some strikes occurred during the time when there was confusion about the increased bread ration.

8. Important changes including three new Prefects are taking place in local government. I understand that the new Prefect in Nuoro Province has already arrived. The High Commissioner is losing a number of key staff on withdrawal to service of armed forces personnel. New local government bodies have been constituted and are functioning, but it is too early to determine whether they will be really effective.

9. The Granai del Popolo campaign was fairly successful. About 17 thousand tons have been collected, which is about 30% of the amount available. The target is 40,000 to 45,000 tons, which will last the Island to sometime in November. Imports of flour or wheat will be necessary to see the Islanders through to the next harvest. Prospects for the olive harvest are good.

10. There is a shortage of water in several places. Restrictive measures have been taken, and it appears that reserves can be built up to overcome any crises.

11. Public order continues satisfactory, though the percentage of undetected crimes is high. The lack of mobility of the Carabinieri and police agencies was blamed. Courts are catching up or holding their own. A case is pending concerning the theft of large quantity of Allied food from an ACC warehouse. It is hoped that all goods will be recovered. During the month of July 3 enemy agents were dropped by plane over the Island, all were rounded up.

12. Public health remains extremely good; malaria is low and VD is under control.

- - - - - - - - 4083

Captain Stone introduced the Supreme Allied Commander.

General Sir Henry Maitland Wilson, GCB, GBE, DSO, Supreme Allied Commander, Mediterranean Theater

1. I have heard a great deal of your work since the Sicily Invasion. I am fully appreciative of what you have done from that day. There have been many difficulties to overcome and you have handled them in a workmanlike manner. The advance of the Armies doesn't ease matters when you are trying to build up a civil administration behind. Naturally you have been hampered by the destruction the enemy has caused to installations, etc. So far we have only made contact with about half of Italy's population. What lies ahead may prove the most troublesome and difficult to deal with.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

It will call upon all your resources, abilities, and valor.

2. It seems there are two major problems that face ACC at the moment. One is food and the other is unemployment, and on those two I think very much the re-establishment of the country depends, and I am certain beyond any deliberations where to pay a great deal of attention to produce the solution. There are people who are not up to the subsistence level. I have had information to that effect. It is probably due to the faulty distribution. I am sure that schemes could be produced to rectify, where there is something not quite right.

3. The administration of the country must be regarded in all reports, and I would ask you to keep your eye tallied on the administration book and not led off behind the play of politics. The prestige of the two great English speaking nations is bound up in your work. And it is not only the prestige that is involved, but look in the future; there are many eyes on you and how you are doing your job. That will give guidance as to how we will manage the occupation of Germany when it comes. Please remember that your responsibilities are very great, and I am certain that we will all face them in a true Anglo-Saxon manner.

4. I feel that as Regional Commissioners you must keep in close touch with all your subordinates. No individual must be allowed to bring discredit on the organization. The work, even down to the smallest organizations, must be of a high standard. If a high standard cannot be reached by any individual, then he must be eliminated. The key words for your subordinates should be initiative, impartiality, and integrity. I hope these key words are thoroughly understood by everyone.

5. There is a question of whether it is advisable to keep subordinates too long in one location. I am certain that your discussions here will produce solutions to many points in furthering your efforts with ACC. I hope that at the next meeting I may be able to congratulate you personally on the results obtained since this meeting here.

Region VII, Lt. Colonel C. G. Peasey

1. There is very little to report on the political side. With the extra bread/flour/pasta ration now being issued in practically all communes, the noisy element of the Communist Party has not been so much in evidence.

2. Progress with the formation of the Giunta Comunale is slowly gaining ground, but the general reaction is unfavorable, with the selection of members coming in for much criticism. The chief complaint is that they are appointed by the Prefect, who consults with the local CC.RR as to their general suitability and whether there are legal impediments, and this virtually makes the CC.RR the political boss for the area concerned. Elections, of course, may not be held.

3. There have been a number of rumors that all ACC officers were being withdrawn. The Prefect of Catanzaro, a career official, was greatly relieved to hear that ACC is not leaving Calabria altogether; because he considers that help will be needed for a very long time. This gave me an opening to impress once again on him and his officials the urgent necessity for them to bestir themselves and improve their administration. Local Government throughout Calabria is full of shortcomings.

4. The new Prefect of Cosenza has arrived.

5. Economic Resources and Supply. As far as the Economic & Supply side is concerned the collection, warehousing and movement of grain has proceeded satisfactorily. There were some anxious moments in respect of movement from Consorzio warehouses to millers on account of shortage of rail wagons. It was, however, always possible to improvise, and the bread supply never broke down. Past statistics indi-

Declassified E.O. 12356 Section 3.3/NND No. 78 5021

the fatty distribution. I am sure the Scheme [illegible] there is something not quite right.

3. The administration of the country must be regarded in all reports, and I would ask you to keep your eye tallied on the administration book and not led off behind the play of politics. The prestige of the two great English speaking nations is bound up in your work. And it is not only the prestige that is involved, but look in the future; there are many eyes on you and how you are doing your job. That will give guidance as to how we will manage the occupation of Germany when it comes. Please remember that your responsibilities are very great, and I am certain that we will all face them in a true Anglo-Saxon manner.

4. I feel that as Regional Commissioners you must keep in close touch with all your subordinates. No individual must be allowed to bring discredit on the organization. The work, even down to the smallest organizations, must be of a high standard. If a high standard cannot be reached by any individual, then he must be eliminated. The key words for your subordinates should be initiative, impartiality, and integrity. I hope these key words are thoroughly understood by everyone.

5. There is a question of whether it is advisable to keep subordinates too long in one location. I am certain that your discussions here will produce solutions to many points in furthering your efforts with ACC. I hope that at the next meeting I may be able to congratulate you personally on the results obtained since this meeting here.

Region VII, Lt. Colonel C. G. Peasey

1. There is very little to report on the political side. With the extra bread/flour/pasta ration now being issued in practically all communes, the noisy element of the Communist Party has not been so much in evidence.

2. Progress with the formation of the Giunta Comunale is slowly gaining ground, but the general reaction is unfavorable, with the election of members coming in for much criticism. The chief complaint is that they are appointed by the Prefect, who consults with the local CC.RR as to their general suitability and whether there are legal impediments, and this virtually makes the CC.RR the political boss for the area concerned. Elections, of course, may not be held.

3. There have been a number of rumors that all ACC officers were being withdrawn. The Prefect of Catanzaro, a career official, was greatly relieved to hear that ACC is not leaving Calabria altogether; because he considers that help will be needed for a very long time. This gave me an opening to impress once again on him and his officials the urgent necessity for them to bestir themselves and improve their administration. Local Government throughout Calabria is full of shortcomings.

4. The new Prefect of Cosenza has arrived.

5. Economic Resources and Supply. As far as the Economic & Supply side is concerned the collection, warehousing and movement of grain has proceeded satisfactorily. There were some anxious moments in respect of movement from Consortio warehouses to millers on account of shortage of rail wagons. It was, however, always possible to improvise, and the bread supply never broke down. Past statistics indicate that the peak of deliveries to Consorcio was never reached before 15 August. If imports from Regions II and V continue at present rate supplies will be maintained until the end of September without difficulty by this extra local production.

6. Molasses. 140 tons of molasses have now been shipped from the sugar

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778021

refinery at S.Eufemia to Barletta. This is residue of former years production, now being used for making yeast partly for Army bakeries. The refinery is not in operation now, because no sugar beet is being grown by local farmers owing to the uneconomic price.

7. Olive Oil. 2,360 tons were shipped to Naples from Catanzaro and Reggio. The olive oil drive in Cosenza is by the Italian Army for the Italian Army.

8. With regard to Ration Cards, some 200,000 have already been withdrawn. As cards improperly held were surrendered in the various communes, the increased bread/pasta ration came into force and this system worked very well. Bad communes are still on 350 pasta: good ones on full ration, this was done at request of the Italian authorities.

9. With regard to Grain Collection, 12,540 tons have been amassed toward a target of 29,000 tons. In connection with the harvest, it is encouraging to note that on 14 August Minister Gullo rang up the Procuratore Generale at Catanzaro to ask why such light sentences had been given by the courts for grain offenses, and requested to be given the names of the judges responsible.

10. Provincial and Communal Agricultural Committees have shown improvement; but there is room for more.

11. Labor. No troubles at the moment, though it was unfortunate that the Regional Labor Officer had to leave before the Sila question was settled. There is not much unemployment.

12. Public Works & Utilities. No changes of program to report on military highways; normal maintenance and reconstruction going on. Anti-malaria campaign has yielded good results, supplies of Paris Green and gas/oil are adequate for next month. Streams have been stocked with larvae-eating minnows. I should have thought that this was a Public Health matter; but our excellent Regional Engineer, Major Chamberlain, always seems to deal with it most competently.

13. Electricity. Drastic cuts have been made all around.

14. Public Safety and Italian Courts. Crime position satisfactory and a generally quiet month. The deserter question is still to be cleared up. There are far too many Allied deserters in this Region. Action is taken promptly by 7C Garrison, Messina, through Town Major Reggio when cases are reported there.

15. Courts are in a fairly satisfactory state and the R.L.O. visited all chief centers before leaving.

16. Public Health. No more cases of smallpox reported and health is good, though there have been 120 cases of dysentery at Cosenza with 6 deaths.

17. Heavy Workers Rations. This scheme has been a failure. A few people have benefited and a large number of others made most discontented. The amount of work involved is quite out of proportion to the results achieved.

4052

Region VIII, Colonel R. G. Kirkwood.

1. Since early in June when the Allied Advance in Tuscany started, provincial personnel of Region VIII have been attached to AMG of Fifth and Eighth Armies and have worked under them. Specialist divisions of the Region have been available and have been used by the Army AMG also. When the Region became active, its headquarters was at first divided between an advanced headquarters south of Grosseto Province and

Declassified E.O. 12356 Section 3.3/NND No. 785021

8. With regard to Ration Cards, some 200,000 have already been withdrawn. As cards improperly held were surrendered in the various communes, the increased bread/pasta ration came into force and this system worked very well. Bad communes are still on 350 pasta; good ones on full ration, this was done at request of the Italian authorities.

9. With regard to Grain Collection, 12,540 tons have been amassed toward a target of 29,000 tons. In connection with the harvest, it is encouraging to note that on 14 August Minister Gullo rang up the Procuratore Generale at Catanzaro to ask why such light sentences had been given by the courts for grain offenses, and requested to be given the names of the judges responsible.

10. Provincial and Communal Agricultural Committees have shown improvement; but there is room for more.

11. Labor. No troubles at the moment, though it was unfortunate that the Regional Labor Officer had to leave before the Sila question was settled. There is not much unemployment.

12. Public Works & Utilities. No changes of program to report on military highways; normal maintenance and reconstruction going on. Anti-malaria campaign has yielded good results, supplies of Paris Green and gas/oil are adequate for next month. Streams have been stocked with larvae-eating minnows. I should have thought that this was a Public Health matter; but our excellent Regional Engineer, Major Chamberlain, always seems to deal with it most competently.

13. Electricity. Drastic cuts have been made all around.

14. Public Safety and Italian Courts. Crime position satisfactory and a generally quiet month. The deserter question is still to be cleared up. There are far too many Allied deserters in this Region. Action is taken promptly by 70 Garrison, Messina, through Town Major Reggio when cases are reported there.

15. Courts are in a fairly satisfactory state and the R.L.O. visited all chief centers before leaving.

16. Public Health. No more cases of smallpox reported and health is good, though there have been 120 cases of dysentery at Cosenza with 6 deaths.

17. Heavy Workers Rations. This scheme has been a failure. A few people have benefited and a large number of others made most discontented. The amount of work involved is quite out of proportion to the results achieved.

4082

Region VIII, Colonel R. C. Kirkwood.

1. Since early in June when the Allied Advance in Tuscany started, provincial personnel of Region VIII have been attached to AMG of Fifth and Eighth Armies and have worked under them. Specialist divisions of the Region have been available and have been used by the Army AMG also. When the Region became active, its headquarters was at first divided between an advanced headquarters south of Grosseto Province and a main headquarters at Naples; later it was concentrated at Orvieto and is now at Siena. Grosseto Province has been under Region control since the 9th August. It has been announced that Florence Province has been under Region control since 18 August. The greater part of Region VIII is still under Army AMG or under German control.

2. All the immediate problems incident to the occupation of newly liberated territory are Army AMG responsibilities, and are covered in the reports of the

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

respective SCAOs. Long term projects pertaining to specialist divisions have been handled by specialists of Fifth Army and to a lesser extent by the Eighth Army. The most active divisions have been Public Health, which has re-opened hospitals, distributed medical supplies, and done extensive welfare work and surveys; Public Works, which has repaired water supply systems, electric light and power plants and transmission lines, removed debris and rebuilt or repaired highways and bridges; Property Control; and Monuments and Fine Arts. All these divisions have reported to Army SCAOs when working in Army territory. The Monuments and Fine Arts Officer, Lieut. Hartt, deserves special mention for his energy, zeal and accomplishments in locating on the ground and securing protection for the Florence Art Collections which have been scattered about the countryside. He and his associates have worked and lived under fire for the preservation of Italian Art; and their work has been most effective.

3. All the other Region specialist divisions, in varying degrees, are functioning, in their own fields with the approval and under the control of Armies in Army territories.

4. Public Health has, in general, been good. There have been epidemics of typhoid in restricted areas.

5. Crime, in general, has been negligible. A small band of renegade Fascists are reported to be hiding in a mountainous district of Grosseto Province and making occasional forays to terrify Anti-Fascists. These are being dealt with.

6. The Grain is coming in. It is being paid for except in Arezzo and Florence provinces, where the banks are not yet functioning. The program is meeting with success in proportion to the territory actually liberated and that which is free of mines.

7. In Grosseto food has not been a serious problem. The registration and organization of transport in Grosseto is proceeding satisfactorily. Fuel has been the bottleneck; but there is promise of improvement. There have been no labor troubles. A labor problem is anticipated in Livorno when that port opens for full scale operations, due primarily to the "black zone" restrictions in part of the city.

8. In general, there is a great feeling of relief in the liberated areas on being freed from German domination. The people of Tuscany do a great deal to help themselves. They are realistic, generally honest, and industrious. However, instances have been noted of where they have not been cooperating wholeheartedly, not so much from hostility toward the Allies as from a latent fear of German and Fascist reprisals.

9. Politically, the Communists are the most vociferous and demonstrative. Their actual strength cannot be readily determined.

10. Local government, including courts of justice, are functioning in Grosseto. The fact that the Prefect is of a political party different from the majority of his people does not make for local harmony.

11. Many refugees are being taken care of locally.

12. The news from the City of Florence as of yesterday is as follows: The food situation is good. 200 grams of bread are being distributed to each person daily in that part of the city under Allied control. The British Institute is intact with its furnishing and library. A pre-war secretary is there. 120,000 civilians in no man's land and in that part of Florence under German control are being fed by A.M.G. The Army permits them to come to fixed distributing points and then go back to their homes. Medical treatment is available to those who need it. Medical supplies are being found or furnished. First aid stations and ambulances

Declassified E.O. 12356 Section 3.3/NND No. 778021

Control; and Monuments and Fine Arts. All these divisions have reported to Army SCAOs when working in Army territory. The Monuments and Fine Arts Officer, Lieut. Hartt, deserves special mention for his energy, zeal and accomplishments in locating on the ground and securing protection for the Florence Art Collections which have been scattered about the countryside. He and his associates have worked and lived under fire for the preservation of Italian Art; and their work has been most effective.

3. All the other Region specialist divisions, in varying degrees, are functioning, in their own fields with the approval and under the control of Armies in Army territories.

4. Public Health has, in general, been good. There have been epidemics of typhoid in restricted areas.

5. Crime, in general, has been negligible. A small band of renegade Fascists are reported to be hiding in a mountainous district of Grosseto Province and making occasional forays to terrify Anti-Fascists. These are being dealt with.

6. The Grain is coming in. It is being paid for except in Arezzo and Florence provinces, where the banks are not yet functioning. The program is meeting with success in proportion to the territory actually liberated and that which is free of mines.

7. In Grosseto food has not been a serious problem. The registration and organization of transport in Grosseto is proceeding satisfactorily. Fuel has been the bottleneck; but there is promise of improvement. There have been no labor troubles. A labor problem is anticipated in Livorno when that port opens for full scale operations, due primarily to the "black zone" restrictions in part of the city.

8. In general, there is a great feeling of relief in the liberated areas on being freed from German domination. The people of Tuscany do a great deal to help themselves. They are realistic, generally honest, and industrious. However, instances have been noted of where they have not been cooperating wholeheartedly, not so much from hostility toward the Allies as from a latent fear of German and Fascist reprisals.

9. Politically, the Communists are the most vociferous and demonstrative. Their actual strength cannot be readily determined.

10. Local government, including courts of justice, are functioning in Grosseto. The fact that the Prefect is of a political party different from the majority of his people does not make for local harmony.

11. Many refugees are being taken care of locally.

12. The news from the City of Florence as of yesterday is as follows: The food situation is good. 200 grams of bread are being distributed to each person daily in that part of the city under Allied control. The British Institute is intact with its furnishing and library. A pre-war secretary is there. 120,000 civilians in no man's land and in that part of Florence under German control are being fed by AMG. The Army permits them to come to fixed distributing points and then go back to their homes. Medical treatment is available to those who need it. Medical supplies are being found or furnished. First aid stations and ambulances for dealing with wounded civilians are available and are able to cope with the problem. The Florentine Medical Association, a very old organization, reorganized on non-Fascist lines has held its first meeting. Water supply is sufficient. Street cleaning has been initiated. The dead, of which there were approximately 200 in one locality, have all been buried. The city, both north and south of the Arno River, has been subject to shelling by German artillery of light caliber. The damage has not been great at any one time.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778021

13. At the moment, matters are somewhat confused in Region VIII, due in part to a situation beyond ACC control and in part to various artificially imposed conditions. The Region staff is working hard rendering as much assistance as possible to Fifth and Eighth Armies AMG; administering the small part of the Region under Region control, and endeavoring to see that the confusion does not spread.

Eighth Army AMG, Lt. Col. G.W.I. Shipp (reporting in the absence of Group-Captain C. E. Benson.)

1. The last two months has been marked by the steady advance to the Gothic Line and the unique problem of Florence. Here in face of great difficulty we have succeeded in putting supplies over the river and bringing a semblance of control to the city.

2. The story of the forty tons of supplies daily manhandled across the Ponte Vecchio and their subsequent distribution constitute an epic in AMG history. Aided by the Patriots we saw to it that no one lacked, only those who had not the temerity to come and fetch it. By way of diversion a German armored vehicle would reconnoiter while sniping and mortar fire continued at intervals.

3. To turn to the general position affairs continue satisfactorily. The Adriatic sector with its slower advance and less congested railways was less of a problem while the center was more difficult owing to heavily mined roads and blown bridges. There, however, as in the east, present food problems do not exist.

4. With the opening of the western ports the supply situation eased and stock-piles are now being built in preparation of further advance.

5. Refugees do not constitute a major problem for the moment. The rapid advance left many people unaware that the war had passed them and only on those positions where delaying actions were fought was any movement occasioned. Camps are now being moved forward.

6. Perhaps a warning for the future is the labor situation at Terni. This town possesses a steelworks employing 7000 inhabitants, which is badly damaged. Immediate re-employment is possible for half that number and the directors are unable to say when the balance can be absorbed. This applied to the larger enterprises of Turin and Milan presents a problem which will be a great strain on our administration as well as causing great distress to the people.

7. It was fortunate that Siena was spared intact. The local administration was soon functioning and banks and post offices opened. A hopeful sign was a net inflow of cash into the banks and savings institutions. While mentioning finance, I would add that it is found that owing to the shortage of livestock and machinery the cash disbursements on Ammassi collection is relatively small compared with previous years.

8. A new problem of recent months is that of the Patriots. They have done very useful work in the prevention of wrecking, general intelligence and reorganisation of local administration. Their welfare, I am glad to say, is handled by Patriots Branch.

9. General health continues to be satisfactory, only a few cases of typhoid being reported, while malaria, though nearing its peak season, is causing no concern to the authorities thanks to the efforts made by the malariologists. The hospital situation is fairly satisfactory but that of ambulances and drugs continues to deteriorate.

10. There has been one trouble mentioned at recent conferences and that is the unauthorized movement of civilians to Army areas. This has caused concern and without exception all are turned back. I hope after recent conferences the matter is fully understood that it is for the Armies to give permission for movement in their Areas.

Declassified E.O. 12356 Section 3.3/NND No. 778502

1. The last two months has been marked by the steady advance to the Gothic Line and the unique problem of Florence. Here in face of great difficulty we have succeeded in putting supplies over the river and bringing a semblance of control to the city.

2. The story of the forty tons of supplies daily manhandled across the Ponte Vecchio and their subsequent distribution constitute an epic in AMG history. Aided by the Patriots we saw to it that no one lacked, only those who had not the temerity to come and fetch it. By way of diversion a German armored vehicle would reconnoiter while sniping and mortar fire continued at intervals.

3. To turn to the general position affairs continue satisfactorily. The Adriatic sector with its slower advance and less congested railways was less of a problem while the center was more difficult owing to heavily mined roads and blown bridges. There, however, as in the east, present food problems do not exist.

4. With the opening of the western ports the supply situation eased and stockpiles are now being built in preparation of further advance.

5. Refugees do not constitute a major problem for the moment. The rapid advance left many people unaware that the war had passed them and only on those positions where delaying actions were fought was any movement occasioned. Camps are now being moved forward.

6. Perhaps a warning for the future is the labor situation at Terni. This town possesses a steelworks employing 7000 inhabitants, which is badly damaged. Immediate re-employment is possible for half that number and the directors are unable to say when the balance can be absorbed. This applied to the larger enterprises of Turin and Milan presents a problem which will be a great strain on our administration as well as causing great distress to the people.

7. It was fortunate that Siena was spared intact. The local administration was soon functioning and banks and post offices opened. A hopeful sign was a net inflow of cash into the banks and savings institutions. While mentioning finance, I would add that it is found that owing to the shortage of livestock and machinery the cash disbursements on Ammassi collection is relatively small compared with previous years.

8. A new problem of recent months is that of the Patriots. They have done very useful work in the prevention of wrecking, general intelligence and reorganization of local administration. Their welfare, I am glad to say, is handled by Patriots Branch.

9. General health continues to be satisfactory, only a few cases of typhoid being reported, while malaria, though nearing its peak season, is causing no concern to the authorities thanks to the efforts made by the malariologists. The hospital situation is fairly satisfactory but that of ambulances and drugs continues to deteriorate.

10. There has been one trouble mentioned at recent conferences and that is the unauthorized movement of civilians to Army areas. This has caused concern and without exception all are turned back. I hope after recent conferences the matter is fully understood that it is for the Armies to give permission for movement in their Area.

11. It has been two months of almost continuous advance. I must thank those regions who were always on our heels and ready to relieve us of responsibilities when we wished to be rid of them.

RESTRICTED

2081

Declassified E.O. 12356 Section 3.3/NND No. 785021

Fifth Army AMG, Brigadier General E. E. Hume

1. I would like to stress that there is a great difference between the work of the Regions and the AMG's of the Armies in the field. We are an essential part of that Army and do the things that the Army Commander wants done. When the military situation permits, then we do what we want to as AMG officers. Time is the important element. The important time may be the first hour. The work of the officers is hazardous. It is important that themen go in with the first troops. Our men have been killed, wounded, and captured. Two officers were wounded yesterday.

2. We planned for many months the setting up of the government in Rome after our experience in Naples. A report has been written and a few copies are still on hand. The courts and banks were opened within one week.

3. At present in the Fifth Army area are the two provinces, Livorno and Pisa. Livorno is now in fairly good shape, with water, drains and electricity restored, but much of the town is evacuated and it is impossible for the life of the town to return to normal while it is still under German observation. A Prefect has been recently appointed and he is now working on the reorganization of the Provincial Administration.

4. The patriots at Leghorn were found to be cooperative. They aided us greatly in furnishing a map of mined areas. In many places they replaced the warning signs at mined areas after the Germans had torn them down on their retreat. Normally there are 145,000 people, but today there are only about 30,000.

5. We do have one great difficulty. The military and naval commanders want the people evacuated. At the same time they want laborers. This matter is being ironed out, and will help us in taking care of some future cities.

6. Several distinguished visitors, including the British Prime Minister, the American Secretary of the Navy, Under Secretary of War, and Commanding General Army Service Forces have been shown the work of AMG in Livorno.

7. The town of Pisa is half occupied; we have the south side, the enemy has the north side. Not much attempt is being made to take it by force. The Provincial Commissioner is operating from Volterra without a Prefect.

8. We have moved 15,000 refugees from our area recently. The refugee section here is of great assistance.

9. We do not have to transport supplies as far as we used to. We are very much in need of transportation - transport units. We cannot just take a certain number of trucks and a certain number of drivers and put them together. We must have self-contained units. Drivers who do not speak English have great difficulty with our MPs.

10. I would ask one favor. The Army Commander insists that everyone who enters the area come with a proper permit. Within the past fortnight two gentlemen from ACC came to Livorno without proper permits and were turned back. However we do want you to come and see what has been done.

11. We try to do things in a way to make a smooth changeover in administration.

Refugee Branch (Italicus), Colonel L. R. Hulls

1. There is the question of battle area refugees. We attempt not to create refugees and to help people to hang on and stay where they are if they keep out of the way of battle. Fifth and Eighth Army AMGs have been most successful in pursuing this policy and have taken out of the area of operations 40,000 people and assisted them locally until the battle moved further forward, then these people were able to reestablish themselves. It was necessary to move back to main transit camps during the same period another 40,000. 80,000 odd people have been taken out of the way of battle which assisted commanders in clearing their lines of communication.

Declassified E.O. 12356 Section 3.3/NND No. 778502

2. We planned for many months the setting up of the government in Rome after our experience in Naples. A report has been written and a few copies are still on hand. The courts and banks were opened within one week.

3. At present in the Fifth Army area are the two provinces, Livorno and Pisa. Livorno is now in fairly good shape, with water, drains and electricity restored, but much of the town is evacuated and it is impossible for the life of the town to return to normal while it is still under German observation. A Prefect has been recently appointed and he is now working on the reorganization of the Provincial Administration.

4. The patriots at Leghorn were found to be cooperative. They aided us greatly in furnishing a map of mined areas. In many places they replaced the warning signs at mined areas after the Germans had torn them down on their retreat. Normally there are 145,000 people, but today there are only about 30,000.

5. We do have one great difficulty. The military and naval commanders want the people evacuated. At the same time they want laborers. This matter is being ironed out, and will help us in taking care of some future cities.

6. Several distinguished visitors, including the British Prime Minister, the American Secretary of the Navy, Under Secretary of War, and Commanding General Army Service Forces have been shown the work of AMG in Livorno.

7. The town of Pisa is half occupied; we have the south side, the enemy has the north side. Not much attempt is being made to take it by force. The Provincial Commissioner is operating from Volterra without a Prefect.

8. We have moved 15,000 refugees from our area recently. The refugee section here is of great assistance.

9. We do not have to transport supplies as far as we used to. We are very much in need of transportation - transport units. We cannot just take a certain number of trucks and a certain number of drivers and put them together. We must have self-contained units. Drivers who do not speak English have great difficulty with our MPs.

10. I would ask one favor. The Army Commander insists that everyone who enters the area come with a proper permit. Within the past fortnight two gentlemen from ACC came to Livorno without proper permits and were turned back. However we do want you to come and see what has been done.

11. We try to do things in a way to make a smooth changeover in administration.

Refugee Branch (Italians), Colonel L. R. Hulls

1. There is the question of battle area refugees. We attempt not to create refugees and to help people to hang on and stay where they are if they keep out of the way of battle. Fifth and Eighth Army AMGs have been most successful in pursuing this policy and have taken out of the area of operations 40,000 people and assisted them locally until the battle moved further forward, then these people were able to reestablish themselves. It was necessary to move back to main transit camps during the same period another 40,000. 80,000 odd people have been taken out of the way of battle which assisted commanders in clearing their lines of communication.

2. The Germans had one main camp in Rome Region. At the time we took over the

Declassified E.O. 12356 Section 3.3/NND No. 778021

hygienic conditions of this camp were unspeakable. Deaths numbered about 15 a day. The first thing to be done was to send 100 Italian soldiers to clean up the place.

3. We are now faced with another problem - one which is common throughout Europe. There are 1/4 million people in Italy who wish to return to their homes. I understand this will be done by UNRRA immediately after the war. The Italians would like to get their part of the job started. Most of the people are agriculturists, and since there are at present many areas which are not being cultivated, there is an Allied interest in the matter. It is beginning to cause Regional Commissioners a major problem with people crowding to the railways attempting to return home. We are trying to postpone this now until it can be better organised. Regional Commissioners are asked to do all they can to stop the movement and the Italian Government is being pressed to do the same. It is a matter of Allied interest to get agriculturists back to the land. This will mean a reduction of food imports by ourselves, and consequent saving in shipping. One main difficulty is personnel. The Italian Government rightly, in my opinion, ask for 1000 Italian military for transit points throughout the country. Our military authorities have not so far agreed. Since the object is to increase production of food in the country, and economise Allied shipping I consider that agreement in the matter of Italian military personnel should be given.

Displaced Persons Sub-Commission, Colonel C. B. Findlay

1. Our job is to assist and help Allied nationals who are internees in this country or those countries not yet liberated.

2. During July about 1,000 children, ages ranging from a few months to 14 years, arrived by air at Bari from Yugoslavia. These "flying orphans" were organized into groups of 20 under trained teachers. All were housed at the sea side camp of Santa Cesarea. Records of weights and heights were taken so that progress may be observed.

3. After an invitation by the President to send 1,000 refugees to America, about this number, mostly Jewish, sailed for the United States on 17 July. They are there for the duration of the war only. The problem of repatriation will face us after the war.

4. We are increasing our responsibilities as the Armies go north. We are dealing with UNRRA to take over the southern camps. Unless we can get rid of southern camps, we cannot deal with those in Northern Italy.

5. Since the last meeting we have had a member of the Inter-Governmental Committee on Refugees, Sir Clifford Heathcote-Smith, to work with.

6. Maltese British citizens to the number of 600 or 700 have been sent back to Tripoli. They are a part of the total of 1700 in Italy, the remainder being in enemy occupied territory.

7. We have had personal requests from many Yugoslavs, including Marshal Tito, that orphans be kept in Italy for the duration of the war and that no more be sent to Egypt.

4080

8. There are two new camps, one at Aversa and one at Cine Citta'.

9. Control of movement by civilians. One attempt was made to send 28 refugees direct to refugee camp without passing through Transit Camp, Bari; after being duly sent back one lady was detained as suspected person.

10. The present Controller in the Records Bureau is returning to U.K. where the experience he has gained in Italy will be utilized for further similar projects.

Declassified E.O. 12356 Section 3.3/NND No. 785027

Allied interest in the matter. It is beginning to cause Regional Commissioners a major problem with people crowding to the railways attempting to return home. We are trying to postpone this now until it can be better organised. Regional Commissioners are asked to do all they can to stop the movement and the Italian Government is being pressed to do the same. It is a matter of Allied interest to get agriculturists back to the land. This will mean a reduction of food imports by ourselves, and consequent saving in shipping. One main difficulty is personnel. The Italian Government rightly, in my opinion, ask for 1000 Italian military for transit points throughout the country. Our military authorities have not so far agreed. Since the object is to increase production of food in the country, and economize Allied shipping I consider that agreement in the matter of Italian military personnel should be given.

Displaced Persons Sub-Commission, Colonel C. H. Findlay

1. Our job is to assist and help Allied nationals who are internees in this country or those countries not yet liberated.

2. During July about 1,000 children, ages ranging from a few months to 14 years, arrived by air at Bari from Yugoslavia. These "flying orphans" were organized into groups of 20 under trained teachers. All were housed at the sea side camp of Santa Cesarea. Records of weights and heights were taken so that progress may be observed.

3. After an invitation by the President to send 1,000 refugees to America, about this number, mostly Jewish, sailed for the United States on 17 July. They are there for the duration of the war only. The problem of repatriation will face us after the war.

4. We are increasing our responsibilities as the Armies go north. We are dealing with UNRRA to take over the southern camps. Unless we can get rid of southern camps, we cannot deal with those in Northern Italy.

5. Since the last meeting we have had a member of the Inter-Governmental Committee on Refugees, Sir Clifford Heathcote-Smith, to work with.

6. Maltese British citizens to the number of 600 or 700 have been sent back to Tripoli. They are a part of the total of 1700 in Italy, the remainder being in enemy occupied territory.

7. We have had personal requests from many Yugoslavs, including Marshal Tito, that orphans be kept in Italy for the duration of the war and that no more be sent to Egypt.

4080

8. There are two new camps, one at Aversa and one at Cinecitta.

9. Control of movement by civilians. One attempt was made to send 28 refugees direct to refugee camp without passing through Transit Camp, Bari; after being duly sent back one lady was detained as suspected person.

10. The present Controller in the Records Bureau is returning to U.K. where the experience he has gained in Italy will be utilized for further similar projects.

11. I came in from Florence at two o'clock this morning. There are very crucial problems there. We are able to give our displaced persons a certain amount of extra food. About 1500 British and American are left in Florence. AMG is treating them most generously. AMG is doing a mighty fine piece of work there.

Declassified E.O. 12356 Section 3.3/NND No. 778021

RESTRICTED

Patriots Branch, Colonel C. D. McCarthy

1. Patriot Bands, many of which are large and highly organized bodies, have been created in various centers of German occupied territory in Italy and have received considerable encouragement and active help and instructions from the Allied Command. It is therefore clearly one of our chief tasks to look after the individual members of these bands when their fighting is over and in this connection it has been laid down by A.A.I. Headquarters that bands must not accompany the Armies forward out of their own areas.

2. The Patriots Branch of A.C.C. was formed early in July as a result of an instruction from A.A.I. and is responsible for all dealings with Resistance Groups as soon as the territory in which they have been operating is liberated.

3. Great care is taken to distinguish between bogus Patriots and genuine patriots who are defined as being those in the ranks of genuine fighting bands who have carried arms, engaged in sabotage, or secured important military information to the benefit of the Allied war effort. It must be remembered that these genuine patriots have in very many cases lived extremely precarious lives, suffered considerable casualties, and been a very great nuisance to the enemy (one band in Florence suffered 40% casualties). Let us not forget that they have been living under the black cloud of torture and death not only for themselves but also for their families. There is no doubt that many patriots have acted with extreme bravery and courage and a note of their activities has been prepared and is available to those who would like to read it.

4. Many questions have been asked of the political tendencies of patriot bands. After speaking to a large number of patriots in various corners of the country I personally feel that in the great majority of cases these men have been fighting first to defeat the Germans, second to destroy Fascism and third, in the case of some of them, to build up a new Italy. Most of them have at this stage of the war very little idea of the aims and ambitions of the six political parties in Italy but they are keenly alive to the fact that something drastic must be done about politics in the very near future and, being mostly young and active men, they are keenly susceptible to influence and require a lead from the Italian Government. Some of them will undoubtedly be of importance in the new Italy and they are a great responsibility for us all.

5. Plans have been drawn up for dealing with patriots. A message in poster form signed by General Alexander has been distributed in forward areas, a form of certificate of merit has been approved and certificates have been sent to Regions and to the Fifth and Eighth Armies for distribution and have been distributed. Although many patriots are used for a short while by the Army in their own area as guides and patrols and for reconnaissance work, the intention generally is to direct nearly all of them into civil life. About 50% return to their own homes and occupations locally. Of the remainder some will be used for police duties or as drivers, others will be employed on engineering work, and on mine clearance; and arrangements have been made for recruiting and passing back volunteers for service in the Italian Army and Air Force. Communal committees are being set up to assist Provincial Commissioners in this work, and to help weed out bogus applicants, of which there are an increasing number among the genuine patriots. The problem of collecting and disposing of the patriots' arms is in hand.

6. Reports are being received from Patriot Representatives and from the leaders of the patriot bands. Information from these reports is extracted and passed on, when relevant, for use by P.R.O., P.W.B., and the press. Information is being collected about conditions in enemy occupied territory in order that suitable plans can be made for handling problems in that territory when it is liberated.

7. Liaison is maintained with the Italian Ministry of War through an Italian senior officer who is responsible for coordinating the work of the two groups which

Declassified E.O. 12356 Section 3.3/NND No. 778021

instruction from A.A.I. and is responsible for all dealings with Resistance Groups as soon as the territory in which they have been operating is liberated.

3. Great care is taken to distinguish between bogus Patriots and genuine patriots who are defined as being those in the ranks of genuine fighting bands who have carried arms, engaged in sabotage, or secured important military information to the benefit of the Allied war effort. It must be remembered that these genuine patriots have in very many cases lived extremely precarious lives, suffered considerable casualties, and been a very great nuisance to the enemy (one band in Florence suffered 40% casualties). Let us not forget that they have been living under the black cloud of torture and death not only for themselves but also for their families. There is no doubt that many patriots have acted with extreme bravery and courage and a note of their activities has been prepared and is available to those who would like to read it.

4. Many questions have been asked of the political tendencies of patriot bands. After speaking to a large number of patriots in various corners of the country I personally feel that in the great majority of cases these men have been fighting first to defeat the Germans, second to destroy Fascism and third, in the case of some of them, to build up a new Italy. Most of them have at this stage of the war very little idea of the aims and ambitions of the six political parties in Italy but they are keenly alive to the fact that something drastic must be done about politics in the very near future and, being mostly young and active men, they are keenly susceptible to influence and require a lead from the Italian Government. Some of them will undoubtedly be of importance in the new Italy and they are a great responsibility for us all.

5. Plans have been drawn up for dealing with patriots. A message in poster form signed by General Alexander has been distributed in forward areas, a form of certificate of merit has been approved and certificates have been sent to Regions and to the Fifth and Eighth Armies for distribution and have been distributed. Although many patriots are used for a short while by the Army in their own area as guides and patrols and for reconnaissance work, the intention generally is to direct nearly all of them into civil life. About 50% return to their own homes and occupations locally. Of the remainder some will be used for police duties or as drivers, others will be employed on engineering work, and on mine clearance; and arrangements have been made for recruiting and passing back volunteers for service in the Italian Army and Air Force. Communal committees are being set up to assist Provincial Commissioners in this work, and to help weed out bogus applicants, of which there are an increasing number among the genuine patriots. The problem of collecting and disposing of the patriots' arms is in hand.

6. Reports are being received from Patriot Representatives and from the leaders of the patriot bands. Information from these reports is extracted and passed on when relevant, for use by P.W.B., P.W.B., and the press. Information is being collected about conditions in enemy occupied territory in order that suitable plans can be made for handling problems in that territory when it is liberated.

7. Liaison is maintained with the Italian Ministry of War through an Italian senior officer who is responsible for coordinating the work of the two groups which are recognized - the C.L.N. Group and the Military Center Group.

8. Directives have been issued as required in agreement with A.A.I. and other authorities. It is fair to say that the task of ensuring that these directives are

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

acted upon by Allied officers concerned and by the leaders of the patriot bands is well in hand. The broad political aspect of the patriot problem has been borne constantly in mind, and very close liaison is being maintained with those Allied officers and officials who are concerned with the political future in Italy.

9. The patriot question is very much in the news at present and I am bombarded with questions about what we are likely to find on the other side of the line. We have a fairly good idea and I am endeavoring to furnish this information when it is essential to do so, also I am endeavoring to see that those on the other side of the line are properly informed about what is going on on this side of the line. I would like in conclusion to take this opportunity to thank the press, P.R.O. and P.W.B. for the active cooperation given in recent weeks and for the manner in which publicity has been treated. The power of the press is tremendous in this present era of the patriot movement; and we must remember that the Germans are spreading propaganda against us as energetically as they can so that it is necessary for us to encourage our patriots as much as we can. I am trying to help in this firstly by ensuring that proper arrangements are made for their welcome on this side of the line and by then taking care that they shall be informed exactly what that welcome will be.

Inter-Governmental Committee on Refugees, Sir Clifford Heathcote-Smith

1. My object is to try to make you see what the IGCR stands for, because our work is such that we have to try to dovetail in with certain organizations, and unless we have their sympathy, our work is difficult.

2. The exact functions and import of the IGCR. It began in 1938 when President Roosevelt thought that something should be done for the victims of Germans in Germany. This Committee met at Evian, France, in 1938 and some 24 governments joined. Subsequently the war went bad for us and during those years anything to help refugees had to suffer. In 1942 the enemy had their back to the wall and we had more time to think of civilians. We are now holding a session in London. Among the 40 to 50 governments of the world are notably Switzerland and Sweden. The organisation is extremely comprehensive. It takes over all refugees, then stands aside where other organizations are willing to take over certain aspects.

a. Rescue of the victims of the Axis countries inside those countries themselves. Actually little assistance has been given in this line, but some relief has been given.

b. Relief of victims after they come out of the territory.

c. Relief, and where possible rehabilitation, or where a person is stateless, finding a home for him.

3. We have nothing to do with refugees that have not come across a frontier. We have nothing to do with Italian refugees.

4. There are between 20 to 25 million people who have been torn from their homes by the Germans for labor. Of those it is believed that something like 5% or upwards will prove to be stateless, either in law or in fact, or in both. It will be a question of two million odd ones. The Germans have been carrying out ruthless deportations and mass massacres of individuals. There is no doubt that this has been happening for years. From Rome itself sealed railroad vans have gone north into Germany.

5. In the case of Italy you have the Allied authorities who are extremely active in the Internees and Displaced Persons. Soon UNRRA may be working here. The War Refugee Board, an American organization, has already operated in Italy. Its main function is rescue. IGCR will fit in wherever necessary while the others are

Declassified E.O. 12356 Section 3.3/NND No. 785021

essential to do so, also I am endeavoring to see that those on the other side of the line are properly informed about what is going on on this side of the line. I would like in conclusion to take this opportunity to thank the press, P.R.O. and P.W.B. for the active cooperation given in recent weeks and for the manner in which publicity has been treated. The power of the press is tremendous in this present era of the patriot movement; and we must remember that the Germans are spreading propaganda against us as energetically as they can so that it is necessary for us to encourage our patriots as much as we can. I am trying to help in this firstly by ensuring that proper arrangements are made for their welcome on this side of the line and by then taking care that they shall be informed exactly what that welcome will be.

Inter-Governmental Committee on Refugees, Sir Clifford Heathcote-Smith

1. My object is to try to make you see what the IGCR stands for, because our work is such that we have to try to dovetail in with certain organizations, and unless we have their sympathy, our work is difficult.

2. The exact functions and import of the IGCR. It began in 1938 when President Roosevelt thought that something should be done for the victims of Germans in Germany. This Committee met at Evian, France, in 1938 and some 24 governments joined. Subsequently the war went bad for us and during those years anything to help refugees had to suffer. In 1942 the enemy had their back to the wall and we had more time to think of civilians. We are now holding a session in London. Among the 40 to 50 governments of the world are notably Switzerland and Sweden. The organization is extremely comprehensive. It takes over all refugees, then stands aside where other organizations are willing to take over certain aspects.

a. Rescue of the victims of the Axis countries inside those countries themselves. Actually little assistance has been given in this line, but some relief has been given.

b. Relief of victims after they come out of the territory.

c. Relief, and where possible rehabilitation, or where a person is stateless, finding a home for him.

3. We have nothing to do with refugees that have not come across a frontier. We have nothing to do with Italian refugees.

4. There are between 20 to 25 million people who have been torn from their homes by the Germans for labor. Of those it is believed that something like 5% or upwards will prove to be stateless, either in law or in fact, or in both. It will be a question of two million odd ones. The Germans have been carrying out ruthless deportations and mass massacres of individuals. There is no doubt that this has been happening for years. From Rome itself sealed railroad vans have gone north into Germany.

5. In the case of Italy you have the Allied authorities who are extremely active in the Internees and Displaced Persons. Soon UNRRA may be working here. The War Refugee Board, an American organization, has already operated in Italy. Its main function is rescue. IGCR will fit in wherever necessary while the others are still doing their work. The staff is small here. Some are from the Quaker organizations, Jewish organizations, Friends Ambulance Unit (a British organization). Our work has been to get records of what it is like on the other side of the line.

6. The Jews in particular are finding themselves stateless, and we must do

Declassified E.O. 12356 Section 3.3/NND No. 785021

something about that. The Italian Government has made a generous gesture and is willing to grant its citizenship to stateless refugees in this country. It is hoped it will form an example for others to do something along the same lines.

7. Case work. We have also been engaged in examining individual problems.

8. Regarding the settlement of stateless refugees in other countries, there has been one shipment to Palestine. They can take only a few more there, as Central Europe is expected to send many.

9. This Committee is willing to take on the residual responsibilities.

- - - - - - -

The morning session of the Conference closed at 1245 and the Conference reopened at 1430.

- - - - - - - -

Brigadier M. S. Lush, Executive Commissioner

1. We have heard this morning the reports of the Regional Commissioners from the field in the organizations who deal and work in the field. We have heard how the Army AMG follows up the Armies, bringing about a certain standard of normality commensurate with military operations. The experience since our last meeting has shown us that the program of regional commissioners with their staffs coming behind the Armies has been successful and this policy will be continued in the future. At the present moment, Region IX is waiting to take over their region when General Alexander's forces get there. If the Armies go forward, the AMG will also go. Other regions will be formed and we shall take up the work in the north. Those Regions will be set up and will have to work in the field with the AMG of the Armies.

2. You heard at the beginning the reports from the Regional Commissioners who have taken on the advisory role of the ACC in the field. It has been learned that it is easier to govern than it is to advise other people to govern.

3. I would like to stress two points in the work of all Regional Commissioners because it starts from the front line all the way back:

a. The Allied military interests must come first. I think that is sometimes forgotten by the people of this country, particularly those whom the war has passed over many months ago. If we can get them, by our contacts or publicity agents, to realize that the battle is still being carried on in their country, I think we shall make the task of this Commission and the task of the Italian Government very much easier. It is a matter that has to be constantly brought to the mind of the population of this country.

b. From the very beginning, we do and must work through the Italian authorities. Direct rule is sometimes absolutely necessary in front, but very soon it becomes possible to make it indirect. The staffs of AMG must use the local governments and also must keep on using them. The policy of the United Nations is to place upon the Italian Government the fullest responsibility for administration at the earliest possible moment. Local governments will and must be used to the hilt. The full value of this use of Italian Government officials is seen by the ease of the handover of territory to the Italians. As a result, past transfers of territory have been practically unnoticed.

4. We are in the process of following up the reduction of Allied staffs in the

Declassified E.O. 12356 Section 3.3/NND No. 785021

been one shipment to Palestine. They can take only a few more there, as Central Europe is expected to send many.

9. This Committee is willing to take on the residual responsibilities.

- - - - - - - -

The morning session of the Conference closed at 1245 and the Conference reopened at 1430.

- - - - - - - -

Brigadier M. S. Lush, Executive Commissioner

1. We have heard this morning the reports of the Regional Commissioners from the field in the organizations who deal and work in the field. We have heard how the Army AMG follows up the Armies, bringing about a certain standard of normality commensurate with military operations. The experience since our last meeting has shown us that the program of regional commissioners with their staffs coming behind the Armies has been successful and this policy will be continued in the future. At the present moment, Region IX is waiting to take over their region when General Alexander's forces get there. If the Armies go forward, the AMG will also go. Other regions will be formed and we shall take up the work in the north. Those Regions will be set up and will have to work in the field with the AMG of the Armies.

2. You heard at the beginning the reports from the Regional Commissioners who have taken on the advisory role of the ACC in the field. It has been learned that it is easier to govern than it is to advise other people to govern.

3. I would like to stress two points in the work of all Regional Commissioners because it starts from the front line all the way back:

a. The Allied military interests must come first. I think that is sometimes forgotten by the people of this country, particularly those whom the war has passed over many months ago. If we can get them, by our contacts or publicity agents, to realize that the battle is still being carried on in their country, I think we shall make the task of this Commission and the task of the Italian Government very much easier. It is a matter that has to be constantly brought to the mind of the population of this country.

b. From the very beginning, we do and must work through the Italian authorities. Direct rule is sometimes absolutely necessary in front, but very soon it becomes possible to make it indirect. The staffs of AMG must use the local governments and also must keep on using them. The policy of the United Nations is to place upon the Italian Government the fullest responsibility for administration at the earliest possible moment. Local governments will and must be used to the hilt. The full value of this use of Italian Government officials is seen by the ease of the handover of territory to the Italians. As a result, past transfers of territory have been practically unnoticed.

4. We are in the process of following up the reduction of Allied staffs in the territory handed over to the Italians. The Southern Regions of Calabria, Apulia, Campania and Foggia, Campobasso and Lucania have now been amalgamated from the ACC point of view into one Region. The Allied officers administering those Regions in the initial steps were something like 300. It has now been cut from 175 last month to 100 and reductions will go on progressively as the progress of the Southern

declassified E.O. 12356 Section 3.3/NND No. 778027

Region is shown. That amalgamation should take place on August 28th. It is a very large area which will be under the control of one Regional Commissioner and five provincial teams which will keep up the supplies and transportation and other machinery of that part of the territory.

5. You have heard from Colonels Hulls and Findlay about the unhappy people displaced by war. I would like to stress what Colonel Hulls said about this vast migration from the temporary homes back to where they want to go. If confusion is to be avoided, it has to be done in a regular manner. I appeal to all officers to do their utmost to prevent that uneasy but vast migration from the south to their homes in the north and also from the north.

6. Finally, again I must warn the meeting that we have to find more men for the northern regions. The Establishments Branch has got one of the most difficult jobs and we have to find enough Allied officers to fulfill what the Supreme Allied Commander told us is our most difficult task. We may get new officers and we shall call on every Region, every Sub-Commission, for experienced officers to govern the new areas that come under us for administration. There is no doubt that there will have to be reductions and in order that we can fill these places in the North, I ask the officers to meet these demands with equanimity.

Comments by Acting Chief Commissioner: We will all agree that the governing of the population in the North will be difficult. I should also like to repeat what I said before - the policy of this Commission is to support its Government. This Commission is behind the Bonomi Government.

I should like to point out the good work that the Manpower and Reorganization Committee is doing. Its purpose is to make a study to overhaul the functions at headquarters so that a maximum number of officers can be sent into the field. Nothing will equal to what we face in the North. The Committee is working hard, and consequently, I expect I shall be able to approve most heartily its recommendations.

4078

Declassified E.O. 12356 Section 3.3/NND No. 785021

migration from the temporary homes back to where they want to go. If confusion is to be avoided, it has to be done in a regular manner. I appeal to all officers to do their utmost to prevent that uneasy but vast migration from the south to their homes in the north and also from the north.

6. Finally, again I must warn the meeting that we have to find more men for the northern regions. The Establishments Branch has got one of the most difficult jobs and we have to find enough Allied officers to fulfill what the Supreme Allied Commander told us is our most difficult task. We may get new officers and we shall call on every Region, every Sub-Commission, for experienced officers to govern the new areas that come under us for administration. There is no doubt that there will have to be reductions and in order that we can fill these places in the North, I ask the officers to meet these demands with equanimity.

Comments by Acting Chief Commissioner: We will all agree that the governing of the population in the North will be difficult. I should also like to repeat what I said before - the policy of this Commission is to support its Government. This Commission is behind the Bonomi Government.

I should like to point out the good work that the Manpower and Reorganization Committee is doing. Its purpose is to make a study to overhaul the functions at headquarters so that a maximum number of officers can be sent into the field. Nothing will equal to what we face in the North. The Committee is working hard, and consequently, I expect I shall be able to approve most heartily its recommendations.

4078

Declassified E.O. 12356 Section 3.3/NND No. 78 5027

Declassified E.O. 12356 Section 3.3/NND No. 785021

R E S T R I C T E D

III - REPORTS BY ADMINISTRATIVE SECTION.

Interior Sub-Commission, Colonel R.G.B. Spicer

1. Since the move of the Interior Sub-Commission and the almost simultaneous change of Government, the work and operations of the Sub-Commission have increased considerably.

2. The departmental changes within the Ministry of Interior itself, which have now, I hope, been finally settled have not made our tasks easier. We have established co-operative working with the Minister of Interior, who incidentally is the Prime Minister, and also with his staff.

3. Since the regional Commissioners last met, we have completed our Surveys of Sourthern Italy, which includes the whole of Region III, Campobasso, Foggia, Frosinone, Littoria, Viterbo, and Rieti, and we are now working north as far as our staff permits. We have found that the visits of our officers have been appreciated. The Prefects themselves, particularly those who have been newly appointed and out of office for a considerable period, value the advise of our officers in regard to the operation of R.D.L. No. 111. This legislation is new and many Prefects have no experience of its operational effect since they have been out of office for a considerable period.

4. Great trouble has been taken in selecting Prefects and teemsf for newly liberated provinces. A team, it may be mentioned, consists of a Prefect, a Vice-Prefect, a Primo Segretario, a Consigliere, and a Capo Ragioniere. We have given a great deal of work to the Security Branch in the screening of these individuals.

5. Further, we have arranged for the appointment of a Secretary General to the High Commissioner of Sardinia, the Members of the Giunta Comsultiva for Sardinia, three Directors-General in the Ministry of Interior, and nine Prefects in all for Provinces of Italian Government Territory.

6. Two teams are standing by for forward provinces to be called forward as they are required. Our great difficulty is transport to move these officials if and when they are asked for. I submit that adequate transport is an essential for the moving forward of these high-ranking officials. They have to move from their homes and houses sometimes with their wives or children whom they cannot leave behind, and I consider that they should be entitled, both from a financial and an efficiency point of view, to take with them adequate luggage. We have supplied, in co-operation with the Italian Government, Prefects for the liberated provinces of Littoria, Frosinone, Viterbo Rieti, Livorno, Aquila, Macerata, and Grosseto - while it has also been found possible to send forward other officials as have been called for. In regards to these projects, the Italian Officials should be completely backed up by Allied Officers, if they are to gain the respect of the population.

7. In my judgment, although we have no personal knowledge, of course, we must anticipate a rapid advance north, and we are most anxious not to be caught unprepared in regard to the Regions 9, 10, 11 and 12. The supply of Prefects is now perilously low, and wherever possible officials who satisfy Security and are capable can be found, then it is suggested that the larger proportion of these officials, paticularly in regard to Sindaci, should be locally chosen.

8. The Italian Government itself seems to be undecided as to whether a Prefect should or should not be a non-career official; but they regard the Prefect, as has been stated in Memorandum No. 39, as the highest Government Official in the Province, and he is directly responsible under their Government of Interior. They feel, therefo

change of Government, the work and operations of the Sub-Commission have increased considerably.

2. The departmental changes within the Ministry of Interior itself, which have now, I hope, been finally settled have not made our tasks easier. We have established co-operative working with the Minister of Interior, who incidentally is the Prime Minister, and also with his staff.

3. Since the regional Commissioners last met, we have completed our Surveys of Sourthern Italy, which includes the whole of Region III, Campobasso, Foggia, Frosinone, Littoria, Viterbo, and Rieti, and we are now working north as far as our staff permits. We have found that the visits of our officers have been appreciated. The Prefects themselves, particularly those who have been newly appointed and out of office for a considerable period, value the advice of our officers in regard to the operation of R.D.L. No. 111. This legislation is new and many Prefects have no experience of its operational effect since they have been out of office for a considerable period.

4. Great trouble has been taken in selecting Prefects and teams for newly liberated provinces. A team, it may be mentioned, consists of a Prefect, a Vice-Prefect, a Primo Segretario, a Consigliere, and a Capo Ragioniere. We have given a great deal of work to the Security Branch in the screening of these individuals.

5. Further, we have arranged for the appointment of a Secretary General to the High Commissioner of Sardinia, the Members of the Giunta Consultiva for Sardinia, three Directors-General in the Ministry of Interior, and nine Prefects in all for Provinces of Italian Government Territory.

6. Two teams are standing by for forward provinces to be called forward as they are required. Our great difficulty is transport to move these officials if and when they are asked for. I submit that adequate transport is an essential for the moving forward of these high-ranking officials. They have to move from their homes and houses sometimes with their wives or children whom they cannot leave behind, and I consider that they should be entitled, both from a financial and an efficiency point of view, to take with them adequate luggage. We have supplied, in co-operation with the Italian Government, Prefects for the liberated provinces of Littoria, Frosinone, Viterbo Rieti, Livorno, Aquila, Macerata, and Grosseto - while it has also been found possible to send forward other officials as have been called for. In regards to these projects, the Italian Officials should be completely backed up by Allied Officers, if they are to gain the respect of the population.

7. In my judgment, although we have no personal knowledge, of course, we must anticipate a rapid advance north, and we are most anxious not to be caught unprepared in regard to the Regions 9, 10, 11 and 12. The supply of Prefects is now perilously low, and wherever possible officials who satisfy Security and are capable can be found, then it is suggested that the larger proportion of these officials, paticularly in regard to Sindaci, should be locally chosen.

8. The Italian Government itself seems to be undecided as to whether a Prefect should or should not be a non-career official; but they regard the Prefect, as has been stated in Memorandum No. 39, as the highest Government Official in the Province, and he is directly responsible under their Government of Interior. They feel, therefore, if a career official can be found who is au fait with all the detail of administration, then he should be chosen instead of the local man with no governmental, administrative knowledge to fill the particuler positions of Prefect and Vice-Prefect. The Prime Minister is of the opinion that the Prefect should be a career official. I am trying to get the P.M. and his staff to come to some kind of a decision.

9. Our interviews on this subject are many.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

10. The Minister has been sympathetic and helpful in every way, and where ACC/AMG reports in Royal Italy show that a Prefect or a Vice-Prefect is inert and useless I am able to report categorically that the Minister has never yet failed to meet us in this respect, and that official has found himself relegated "alla disposizione" or to his olive trees.

11. With the concurrence of RC, I would like to send a specialized officer to deal with the detail of local government set-up from Chieti to Ancona, in the immediate future.

12. We have received a hearty welcome from the 5th Army AMG and Region VIII, and everything we can do to help to solve the problems of efficient local government in Italy, which I am bound to reiterate the backbone of a reconstitued Italy on democratic lines, will be always our first and foremost endeavour.

Comments by Acting Chief Commissioner : Are these teams checked and approved by the Italian Government?

Colonel Spicer : Yes.

Acting Chief Commissioner : The other point I would like to assure is that I can say almost certainly that these important officials will be provided with transportation.

Public Safety Sub-Commission, Colonel P.S.Kirk:

1. The reports of the regional Commissioners and the Army SCAO's have indicated the general state of public order and hence detailed comment by me would be repetitious. I shall therefore treat with matters of organisation.

2. Carabinieri :

a. Command - On July 21st, the Command of the Carabinieri by act of the Council of Ministers passed from Gen. Pieche, who had rendered conspicuous service during the previous nine months, to General Orlando, former Minister of War in the Badoglio Government.

b. Strength - The maximum strength of the Carabinieri for all of Italy has been fixed by higher headquarters at a figure which we believe to be inadequate if they are to perform the duties which the uncertain state of public order, the disbandment of other police agencies, and the needs of the Allies require. Full presentation of our views has been made to competent authorities, but as yet there is no indication that the figure will be revised.

c. Uniforms and equipment - This Headquarters fully appreciates the urgent need of clothing and boots, and motor transport and other equipment, if the Carabinieri are to perform the duties entrusted to them and if they are to have a reasonable degree of pride in their service. Inasmuch as the Carabinieri is a component of the Italian Army, the source to which it must look for such supplies is the Italian Army. Everything within the power of this Sub-Commission and of the Carabinieri has already been done to effect an improvement. Some salvaged clothing and boots have been received and have been repaired and issued; others are in the process of repair.

d. Replacements - Despite difficulties in obtaining transport and serviceable uniforms, we have thus far been able to meet the demands of the Armies and the forward

Declassified E.O. 12356 Section 3.3/NND No. 785021

the future.

12. We have received a hearty welcome from the 5th Army AFHQ and Region VIII, and everything we can do to help to solve the problems of efficient local government in Italy, which I am bound to reiterate the backbone of a reconstitued Italy on democratic lines, will be always our first and foremost endeavour.

Comments by Acting Chief Commissioner : Are these teams checked and approved by the Italian Government?

Colonel Spicer : Yes.

Acting Chief Commissioner : The other point I would like to assure is that I can say almost certainly that these important officials will be provided with transportation.

Public Safety Sub-Commission, Colonel P.C.Kirk:

1. The reports of the regional Commissioners and the Army SCAO's have indicated the general state of public order and hence detailed comment by me would be repetitious. I shall therefore treat with matters of organitation.

2. Carabinieri :

a. Command - On July 21st, the Command of the Carabinieri by act of the Council of Ministers passed from Gen. Pieche, who had rendered conspicuous service during the previous nine months, to General Orlando, former Minister of War in the Badoglio Government.

b. Strength - The maximum strength of the Carabinieri for all of Italy has been fixed by higher headquarters at a figure which we believe to be inadequate if they are to perform the duties which the uncertain state of public order, the disbandment of other police agencies, and the needs of the Allies require. Full presentation of our views has been made to competent authorities, but as yet there is no indication that the figure will be revised.

c. Uniforms and equipment - This Headquarters fully appreciates the urgent need of clothing and boots, and motor transport and other equipment, if the Carabinieri are to perform the duties entrusted to them and if they are to have a reasonable degree of pride in their service. Inasmuch as the Carabinieri is a component of the Italian Army, the source to which it must look for such supplies is the Italian Army. Everything within the power of this Sub-Commission and of the Carabinieri has already been done to effect an improvement. Some salvaged clothing and boots have been received and have been repared and issued; others are in the process of repair.

d. Replacements - Despite difficulties in obtaining transport and serviceable uniforms, we have thus far been able to meet the demands of the Armies and the forward regions for additional Caribinieri. If however, there should be a general withdrawal of the enemy from Italy, the limitations of manpower and supply stocks will not permit us to meet the personnel requisitions which may be expected to follow. Reliance initially must therefore be placed mainly upon the local police forces as they may be found to exist in the industrial north.

RESTRICTED

40147

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. Guardia di Finanza.

a. The Guardia di Finanza continue under the command of Gen. Moricca. The decision which fixed the ceiling of the Carabinieri likewise prescribed the number of military retions which would be available to police agencies. The inevitable consequence of this decision was that the Guardia di Finanza, which hitherto had received military rations, had to revert on July 31 to the special civilian ration prescribed for Public Safety agencies.

b. Some of the boats which had been used by the Italian Navy have been restored to the Guardia di Finanza for coastal patrol purposes. The training school for GG.FF. is now in operation.

4. Agents of Public Security - Dr. Luigi Ferrari has been appointed Director General of Public Security. A small pool of senior officials has been screened, and are available for appointment as Questori in forward areas when required. Some dyed uniforms were allotted for distribution during the month of July, but the situation generally so far as uniforms and boots are concerned is far from satisfactory.

5. Prisons. - With the exception of Sicily where arrests in connection with the grain harvest have caused some overcrowding, general and steady improvement in the prison situation can be reported. AAI has released many requisitioned prisons; a more restrained requisitioning policy has been observed; reconstruction and repair work to damaged prisons has been undertaken by the Economic Section, the trial and disposition of cases has been accelerated somewhat; transfers to less crowded institutions have been effected. The jurisdictional question arising from the presence of Italian military prisoners is being studied.

6. General.

a. The screening of all Public Safety personnel continues.

b. Misconduct on the part of Allied troops, especially crimes committed by the French Morroccans, has been the subject of special reports.

c. Once again, I wish to emphasize that the status of cobelligerency imposes upon the Italian police many duties, but few if any rights, especially in connection with the presence of Allied troops. Despite shortcomings which are as obvious as the reason which cause them, the Italian Police has in the face of the most trying conditions shown a fidelity to duty and a degree of self-control which the historian will appreciate even if we do not.

d. Finally, I wish to express my appreciation to Public Safety personnel in the field for the work which they have done in the field and to the SCAO's of the Armies for keeping us fully informed of developments which might have a bearing upon subsequent operations.

Public Health Sub-Commission, Brigadier G.S.Perkinson;

1. Genral health of civil population remains good, apart from seasonal localized outbreaks of typhoid prevalent in peace-time, as well as small pox at Naples.

2. Communicable diseases. An outbreak of smallpox of a mild nature has occurred at Naples. There have been 870 cases of a mild type both at Naples and surrounding areas. Vaccination has been carried out on large scale and the Italian Government has sent down a doctor with full power to coordinate work.

3. There is an epidemic of typhoid in Benevento. It is not due to water or milk but is the fly-season typhoid. The epidemic is now dying down. AAI has put Benevento out of bounds to Allied troops.

Declassified E.O. 12356 Section 3.3/NND No. 778021

b. Some of the boats which had been used by the Italian Navy have been restored to the Guardia di Finanza for coastal patrol purposes. The training school for GG.FF. is now in operation.

4. Agents of Public Security - Dr. Luigi Ferrari has been appointed Director General of Public Security. A small pool of senior officials has been screened, and are available for appointment as Questori in forward areas when required. Some dyed uniforms were allotted for distribution during the month of July, but the situation generally so far as uniforms and boots are concerned is far from satisfactory.

5. Prisons. - With the exception of Sicily where arrests in connection with the grain harvest have caused some overcrowding, general and steady improvement in the prison situation can be reported. AAI has released many requisitioned prisons; a more restrained requisitioning policy has been observed; reconstruction and repair work to damaged prisons has been undertaken by the Economic Section, the trial and disposition of cases has been accelerated somewhat; transfers to less crowded institutions have been effected. The jurisdictional question arising from the presence of Italian military prisoners is being studied.

6. General.

a. The screening of all Public Safety personnel continues.

b. Misconduct on the part of Allied troops, especially crimes committed by the French Morroccans, has been the subject of special reports.

c. Once again, I wish to emphasize that the status of cobelligerency imposes upon the Italian police many duties, but few if any rights, especially in connection with the presence of Allied troops. Despite shortcomings which are as obvious as the reason which cause them, the Italian Police has in the face of the most trying conditions shown a fidelity to duty and a degree of self-control which the historian will appreciate even if we do not.

d. Finally, I wish to express my appreciation to Public Safety personnel in the field for the work which they have done in the field and to the SCAO's of the Armies for keeping us fully informed of developments which might have a bearing upon subsequent operations.

Public Health Sub-Commission, Brigadier G.S.Parkinson;

1. Genral health of civil population remains good, apart from seasonal localized outbreaks of typhoid prevalent in peace-time, as well as small pox at Naples.

2. Communicable diseases. An outbreak of smallpox of a mild nature has occurred at Naples. There have been 870 cases of a mild type both at Naples and surrounding areas. Vaccination has been carried out on large scale and the Italian Government has sent down a doctor with full power to coordinate work.

3. There is an epidemic of typhoid in Benevento. It is not due to water or milk but is the fly-season typhoid. The epidemic is now dying down. AAI has put Benevento out of bounds to Allied troops.

4. Venereal diseases. The Italian Government is now responsible for Venereal Disease Control in Italian territory, existing and new legislation has been put into force, more beds have been provided. There is a marked decline of venereal disease among the troops.

Declassified E.O. 12356 Section 3.3/NND No. 785021

5. Malaria. Owing to sabotage by the Germans, many reclaimed areas are in flood, pumps have been damaged and drains blocked. This will give rise to cases of malaria. Work is difficult on account of mines. Paris Green dusting is carried out by airplane. There is an ample supply of mepacrine for the civil population. A recent news story reported German quinine stocks being found but this has been turned over to 5th Army. We expect to get a small quantity. Incidence in Sardinia and Southern Italy less than last year while incidence among the troops is small - much less than was expected.

6. Typhus continues to smoulder. There have been three cases recently, but this winter, with last year's experience, any outbreak should be even more effectively dealtwith. The supply of soap for civilians, i.e. 150 grams per person per month is quite inadequate and typhus is a disease clearly associated with dirt.

7. Tuberculosis. A statement has appeared in the press that 1 in every 5 persons in Rome had tuberculosis. This is erroneus and its source cannot be traced. The tuberculosis rate in Rome is the lowest since 1940, affecting 1 person in 50.

8. Medical supplies. There is now a shortage owing to the nonarrival of shipments which should have arrived at the beginning of June. Approximately 290 tons are on the way and should arrive shortly. A considerable amount of German medical supplies has been captured, and everything is being done to encourage the production of stocks in this country. Insulin and typhus vaccine were the only imported items.

9. Welfare. Little constructive work can be done without a complete reorganization of Welfare by the Italian Government. At the moment, the Ministry of theInterior has a plan for a Provincial Welfare Committee which may be accepted by the Council of Ministers. Much has been done in the field, especially in devastated areas, where the greatest assistance has been given by the American and British Red Cross.

10. Food. Despite the efforts of the Allies, the rationed food is inadequate and should be increased before the coming winter if possible. The available caloric value according to acfepted standards is not sufficient to meet the requirements of an adult not engaged in manual work. While no apparent malnutrition is seen in the streets of large towns, it is present among the poor classes and deficiency diseases may appear next year when the effects of under-feeding will be felt. While it is fully realized that the present supplies available will not allow a large increase, I consider that this situation requires the greatest consideration.

11. Transport. Lack of ambulances, tires and spare parts is becoming a serious problem.

12. Veterinary service. Foot and mouth disease is now prevalent in many areas, vaccine for this disease is being produced but its value for immunization is doubtful. Veterinary biologicals are now being produced on a large scale and an ample supply of crystal violet vaccine for hog cholerahas been received from the States and immunization is being carried out.

Legal Sub-Commission, Colonel R. H. Wilmer: 4076

1. Since the last meeting, it was proposed that the Italian courts be allowed to carry on their work. Policy in Military Government territory is to turn over as much as possible to Italian courts even in early stages in order to reduce the pressure on the very limited number of legal officers and to lay the groundwork for restoration of territory to the Italian Government.

Declassified E.O. 12356 Section 3.3/NND No. 785021

expect to get a small quantity. Incidence in Leghorn and Bari ... last year while incidence among the troops is small - much less than was expected.

6. Typhus continues to smoulder. There have been three cases recently, but this winter, with last year's experience, any outbreak should be even more effectively dealtwith. The supply of soap for civilians, i.e. 150 grams per person per month is quite inadequate and typhus is a disease clearly associated with dirt.

7. Tuberculosis. A statement has appeared in the press that 1 in every 5 persons in Rome had tuberculosis. This is erroneous and its source cannot be traced. The tuberculosis rate in Rome is the lowest since 1940, affecting 1 person in 50.

8. Medical supplies. There is now a shortage owing to the nonarrival of shipments which should have arrived at the beginning of June. Approximately 290 tons are on the way and should arrive shortly. A considerable amount of German medical supplies has been captured, and everything is being done to encourage the production of stocks in this country. Insulin and typhus vaccine were the only imported items.

9. Welfare. Little constructive work can be done without a complete reorganization of Welfare by the Italian Government. At the moment, the Ministry of theInterior has a plan for a Provincial Welfare Committee which may be accepted by the Council of Ministers. Much has been done in the field, especially in devastated areas, where the greatest assistance has been given by the American and British Red Cross.

10. Food. Despite the efforts of the Allies, the rationed food is inadequate and should be increased before the coming winter if possible. The available caloric value according to accepted standards is not sufficient to meet the requirements of an adult not engaged in manual work. While no apparent malnutrition is seen in the streets of large towns, it is present among the poor classes and deficiency diseases may appear next year when the effects of under-feeding will be felt. While it is fully realized that the present supplies available will not allow a large increase, I consider that this situation requires the greatest consideration.

11. Transport. Lack of ambulances, tires and spare parts is becoming a serious problem.

12. Veterinary service. Foot and mouth disease is now prevalent in many areas. Vaccine for this disease is being produced but its value for immunization is doubtful. Veterinary biologicals are now being produced on a large scale and an ample supply of crystal violet vaccine for hog cholerahas been received from the States and immunization is being carried out.

Legal Sub-Commission, Colonel R. H. Wilmer: 4076

1. Since the last meeting, it was proposed that the Italian courts be allowed to carry on their work. Policy in Military Government territory is to turn over as much as possible to Italian courts even in early stages in order to reduce the pressure on the very limited number of legal officers and to lay the groundwork for restoration of territory to the Italian Government.

2. In the Commune of Naples, still under Military Government, the bulk of cases is handled successfully by Italian courts. Virtally all the normal cases are tried by the Italians except cases of a serious nature.

3. In Italian Government territory, the policy is unchanged; courts are only held in exceptional circumstances. Since last meeting, four have been held: one in Region I and three in Region II.

Declassified E.O. 12356 Section 3.3/NND No. 785021

4. In all newly occupied provinces, Italian Courts have been kept open or re-opened. Politically suitable judicial personnel found locally have been put to work and many refugee officials have been restored to their proper posts.

5. First President of Cassation, Ettore CASATI, was officially reinstated on 28 June. High Court of Cassation will reopen its full sessions on 1 November. Long before that date it will have been thoroughly purged of fascists.

6. The Italian courts have cooperated in a remarkable style in cases affecting Allied interests. There has been once exception in this regard in Apulia. At Bari the situation in the civil courts has considerably improved by the creation of a special section of the Tribunale to deal exclusively with cases affecting allied interests and by the removal from contact with allied officers of the uncooperative Procuratore del Regno. The Minister of Justice has been most helpful. The attitude of the military tribunals at Bari have been highly unsatisfactory and uncooperative in cases which they have undertaken affecting allied interests. Strenuous efforts are being made at this time to remedy this situation.

7. Our relations with the Ministry of Justice are cordial and the Minister has been helpful on all occasions. The Minister of Justice has been up North to see how his courts are getting along.

8. The prevailing low salaries of the judiciary is source of anxiety to the Minister and to the Sub-Commission.

9. Substantially all decrees and other enactments passed by the Badoglio government prior to the occupation of Rome have been rendered operative in territory under Regional control. This legislation has been distributed in book form. All Italian decrees are now rendered operative in Regional territory, except those specifically excluded by the Executive Commissioner.

10. Publication of the Decree for Sanctions against Fascism. A commission under decree has been set up in the Ministry of Justice and is functioning.

11. A commission has been formed by the Ministry to study the revision of the civil and criminal code to expunge objectionable fascist previsions.

12. Fascist-Republican decrees. Some legislation has been passed and other is under consideration to annul all Fascist-Republican legislation.

13. Decisions rendered by Fascist criminal courts have been declared void and new trials will be held.

14. Other far reaching legislation is in progress, including restoration of propertyconfiscated because of reasons of race or politics.

15. A consolidated directive has been issued for guidance of legal officers in territory restored to the Italian Government. Provisions are effective in Italian Government territory, and should serve as a guide in planning the policy in Military Government territory.

Education Sub-Commission, Lieutenant Colonel T. V. Smith

1. Allied Italy is divided into three pedagogical parts; the Rear, the Middle, and the Frontal. The Middle Sector has of late matched with intense activity the planning phase of intense inactivity of Italian Italy to the South.

Declassified E.O. 12356 Section 3.3/NND No. 785021

before that date it will have been thoroughly purged of fascists.

6. The Italian courts have cooperated in a remarkable style in cases affecting Allied interests. There has been once exception in this regard in Apulia. At Bari the situation in the civil courts has considerably improved by the creation of a special section of the Tribunals to deal exclusively with cases affecting allied interests and by the removal from contact with allied officers of the uncooperative Procuratore del Regno. The Minister of Justice has been most helpful. The attitude of the military tribunals at Bari have been highly unsatisfactory and uncooperative in cases which they have undertaken affecting allied interests. Strenuous efforts are being made at this time to remedy this situation.

7. Our relations with the Ministry of Justice are cordial and the Minister has been helpful on all occasions. The Minister of Justice has been up North to see how his courts are getting along.

8. The prevailing low salaries of the judiciary is source of anxiety to the Minister and to the Sub-Commission.

9. Substantially all decrees and other enactments passed by the Badoglio government prior to the occupation of Rome have been rendered operative in territory under Regional control. This legislation has been distributed in book form. All Italian decrees are now rendered operative in Regional territory, except those specifically excluded by the Executive Commissioner.

10. Publication of the Decree for Sanctions against Fascism. A commission under decree has been set up in the Ministry of Justice and is functioning.

11. A commission has been formed by the Ministry to study the revision of the civil and criminal code to expunge objectionable fascist previsions.

12. Fascist-Republican decrees. Some legislation has been passed and other is under consideration to annul all Fascist-Republican legislation.

13. Decisions rendered by Fascist criminal courts have been declared void and new trials will be held.

14. Other far reaching legislation is in progress, including restoration of propertyconfiscated because of reasons of race or politics.

15. A consolidated directive has been issued for guidance of legal officers in territory restored to the Italian Government. Provisions are effective in Italian Government territory, and should serve as a guide in planning the policy in Military Government territory.

Education Sub-Commission, Lieutenant Colonel T. V. Smith

1. Allied Italy is divided into three pedagogical parts; the Rear, the Middle, and the Frontal. The Middle Sector has of late matched with intense activity the planning phase of intense inactivity of Italian Italy to the South.

2. In this middle Border of our responsibility, educational work has been threefold: provocative, punitive, and progressive.

A. On the provocative side, it has been ours to prod the Italians, against all precedents, to open schools in the wake of the army and hold them open in spite of devastation and heat -- and against the propensity of all us pedagogues for summer vacations.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. Punitively, we have helped the Ministry to purge itself, getting rid of both proud flesh and dead tissue (all the heads of departments have already been dismissed), and we have made with the Minister a stern example of that fascist pretence to learning, the University of Rome. Little short of a hundred professors have already gone to their reward. In the provinces of Region IV we have purged above 25% of administrative officers from the schools, and have made epurative token payments in kind upon the ranks of the humbler teachers.

c. But the provocation and the punishment are not for their own sake, not until men become sadists. The end is progress: first back to normalcy under us and then forward to their own goals under purified leadership. We have demonstrated to them how a progressive spirit can surmount great obstacles. We have through this lean summer hauled several hundred teachers to the provinces and set them down, amid ruins as likely as not marked "Vincere" to start high thinking under conditions of living painfully plain. In the terribly battered province of Littoria, to take but a single example we have, since this Parliament last met, opened all elementary schools save those of Aprilia and all secondary schools but two. This means that about 55% of elementary children and 80% of the secondary school population are back at work, and will not through co-belligerency miss a single grade.

3. This progressive aspect of our work appears the sounder, the longer the perspective. In nothing more than in education is it the long run that counts. We have, therefore, steadily treated our Italian opposites as colleagues for the long pull, and have made it our job to work ourselves out of a job as rapidly as possible. As reward we have reaped a spirit truly collaborative; responsive to friendly provocation, constant in epuration, sensitive to responsibility (the latest: responsibility for the huge textbook printing for the autumn which has increased from 2 million to 5 million textbooks.)

4. Nor is the tempo of our Ministry more painful to ACC standards than is the ACC tempo to the nostalgia of many among you for civilian efficiency. My own Minister of Public Instruction is cautious of approach, philosophic in understanding, energetic in action, and foresighted in strategy. He has isolated the two characteristics that are unmistakably fascistic in education and has, therefore, set himself to budge the schools (1) away from war and (2) away from the barbarism of glory which, psychologically speaking, supports war. He is already preparing a charter to present to the constituent Assembly, to focus the affections of children upon the part of Italian history which offers them the most hope, i.e., upon the future, a prospect of modest cooperation with other nations instead of the late ideal of hollow autarchy with its present fruits of hunger.

5. This is the kind of slow steady progress which all educators are privileged to provoke; and we are helping to provoke it in Italy, even punitively.

Property Control Sub-Commission, Lt. Colonel C.Carroll:

1. The Director, Lt. Col. C.R.S. Harris, was hospitalized on July 9th as the result of a serious injury sustained in an automobile accident.

2. We now have a total of only 21 officers for all the regions and for headquarters. Some regions will have no Property Control officers. 4075

3. The following figures compare the number of properties taken under control in all of Sicily, Sardinia and the Mainland to and including the month of July 1944, also the number we expect to find in Regions VIII to XII, inclusive. Only two classes of property, real estate and commercial concerns, are covered. The property is of Italian nationals including French. 824 real estate and 96 commercial & industrial properties, totalling 920, were taken under control through July 1944. In regions VIII to XII, we

Declassified E.O. 12356 Section 3.3/NND No. 785021

and become Fascists. The end is progress: first back to normalcy under us and then forward to their own goals under purified leadership. We have demonstrated to them how a progressive spirit can surmount great obstacles. We have through this lean summer hauled several hundred teachers to the provinces and set them down, amid ruins as likely as not marked "Vincere" to start high thinking under conditions of living painfully plain. In the terribly battered province of Littoria, to take but a single example we have, since this Parliament last met, opened all elementary schools save those of Aprilia and all secondary schools but two. This means that about 55% of elementary children and 80% of the secondary school population are back at work, and will not through co-belligerency miss a single grade.

3. This progressive aspect of our work appears the sounder, the longer the perspective. In nothing more than in education is it the long run that counts. We have, therefore, steadily treated our Italian opposites as colleagues for the long pull, and have made it our job to work ourselves out of a job as rapidly as possible. As reward we have reaped a spirit truly collaborative: responsive to friendly provocation, constant in spuration, sensitive to responsibility (the latest: responsibility for the huge textbook printing for the autumn which has increased from 2 million to 5 million textbooks.)

4. Nor is the tempo of our Ministry more painful to ACC standards than is the ACC tempo to the nostalgia of many among you for civilian efficiency. My own Minister of Public Instruction is cautious of approach, philosophic in understanding, energetic in action, and foresighted in strategy. He has isolated the two characteristics that are unmistakably fascistic in education and has, therefore, set himself to budge the schools (1) away from war and (2) away from the barbarism of glory which, psychologically speaking, supports war. He is already preparing a charter to present to the constituent Assembly, to focus the affections of children upon the part of Italian history which offers them the most hope, i.e., upon the future, a prospect of modest cooperation with other nations instead of the late ideal of hollow autarchy with its present fruits of hunger.

5. This is the kind of slow steady progress which all educators are privileged to provoke; and we are helping to provoke it in Italy, even punitively.

Property Control Sub-Commission, Lt. Colonel C.Carroll:

1. The Director, Lt. Col. C.R.S. Harris, was hospitalized on July 9th as the result of a serious injury sustained in an automobile accident.

2. We now have a total of only 21 officers for all the regions and for headquarters. Some regions will have no Property Control officers. 4075

3. The following figures compare the number of properties taken under control in all of Sicily, Sardinia and the Mainland to and including the month of July 1944, also the number we expect to find in Regions VIII to XII, inclusive. Only two classes of property, real estate and commercial concerns, are covered. The property is of Italian nationals including French. 824 real estate and 96 commercial & industrial properties, totalling 920, were taken under control through July 1944. In regions VIII to XII, we expect to take control of over 3,000 real estate properties and nearly 800 commercial and industrial.

4. Prior to the occupation of Rome it had been the policy to assume actual and formal custody of properties. With the occupation of Rome this was changed to control

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

only, and formal taking of custody was abandoned. It is believed that there was little difference in legal effect between the two methods, but the paper work greatly reduced.

5. Since about mid-August we have been following a policy of taking only so much control as will prevent removal, destruction or waste, combined with a right to inspect, to advise, and to remove Fascist or obviously incompetent managers or sequestrators.

6. Two factors prompted these changes;
(a) insufficient personnel to permit of close control and management, and
(b) a desire to make certain the continuing and complete responsibility of the Italian Government.

7. We have advised the Combined Chiefs of Staff that we are ready and willing to furnish reports on properties in answer to requests from Allied owners. It seems likely that inquiries and reports will be channeled through consulates and embassies.

Monuments and fine Arts Sub-Commission, Major E. T. de Weld:

1. Since our last meeting, a new phase of activity has developed for this Sub-Commission.

2. Previously in Sicily and Southern Italy we had concerned ourselves with two opposite ends of our problem, the administrative and the actual problems of repair and salvage of monuments and objects damaged by the war. Since the Cassino offensive, the taking of Rome, and the operations in Tuscany we have been thrown up against problems of a more operational nature, which take their place between these other two problems. Our officers were with the troops entering Rome to check up on damage, saw that historical monuments were posted off bounds, and wrestled with the problems of attempted requisition of historical buildings. Other officers have been and are with the advancing 5th and 8th Armies giving their advice, making their preliminary inspections and reports of damage and seeing to the proper guarding of buildings or objects exposed to pillage. They also gather advance information.

3. It was only after we had arrived in Rome and again in Siena that we were able to get precise information about the various deposits in Tuscany and Northern Italy in which art objects, painting, sculpture were stored against air raids. As some of you know from the publicity which has been given this matter, there are some 25 deposits of art in the vicinity of Florence. About two thirds of these lie north of the city and in enemy hands. The other third which is now in our hands has to be guarded, inspected, and have its contents inventoried or checked by our officers; and this is done the moment they fall into the hands of our forces. It is often done while the fighting is still going on.

4. It is a tremendous responsibility. Imagine practically all the moveable treasures of Florence scattered about the countryside in this fashion exposed to pillage and destruction by shells or fire. I myself stayed in one of these places, the paintings contained therein being of a value of at least 50,000,000. dollars.

5. Apart from this active field work, the home office, so to speak, has not exactly been inactive itself. It has established close relations with its counterparts in the Italian Ministry of Popular Education by having weekly meetings with members of the Directorate of Monuments to discuss and put into effect collaborative action and to make it possible for Italian superintendents and experts to visit and initiate [illegible] to damaged monuments. For the control of the works of art in the above -

Declassified E.O. 12356 Section 3.3/NND No. 778021

much control as will prevent removal, destruction or waste, commandeering, to inspect, to advise, and to remove Fascist or obviously incompetent managers or sequestrators.

6. Two factors prompted these changes;
(a) insufficient personnel to permit of close control and management, and
(b) a desire to make certain the continuing and complete responsibility of the Italian Government.

7. We have advised the Combined Chiefs of Staff that we are ready and willing to furnish reports on properties in answer to requests from Allied owners. It seems likely that inquiries and reports will be channeled through consulates and embassies.

Monuments and fine Arts Sub-Commission, Major E. T. de Wald:

1. Since our last meeting, a new phase of activity has developed for this Sub-Commission.

2. Previously in Sicily and Southern Italy we had concerned ourselves with two opposite ends of our problem, the administrative and the actual problems of repair and salvage of monuments and objects damaged by the war. Since the Cassino offensive, the taking of Rome, and the operations in Tuscany we have been thrown up against problems of a more operational nature, which take their place between these other two problems. Our officers were with the troops entering Rome to check up on damage, saw that historical monuments were posted off bounds, and wrestled with the problems of attempted requisition of historical buildings. Other officers have been and are with the advancing 5th and 8th Armies giving their advice, making their preliminary inspections and reports of damage and seeing to the proper guarding of buildings or objects exposed to pillage. They also gather advance information.

3. It was only after we had arrived in Rome and again in Siena that we were able to get precise information about the various deposits in Tuscany and Northern Italy in which art objects, painting, sculpture were stored against air raids. As some of you know from the publicity which has been given this matter, there are some 25 deposits of art in the vicinity of Florence. About two thirds of these lie north of the city and in enemy hands. The other third which is now in our hands has to be guarded, inspected, and have its contents inventoried or checked by our officers; and this is done the moment they fall into the hands of our forces. It is often done while the fighting is still going on.

4. It is a tremendous responsibility. Imagine practically all the moveable treasures of Florence scattered about the countryside in this fashion exposed to pillage and destruction by shells or fire. I myself stayed in one of these places, the paintings contained therein being of a value of at least 50,000,000. dollars.

5. Apart from this active field work, the home office, so to speak, has not exactly been inactive itself. It has established close relations with its counterparts in the Italian Ministry of Popular Education by having weekly meetings with members of the Directorate of Monuments to discuss and put into effect collaborative action and to make it possible for Italian superintendents and experts to visit and initiate repairs to damaged monuments. For the control of the works of art in the above - mentioned deposits, two members of the Ministerial Staff were taken along to the gates of Florence to assist in the work.

6. We also carried out here in Rome in the deposits of the Vatican a check of the famous bronzes and paintings from the Naples Museum which had at one time been stored

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

at Montecassino, removed and brought to Rome by the Hermann Goering Division after three months. This check brought to light the fact that fifteen paints and four bronzes, among other things, were apparently retained by the Germans.

7. On the publications side of our ledger, I would report that all the seven small handbooks of Lists of Protected Monuments are now out and distributed, and that Soldiers' Guides to both Rome and Florence have been issued.

Colonel G. R. Upjohn, Acting Head, Administrative Section

1. The work of the Administrative Section has been well covered by the reports of the Heads of the Sub-Commissions. I would, however, like to comment on three matters:

a. As Colonel Spicer said, we have been for some time sending forward to liberated territory prefects, vice-prefects, etc. In conjunction with the Italian Government, teams of Italian officials are now being sent. This will greatly relieve this headquarters of work in connection with this matter. I would ask forward regions and Army AMGs not to call for these officials until they are actually needed. If you can't find suitable officials in recently liberated areas, then call on us.

b. Defascistization. Except in forward areas, this work is taken over by the Italian Government. At the beginning there were many false starts but I feel satisfied that the problem is now being tackled by the Government with energy. Several commissions have been appointed for this task. They have been told by Sforza to work on the highest officials first. The Italian Government now has working machinery that is gaining momentum and it is up to the Government to increase and maintain this momentum.

c. I refer to the problems of mine clearance. We are examining every possible way of dealing with this problem. There are many difficulties, like having the right detectors built and training operators for them. There are four different types of mines to deal with - British, American, Italian, and German. That is the problem we are now facing with the Italian Government. It is our task to assist them.

Declassified E.O. 12356 Section 3.3/NND No. 778502

Colonel G. R. Upjohn, Acting Head, Administrative Section

1. The work of the Administrative Section has been well covered by the reports of the Heads of the Sub-Commissions. I would, however, like to comment on three matters:

a. As Colonel Spicer said, we have been for some time sending forward to liberated territory prefects, vice-prefects, etc. In conjunction with the Italian Government, teams of Italian officials are now being sent. This will greatly relieve this headquarters of work in connection with this matter. I would ask forward regions and Army AMGs not to call for these officials until they are actually needed. If you can't find suitable officials in recently liberated areas, then call on us.

b. Defascistization. Except in forward areas, this work is taken over by the Italian Government. At the beginning there were many false starts but I feel satisfied that the problem is now being tackled by the Government with energy. Several commissions have been appointed for this task. They have been told by Sforza to work on the highest officials first. The Italian Government now has working machinery that is gaining momentum and it is up to the Government to increase and maintain this momentum.

c. I refer to the problems of mine clearance. We are examining every possible way of dealing with this problem. There are many difficulties, like having the right detectors built and training operators for them. There are four different types of mines to deal with - British, American, Italian, and German. That is the problem we are now facing with the Italian Government. It is our task to assist them.

4074

Declassified E.O. 12356 Section 3.3/NND No. 785021

IV -- REPORTS BY ECONOMIC SECTION

Commerce Sub-Commission, Colonel W. S. Evans

1. On July 10 the Industry and Commerce Sub-Commission was divided into two separate Sub-Commissions, since an increased rehabilitation of industry is envisaged with a consequent increase in commercial activity.

2. The functions of the Commerce Sub-Commission are to advise and assist the Italian organs and agencies on the following basic functions:

a. determination of needs for non-subsistence consumption goods, producers goods, and raw materials,

b. ascertainment of the local availability of same,

c. determination of necessary imports of non-subsistence goods or materials,

d. setting up of priorities calculated to ensure essential civilian needs,

e. promotion of exports with a view of improving the trade balance.

3. It will be necessary that the Chambers of Commerce be reinstituted to act as economic observers and furnish the Ministry of Industry and Commerce with necessary data to enable it to pursue a coordinated policy of rehabilitation and manufacture.

4. A draft of the proposed Decree and Statutes by the Ministry has been received. As soon as the proposed scheme has been examined by the Economic Section, Regional Commissioners will receive definite instructions.

5. Achievements to date on clothing and shoes have been limited to the repair of salvaged uniforms and salvaged shoes.

6. As regards price control, representations have been made to the Ministry of Industry and Commerce on the need of a Price Section to determine just and equitable prices on all commodities. Nothing definite has been done yet.

7. Exports for the period June-July amount to Lire 138,000,000, making a total of over Lire 500,000,000 from D day to July 31st.

8. The A.F.L.R. (Sardinian) Board has been closed down and its functions are now being done by ACC. Similar steps will soon be taken in Sicily.

9. Inventories of various materials, received from forward areas, are being received for allocation. A sizeable portion of these are made available to ACC.

Industry Sub-Commission, Colonel J. S. E. Todd

1. The Industry Sub-Commission has only been established since the last conference and is generally responsible for production, whereas the Commerce Sub-Commission is responsible for distribution.

2. Production in Italy depends on the solution of three main problems:

a. The provision of power -- Coal and electricity are needed as motive power.

b. The provision of raw materials -- Supplies, though arriving after

Declassified E.O. 12356 Section 3.3/NND No. 785021

a. determination of needs for non-subsistence consumption goods, producers goods, and raw materials,

b. ascertainment of the local availability of same,

c. determination of necessary imports of non-subsistence goods or materials,

d. setting up of priorities calculated to ensure essential civilian needs,

e. promotion of exports with a view of improving the trade balance.

3. It will be necessary that the Chambers of Commerce be reinstituted to act as economic observers and furnish the Ministry of Industry and Commerce with necessary data to enable it to pursue a coordinated policy of rehabilitation and manufacture.

4. A draft of the proposed Decree and Statutes by the Ministry has been received. As soon as the proposed scheme has been examined by the Economic Section, Regional Commissioners will receive definite instructions.

5. Achievements to date on clothing and shoes have been limited to the repair of salvaged uniforms and salvaged shoes.

6. As regards price control, representations have been made to the Ministry of Industry and Commerce on the need of a Price Section to determine just and equitable prices on all commodities. Nothing definite has been done yet.

7. Exports for the period June-July amount to Lire 138,000,000, making a total of over Lire 500,000,000 from D day to July 31st.

8. The A.F.L.R. (Sardinian) Board has been closed down and its functions are now being done by ACC. Similar steps will soon be taken in Sicily.

9. Inventories of various materials, received from forward areas, are being received for allocation. A sizeable portion of these are made available to ACC.

Industry Sub-Commission, Colonel J. S. E. Todd

1. The Industry Sub-Commission has only been established since the last Conference and is generally responsible for production, whereas the Commerce Sub-Commission is responsible for distribution.

2. Production in Italy depends on the solution of three main problems:

a. The provision of power -- Coal and electricity are needed as motive power.

b. The provision of raw materials -- Supplies, though arriving after some delay, are immediately put to productive use.

c. Transportation -- The solution of this problem is the most import-

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

ant of all. I suggest that a request be forwarded on the highest level for the lease to the Italian Government immediately of 15 LST's and 25 LCT's of sub-operational standard to provide a solution to the vital problem of moving raw materials to their points of use and the finished products to their points of consumption. Despite the difficulties of transport, a moderate volume of production is now being achieved, and the Armed Forces have been able to reduce their import program by a million tons over six months through acquisitions of local produce and production. However, this has been achieved largely by exploitation of capital resources, namely stocks of raw materials found on liberation, and it is necessary now to plan for continuing programs of industrial production. These are under way in such industries as hemp, leather, coal, sulphur, paper, chemical fertilizers and soap.

3. A study of necessary imports for the period October 1944-45 has recently been completed and will be correlated by the Economic Section into a composite overall picture for presentation to higher authority in Washington.

4. Relations between this Sub-Commission and the Italian Government are well coordinated, and the Italian officials concerned fully realize that it is up to them to gradually relieve this Sub-Commission of its executive functions, thus leaving it free to assume its proper role of supervising and advising.

Comments by Acting Chief Commissioner: I would like to add a word or two to the excellent report of this Sub-Commission which has touched upon a most important part of our work; the question of getting industry back into civilian hands; making available as much as possible from the resources of this country through civilian labor. It is true that during the war, the military needs of the Allies and Cobelligerents are prior to civilian needs, but we must distinguish between military necessity and military convenience. We must get factories which have had to be used in part or in whole for military purposes back to civilian management.

The question of transportation is indeed a serious one, and representations are being made to a higher level with regard to rail, motor, and merchant-shipping, as well as naval ships for transportation. However, with respect to the latter, LST's are as yet not being released.

Labor Sub-Commission, Colonel J. R. Bain

1. Since the last meeting, apart from the usual upset arising out of the move to Rome, our main concern has been with wage agreements. A number of Fascist injustices have been removed and by the introduction of something approaching the Trade Board principle used in the United Kingdom, real progress towards peace in the Sicilian Sulphur Industry has been made.

2. The wage problem plus a multitude of other problems, is, however, too big for the small staff we have, and so far the attempt to hand over to the Italian Government in accord with policy has not met with much success.

3. Recommendations have been made that Labor be split from the Industry and Commerce Ministry and a separate Ministry set up. In making this recommendation it is our considered opinion that unless something is done now, matters will get out of hand. Prices have been allowed to rocket, except in a very few cases. Wage demands will continue to be made and although we all know the answer is food and that men and women cannot eat lire, the people see things they could buy if they had more lire. They will not continue to accept the quantity theory of money no matter how sound. You cannot sublimate empty bellies.

4. At the moment vegetables and fruit are fairly plentiful - by the middle of November things may be still more difficult.

4073

Declassified E.O. 12356 Section 3.3/NND No. 785021

of capital resources, namely stocks of raw materials found on liberation, and it is necessary now to plan for continuing progress of industrial production. These are under way in such industries as hemp, leather, coal, sulphur, paper, chemical fertilisers and soap.

3. A study of necessary imports for the period October 1944-45 has recently been completed and will be correlated by the Economic Section into a composite overall picture for presentation to higher authority in Washington.

4. Relations between this Sub-Commission and the Italian Government are well coordinated, and the Italian officials concerned fully realize that it is up to them to gradually relieve this Sub-Commission of its executive functions, thus leaving it free to assume its proper role of supervising and advising.

Comments by Acting Chief Commissioner: I would like to add a word or two to the excellent report of this Sub-Commission which has touched upon a most important part of our work; the question of getting industry back into civilian hands; making available as much as possible from the resources of this country through civilian labor. It is true that during the war, the military needs of the Allies and Cobelligerents are prior to civilian needs, but we must distinguish between military necessity and military convenience. We must get factories which have had to be used in part or in whole for military purposes back to civilian management.

The question of transportation is indeed a serious one, and representations are being made to a higher level with regard to rail, motor, and merchant-shipping, as well as naval ships for transportation. However, with respect to the latter, LST's are as yet not being released.

Labor Sub-Commission, Colonel J. R. Bain

1. Since the last meeting, apart from the usual upset arising out of the move to Rome, our main concern has been with wage agreements. A number of Fascist injustices have been removed and by the introduction of something approaching the Trade Board principle used in the United Kingdom, real progress towards peace in the Sicilian Sulphur Industry has been made.

2. The wage problem plus a multitude of other problems, is, however, too big for the small staff we have, and so far the attempt to hand over to the Italian Government in accord with policy has not met with much success.

3. Recommendations have been made that Labor be split from the Industry and Commerce Ministry and a separate Ministry set up. In making this recommendation it is our considered opinion that unless something is done now, matters will get out of hand. Prices have been allowed to rocket, except in a very few cases. Wage demands will continue to be made and although we all know the answer is food and that men and women cannot eat lire, the people see things they could buy if they had more lire. They will not continue to accept the quantity theory of money no matter how sound. You cannot sublimate empty bellies.

4. At the moment vegetables and fruit are fairly plentiful - by the middle of November things may be still more difficult.

5. The wages front is more than cracking and unless more goods are made available a dangerous amount of inflation will result.

6. Again I must express the belief that a sudden turnover of labor administration to the Italian Government will be fatal to the interest of Italian labor.

RESTRICTED

4073

Declassified E.O. 12356 Section 3.3/NND No. 785021

Comments by Acting Chief Commissioner: In commenting on this report I should like to stress that the only way inflation can be really checked is to make an adequate supply of consumer goods available at least for a minimum subsistence level. All the Sub-Commissions of the Economic Section are concerned in this and are cooperating with the Labor Sub-Commission on this problem.

Agriculture Sub-Commission, Lieutenant Colonel W. A. Hartman

1. Cooperation between Allied and Italian agricultural organizations.

a. The work of the Agriculture Sub-Commission concerns itself with more than half of the human and physical resources of Italy. Its job is to maximize production and to make resources available where they are most needed.

b. We learned very early that the only opportunity we would have to carry out this work would be through Italian agricultural organizations. Progress to get the Ministry of Agriculture to strengthen its control on agriculture has been slow but steady: Many of the senior officials went North with the Republican Fascist Government and some of those remaining are regarded with suspicion and have not as yet been called back into service. Nuclei organization units are gradually being developed for each of the important Bureaus of the Ministry.

c. All Headquarters agricultural officers have met Ministry agricultural officials to discuss mutual problems, and ways and means to solve them. An important agreement at that meeting was that responsibility carried by Allied officers up to the present time would be assumed fully by responsible bureaus in the Ministry at the earliest possible date except for AMG territory.

d. To provide a basis for mutual understanding and full cooperation between the Allies and the Italian Authorities all basic memoranda, decrees, ministerial directives and other official releases concerning agriculture, forestry and fisheries as agreed upon by the Italian Ministry of Agriculture and the Agriculture Sub-Commission, were published under one cover in both Italian and English text. This publication will be available for all key Allied and Italian officials throughout Italy.

e. It is now generally agreed that the Fascist elements of the previous agricultural organization in Italy have been eliminated and that the foundation of the organization to harness more than half of the physical and human resources of Italy is becoming a more substantial democratic institution than had existed in Italy even prior to the war.

2. Granai del Popolo. Latest reports on the Granai del Popolo indicate that 340,000 tons of wheat had been turned into the Consorzio warehouses up to 12 August. This compares with 800,000 tons at the same date in 1942 which was one of the best seasons for collecting grain under the Fascist regime.

3. Proposed 1944-45 Agriculture Program. Information submitted by Italian and Allied agricultural field officers is being used by the Ministry and the Agriculture Sub-Commission to prepare the 1944-45 cropping program for all of Italy. This program which details some forty principle crops broken down to a provincial basis, will be completed and distributed to each Province about September 1. In setting up crop priorities only the short time view based on immediate military and civilian needs were considered.

Food Sub-Commission, Colonel W. J. Lear

1. The most important activities of the Food Sub-Commission during the past

Declassified E.O. 12356 Section 3.3/NND No. 778502

1. Cooperation between Allied and Italian agricultural organizations.

a. The work of the Agriculture Sub-Commission concerns itself with more than half of the human and physical resources of Italy. Its job is to maximize production and to make resources available where they are most needed.

b. We learned very early that the only opportunity we would have to carry out this work would be through Italian agricultural organizations. Progress to get the Ministry of Agriculture to strengthen its control on agriculture has been slow but steady: Many of the senior officials went North with the Republican Fascist Government and some of those remaining are regarded with suspicion and have not as yet been called back into service. Nuclei organization units are gradually being developed for each of the important Bureaus of the Ministry.

c. All Headquarters agricultural officers have met Ministry agricultural officials to discuss mutual problems, and ways and means to solve them. An important agreement at that meeting was that responsibility carried by Allied officers up to the present time would be assumed fully by responsible bureaus in the Ministry at the earliest possible date except for AMG territory.

d. To provide a basis for mutual understanding and full cooperation between the Allies and the Italian Authorities all basic memoranda, decrees, ministerial directives and other official releases concerning agriculture, forestry and fisheries as agreed upon by the Italian Ministry of Agriculture and the Agriculture Sub-Commission, were published under one cover in both Italian and English text. This publication will be available for all key Allied and Italian officials throughout Italy.

e. It is now generally agreed that the Fascist elements of the previous agricultural organization in Italy have been eliminated and that the foundation of the organization to harness more than half of the physical and human resources of Italy is becoming a more substantial democratic institution than had existed in Italy even prior to the war.

2. Granai del Popolo. Latest reports on the Granai del Popolo indicate that 340,000 tons of wheat had been turned into the Consorzio warehouses up to 12 August. This compares with 800,000 tons at the same date in 1942 which was one of the best seasons for collecting grain under the Fascist regime.

3. Proposed 1944-45 Agriculture Program. Information submitted by Italian and Allied agricultural field officers is being used by the Ministry and the Agriculture Sub-Commission to prepare the 1944-45 cropping program for all of Italy. This program which details some forty principle crops broken down to a provincial basis, will be completed and distributed to each Province about September 1. In setting up crop priorities only the short time view based on immediate military and civilian needs were considered.

Food Sub-Commission, Colonel W. J. Lacy

1. The most important activities of the Food Sub-Commission during the past three months have been:

a. Control and movement and allocation of domestic grain from surplus to deficient areas.

b. The feeding of newly liberated territory.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

c. The setting up of a Department of Alimentation at government level in order that the Italian Government may assume a full measure of administrative responsibility, now carried out by the Allied Control Commission through the Food Sub-Commission.

d. The preparation of plans for feeding all Italy for the ensuing months.

2. Plans for feeding static areas of the Mainland, Sicily, and Sardinia since July 1 were based on the normal expectation that wheat would be available. However, last minute diversions of wheat ships aggregating 18,000 tons of wheat had to be made to bridge the gap with a consequent delay in the introduction of the higher ration scale in these territories. This has now been regulated.

3. Owing to the speed of the advance from the Garigliano to the Arno, in addition to the usual Port Depots, inland Food Supply Depots were set up at short notice through the spine of Italy, south and northeast of Rome, at Orvieto and later at Siena, from where Eighth Army is being maintained and the people of Florence are being fed. Despite the acute difficulties of transportation, 30 days supply of foodstuffs for Florence, approximately 1000 truck loads, were stored in Siena several days before the fall of the city.

4. Turning to the food situation for Rome, it has been said and written that Rome is short of food. In certain respects there is a measure of truth in this statement. The destruction of normal sources of supply and communication and the fact that the Armies are being maintained through the same lines of communication as Rome are largely responsible for this situation. However, by the end of August it is planned to step up the present tonnage from 27,000 tons per month to about 50,000 tons per month. A supply committee within the Economic Section has been set up to procure increased supplies for Rome.

5. Of the monthly wheat requirements of 145,000 tons Italy's own contribution of domestic wheat is approximately 100,000 tons. The wheat requirements of Rome and Naples alone are 22,000 tons per month.

6. The acute shortage of olive oil has been due largely to the complete breakdown of the amassing policy in 1943-44. We are studying closely the problem and hope to be able to increase the supply of olive oil to the large urban areas.

7. As a result of an energetic drive to reduce the number of ration cards outstanding, appreciable reductions have been effected principally in Regions II and III. At present about 18,000,000 persons hold ration cards for bread. These constitute nearly 75% of the total population of Sicily, Sardinia and the Mainland south of the Pisa-Rimini line.

Public Works & Utilities Sub-Commission, Lieutenant Colonel L. A. Jenny

1. General.

a. Since the early Spring direct responsibility for public works administration has decreased markedly in South Italy and the Islands through causes both political and military. But on balance the over-all work of this Sub-Commission has greatly increased. As the Armies advance, their Engineer units hand over tasks in progress to AMG who, in turn, soon hand them over to us.

4072

b. Such responsibilities are direct and detailed, as opposed to advisory and supervisory functions; the residues left in Southern and certain Central Regions.

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. Plans for feeding static areas of the Mainland, Sicily, and Sardinia since July 1 were based on the normal expectation that wheat would be available. However, last minute diversions of wheat ships aggregating 18,000 tons of wheat had to be made to bridge the gap with a consequent delay in the introduction of the higher ration scale in these territories. This has now been regulated.

3. Owing to the speed of the advance from the Garigliano to the Arno, in addition to the usual Port Depots, inland Food Supply Depots were set up at short notice through the spine of Italy, south and northeast of Rome, at Orvieto and later at Siena, from where Eighth Army is being maintained and the people of Florence are being fed. Despite the acute difficulties of transportation, 30 days supply of foodstuffs for Florence, approximately 1000 truck loads, were stored in Siena several days before the fall of the city.

4. Turning to the food situation for Rome, it has been said and written that Rome is short of food. In certain respects there is a measure of truth in this statement. The destruction of normal sources of supply and communication and the fact that the Armies are being maintained through the same lines of communication as Rome are largely responsible for this situation. However, by the end of August it is planned to step up the present tonnage from 27,000 tons per month to about 50,000 tons per month. A supply committee within the Economic Section has been set up to procure increased supplies for Rome.

5. Of the monthly wheat requirements of 145,000 tons Italy's own contribution of domestic wheat is approximately 100,000 tons. The wheat requirements of Rome and Naples alone are 22,000 tons per month.

6. The acute shortage of olive oil has been due largely to the complete breakdown of the amassing policy in 1943-44. We are studying closely the problem and hope to be able to increase the supply of olive oil to the large urban areas.

7. As a result of an energetic drive to reduce the number of ration cards outstanding, appreciable reductions have been effected principally in Regions II and III. At present about 18,000,000 persons hold ration cards for bread. These constitute nearly 75% of the total population of Sicily, Sardinia and the Mainland south of the Pisa-Rimini line.

Public Works & Utilities Sub-Commission, Lieutenant Colonel L. A. Jenny

1. General.

a. Since the early Spring direct responsibility for public works administration has decreased markedly in South Italy and the Islands through causes both political and military. But on balance the over-all work of this Sub-Commission has greatly increased. As the Armies advance, their Engineer units hand over tasks in progress to AMG who, in turn, soon hand them over to us.

4072

b. Such responsibilities are direct and detailed, as opposed to advisory and supervisory functions; the residues left in Southern and certain Central Regions.

2. Functions.

a. In the whole long list of functions of this Sub-Commission the most important at present is electricity. Amongst miscellaneous works, anti-malarial measures ("Bonifiche") loom large.

b. In northeast Italy there will be problems of far greater importance and complexity than any experienced in the Pontine marshes.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778021

3. Personnel.

a. Against a total "ceiling" of 74 this Sub-Commission now has about 60 officers, of whom 75% are at work in the Regions.

b. All engineer activities, except electrical planning, are now under the Regional Engineer. He is the Advisor of the Regional Commissioner, and the fullest use should be made of him. In some instances recently there has been failure to do this and matters have been referred to Hq ACC that could have been settled better, and certainly more quickly, within the Region itself.

c. On the other hand some Regional Commissioners have protested strongly when the time came to transfer public works officers to places where their services were more urgently needed.

d. Such action militates against solution of pressing "personnel" problems, laid down in the form of positive orders by higher authority at ACC Hq. To cover a country the size of Italy with a mere 60 officers, and to guide and control an organization like the Genio Civile, is a formidable task.

e. Especially so when it is remembered that after being completely wrecked last year, that organization is even now only in a state of "early convalescence." Its personnel was gravely reduced, and plant and equipment and stocks of materials were wrecked by the Germans or taken north by them. The same applies to its principal firms of contractors.

f. Italian engineers are being engaged increasingly by this Sub-Commission, and we now have 23 at Hq and in Regions I to IV.

g. They are being trained to take the place of some of our own officers at a later date, who may have to be transferred.

4. Electric Power.

a. The Central Electrical Board was recently dissolved and its functions taken over by this Sub-Commission.

b. Responsibility for planning and electrical rehabilitation thus devolves on us. In the last 4 weeks a rapid survey shows that about 94% of the power plants in Central Italy have been destroyed. Only a fractional percentage of this can be restored by temporary repairs or other expedients, that is, within 3 or 6 months.

c. Strict rationing schemes started last February are still in force and must continue. Only by these means can Military and Service needs be met, and factories and plants under their control, be operated.

d. The Central Italy electrical position is, by comparison, disastrous.

e. In Northern Italy it may be even worse, if that is possible.

f. Italian industrial economy is "geared to electricity" and not to coal or oil.

g. Without it hardly a single factory can be restarted. Unemployment may continue, or increase. Ships will be needed to bring goods that the country itself should be producing. It will remain poorer than ever. Rehabilitation of the wrecked power-stations by Italian agencies therefore under the direction of this Sub-Commission and with material assistance such as only the U.S.A. and the U.K. can give, is at the moment by far the most urgent task confronting us.

Declassified E.O. 12356 Section 3.3/NND No. 785021

to do this and matters have been referred to Hq ACC that could have been settled better, and certainly more quickly, within the Region itself.

c. On the other hand some Regional Commissioners have protested strongly when the time came to transfer public works officers to places where their services were more urgently needed.

d. Such action militates against solution of pressing "personnel" problems, laid down in the form of positive orders by higher authority at ACC Hq. To cover a country the size of Italy with a mere 60 officers, and to guide and control an organization like the Genio Civile, is a formidable task.

e. Especially so when it is remembered that after being completely wrecked last year, that organization is even now only in a state of "early convalescence." Its personnel was gravely reduced, and plant and equipment and stocks of materials were wrecked by the Germans or taken north by them. The same applies to its principal firms of contractors.

f. Italian engineers are being engaged increasingly by this Sub-Commission, and we now have 23 at Hq and in Regions I to IV.

g. They are being trained to take the place of some of our own officers at a later date, who may have to be transferred.

4. Electric Power.

a. The Central Electrical Board was recently dissolved and its functions taken over by this Sub-Commission.

b. Responsibility for planning and electrical rehabilitation thus devolves on us. In the last 4 weeks a rapid survey shows that about 94% of the power plants in Central Italy have been destroyed. Only a fractional percentage of this can be restored by temporary repairs or other expedients, that is, within 3 or 6 months.

c. Strict rationing schemes started last February are still in force and must continue. Only by these means can Military and Service needs be met, and factories and plants under their control, be operated.

d. The Central Italy electrical position is, by comparison, disastrous.

e. In Northern Italy it may be even worse, if that is possible.

f. Italian industrial economy is "geared to electricity" and not to coal or oil.

g. Without it hardly a single factory can be restarted. Unemployment may continue, or increase. Ships will be needed to bring goods that the country itself should be producing. It will remain poorer than ever. Rehabilitation of the wrecked power-stations by Italian agencies therefore under the direction of this Sub-Commission and with material assistance such as only the U.S.A. and the U.K. can give, is at the moment by far the most urgent task confronting us.

h. These facts having been communicated it is hoped that Regional Commissioners will, within their respective spheres, keep the matter well in mind... by (a) compelling the civil population to save every possible "unit", whether for light or power, and (b) giving all administrative assistance to our officers, working in this particular field.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778021

5. Travel (Inspections). (Army Areas) Permission to make journeys into Army areas was cancelled on 13 August. Up to a week may now be taken to get necessary permission, and urgent inspections of damaged areas may be seriously delayed by this ruling. This is especially true concerning electrical plant rehabilitation studies, power-stations, water-supplies, and bridges.

6. War Damage.

a. A recent estimate by us, approximate, and based on various premises coupled with accumulated experience to date, shows that in the first 12 months after the War Italy may have to spend nearly 3 billion dollars, of which nearly 1 billion may be on imported plant, machinery, and structural materials.

This excludes the vast amount of work done in the last 9 months; e.g. hundreds of bridges rebuilt (in many cases allowing portable "Bailey" bridges to be released and taken forward by the Armies), several thousand kilometers of highways under special or routine repairs (on Military priorities), buildings, waterworks, gasworks, and other engineering and utility services wholly or partly rehabilitated.

b. July saw 41 new bridges started on main highways, in addition to several hundreds in hand. In all there were 239 separate contracts (increase 84 in July) totalling about 500 million lire in value.

c. Within limitations, already mentioned, it is satisfactory to record that Italian collaboration and assistance has been notable. There has been, throughout, close contact with the Genio Civile and also with technical and administrative heads of the many gas, water, and electricity companies.

d. With all this, it is not claimed that anything more than the early beginnings of a very big program have been attempted. Transport for structural material has been a desperately serious matter, and still is.

Much the same applies to plant; e.g. concrete mixers, stone-crushers and a hundred other things; and to materials, cement, bitumen, timber, steel and the rest.

e. These things are being slowly, but as quickly as possible, rectified.

Comments by Acting Chief Commissioner: Electric power, of course, is one of the most serious problems in Italy today. The most urgent representations have been made to import electrical equipment to check the serious shortage of electric power. The efforts of this Sub-Commission with our support will, I hope, be translated into the necessary aid which we must receive from abroad.

Finance Sub-Commission, Colonel A. P. Crafftey-Smith

1. With the formation of the Bonomi Government financial responsibility was divided between the Ministry of the Treasury and the Ministry of Finance. The Ministry of the Treasury has jurisdiction over the preparation of budgets, making of expenditures, the activities of banks, supervision of credit, stock exchanges and other financial institutions. The Ministry of Finance has responsibility for tax legislation and revenue collection.

4071

2. In line with the general policy of passing responsibility to the Italian Government, the Finance Sub-Commission arranged for the financing of all state, provincial and communal expenditures in newly liberated territory to be carried out by the Banca d'Italia. This may be contrasted with earlier practice in Sicily and Calabria [illegible] expenditures had to be financed by advances of Allied lire currency.

Declassified E.O. 12356 Section 3.3/NND No. 785021

a. A recent estimate by us, approximate, and based on various premises coupled with accumulated experience to date, shows that in the first 12 months after the War Italy may have to spend nearly 3 billion dollars, of which nearly 1 billion may be on imported plant, machinery, and structural materials.

This excludes the vast amount of work done in the last 9 months; e.g. hundreds of bridges rebuilt (in many cases allowing portable "Bailey" bridges to be released and taken forward by the Armies), several thousand kilometers of highways under special or routine repairs (on Military priorities), buildings, waterworks, gasworks, and other engineering and utility services wholly or partly rehabilitated.

b. July saw 41 new bridges started on main highways, in addition to several hundreds in hand. In all there were 239 separate contracts (increase 84 in July) totalling about 500 million lire in value.

c. Within limitations, already mentioned, it is satisfactory to record that Italian collaboration and assistance has been notable. There has been, throughout, close contact with the Genio Civile and also with technical and administrative heads of the many gas, water, and electricity companies.

d. With all this, it is not claimed that anything more than the early beginnings of a very big program have been attempted. Transport for structural material has been a desperately serious matter, and still is.

Much the same applies to plant; e.g. concrete mixers, stone-crushers and a hundred other things; and to materials, cement, bitumen, timber, steel and the rest.

e. These things are being slowly, but as quickly as possible, rectified.

Comments by Acting Chief Commissioner: Electric power, of course, is one of the most serious problems in Italy today. The most urgent representations have been made to import electrical equipment to check the serious shortage of electric power. The efforts of this Sub-Commission with our support will, I hope, be translated into the necessary aid which we must receive from abroad.

Finance Sub-Commission, Colonel A. P. Grafftey-Smith

1. With the formation of the Bonomi Government financial responsibility was divided between the Ministry of the Treasury and the Ministry of Finance. The Ministry of the Treasury has jurisdiction over the preparation of budgets, making of expenditures, the activities of banks, supervision of credit, stock exchanges and other financial institutions. The Ministry of Finance has responsibility for tax legislation and revenue collection.

4071

2. In line with the general policy of passing responsibility to the Italian Government, the Finance Sub-Commission arranged for the financing of all state, provincial and communal expenditures in newly liberated territory to be carried out by the Banca d'Italia. This may be contrasted with earlier practice in Sicily and Calabria where governmental expenditures had to be financed by advances of AM lire currency. A large amount of metropolitan lire was moved from Naples to Rome and deposited in the Banca d'Italia Rome on the afternoon of 5 June 1944. Rome in turn has supplied funds to the forward branches of the Banca d'Italia as they are opened and the staffs reconstituted. So far, rapid re-opening of the banks, in newly liberated areas has engendered confidence which, in turn, has resulted in a net inflow of currency into the banks and Post Office Savings Departments. This currency is deposited with the Banca d'Italia and meets the latter's needs for physical currency to cover Government expenditures.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. As in previous years the financing of the Granai del Popolo has been delegated to regional groups of banks. However, previously the difference between the cost of wheat and the proceeds of the sale of flour, which is the subsidy borne by the State, was carried for very long periods by the commercial banks and the Government was charged the exorbitant rate of 7½% interest. In some cases the arrears had not been paid since 1940. The Minister of the Treasury has now issued instructions that such arrears are to be paid immediately and in the future monthly statements are to be submitted to the Treasury and paid promptly, thus reducing the effective interest to half of 1%.

4. Instructions issued by the Combined Chiefs of Staff at the time of the invasion of Sicily ordered that AMG should block all safe deposit boxes, with access to such boxes permitted only in the presence of an Allied Officer. It has become apparent that a great increase in personnel would be required to carry out the desired supervision. Only a negligible amount of foreign currency, securities and gold has been found in the several thousand safe deposit boxes opened in Sicily, Sardinia and Southern Italy. On the basis of a year's experience, Finance Sub-Commission recommended to CCS that supervised access to safe deposit boxes be required only in the case of persons whose accounts and/or boxes had been blocked by AMG orders. It was recommended that access to all other safe deposit boxes be free. These recommendations were accepted by CCS and the new policy is now in force. It is anticipated that it will increase the confidence of the Italian public in their banking system and result in increased currency in-flow into the banks, as hoarded currency comes out of banks and passes into savings accounts. A further step towards a return to normal conditions has been the opening of the stock-exchanges in Rome and Naples.

5. Commissions for 'Epurazione' have been instituted at the Ministries of Treasury and Finance. One of the Committees under the Ministry of Treasury deals with financial institutions. Prior to the establishment of this committee and a working in close collaboration with the Minister of Treasury and the Banca d'Italia, the Finance Sub-Commission has suspended about 130 undesirable persons from office in finance institutions. It remains for the Italian designated committee to pass definitive judgment.

6. The Regional Commissioners may be interested to learn of the most recent developments arising out of Administrative Memorandum 95 issued by AFHQ regarding the payment of goods and services procured by the Armed Forces in Italian territory. A new Memorandum, No. 31, has been issued, without any previous reference to this Headquarters, requiring that ACC should set up an Italian agency to fill such requisitions for goods and services as may be passed to it by the Armed Forces; and to instruct the Italian Government to set up a lire account, similar to the franc account used in North Africa, from which all such payments would be made. No final decision on this controversial topic has yet been reached.

Transportation Sub-Commission, Colonel D. S. Adams

1. If Italy is to be fed, we must be able to move food supplies from surplus areas to deficit areas for distribution. The volume of this movement increases with the increase of occupied territory and is an over-load for the rail, highway and schooner transport now available for its movement.

2. As long as military operations in Italy continue, there will be a shortage of transport, which means that transport for both military and civil supplies must be carefully rationed. A brief explanation of the bidding system used to ration rail movement is desirable.

3. Our Sub-Commission representative attends the AAI Movements' weekly meeting at which all services "bid" for wagon space on military rail lines for the ensuing

Declassified E.O. 12356 Section 3.3/NND No. 678027

are to be submitted to the Treasury and paid promptly, thus reducing the [illegible] interest to half of 1%.

4. Instructions issued by the Combined Chiefs of Staff at the time of the invasion of Sicily ordered that AMG should block all safe deposit boxes, with access to such boxes permitted only in the presence of an Allied Officer. It has become apparent that a great increase in personnel would be required to carry out the desired supervision. Only a negligible amount of foreign currency, securities and gold has been found in the several thousand safe deposit boxes opened in Sicily, Sardinia and Southern Italy. On the basis of a year's experience, Finance Sub-Commission recommended to CCS that supervised access to safe deposit boxes be required only in the case of persons whose accounts and/or boxes had been blocked by AMG orders. It was recommended that access to all other safe deposit boxes be free. These recommendations were accepted by CCS and the new policy is now in force. It is anticipated that it will increase the confidence of the Italian public in their banking system and result in increased currency in-flow into the banks, as hoarded currency comes out of banks and passes into savings accounts. A further step towards a return to normal conditions has been the opening of the stock-exchanges in Rome and Naples.

5. Commissions for 'Epurazione' have been instituted at the Ministries of Treasury and Finance. One of the Committees under the Ministry of Treasury deals with financial institutions. Prior to the establishment of this committee and a working in close collaboration with the Minister of Treasury and the Banca d'Italia, the Finance Sub-Commission has suspended about 130 undesirable persons from office in finance institutions. It remains for the Italian designated committee to pass definitive judgment.

6. The Regional Commissioners may be interested to learn of the most recent developments arising out of Administrative Memorandum 95 issued by AFHQ regarding the payment of goods and services procured by the Armed Forces in Italian territory. A new Memorandum, No. 31, has been issued, without any previous reference to this Headquarters, requiring that ACC should set up an Italian agency to fill such requisitions for goods and services as may be passed to it by the Armed Forces; and to instruct the Italian Government to set up a lire account, similar to the franc account used in North Africa, from which all such payments would be made. No final decision on this controversial topic has yet been reached.

Transportation Sub-Commission, Colonel D. S. Adams

1. If Italy is to be fed, we must be able to move food supplies from surplus areas to deficit areas for distribution. The volume of this movement increases with the increase of occupied territory and is an over-load for the rail, highway and schooner transport now available for its movement.

2. As long as military operations in Italy continue, there will be a shortage of transport, which means that transport for both military and civil supplies must be carefully rationed. A brief explanation of the bidding system used to ration rail movement is desirable.

3. Our Sub-Commission representative attends the AAI Movements' weekly meeting at which all services "bid" for wagon space on military rail lines for the ensuing seven day period. He puts forward all civil supply requirements. Such of our traffic that is accepted by the military, is despatched by military trains within the period stipulated.

4. On other or civilian lines we obtain fixed monthly allocation of tonnage movement by rail divisions. All inter-Region civil supply movements come into Trans-

Declassified E.O. 12356 Section 3.3/NND No. 785021

portation Sub-Commission Headquarters and their movement is allocated from the basic tonnage allotted to ACC. The balance of the tonnage available for intra-Regional movement is then notified to the local Transportation Officer for his local movements.

5. The growth of our total rail movements is indicated by the figure of 170,000 tons for the month of July, as against 18,000 tons for December last. This is on the Mainland only.

6. To increase rail facilities available to us, we followed a policy of rapid rehabilitation of rail lines in rear areas in which we have had the full cooperation of the Italian Government, the Regional Commissioners and other officers concerned.

7. In the forward areas of the Armies, the Military Railway Service rapidly rebuilds the necessary rail lines. However, with the rapid moves of our armed forces in recent months, distances to rail-heads have necessarily been greater with also priority of movement for Army supply. This with increased area occupied and additional harvest requirements, has increased the demands for truck transport. With the general shortage of trucks and the heavy military demands, our requisitions put forward months ago for some 2,000 War Department vehicles, have not been filled. Further the 1,000 War Department vehicles allocated to us in February for early delivery have been slow in reaching us and the last of them are only now arriving.

8. Requisitioning locally of Italian trucks always has the effect of causing their disappearance, therefore we developed early a plan for the re-activation of motor haulage companies and placing the hauling on a commercial basis under a standard tariff of rates. This policy is showing increased success and a much greater number of civilian trucks are now coming into service; there are now some 3,000 Italian civil vehicles engaged in hauling civil supplies.

9. The Italian Government is cooperating and the standard tariff of rates worked out with them, has now been published as a decree and effective in all territory under the Italian Government. The same tariff is being supplied to Regions for application in new territory as they take it over.

10. In addition the Ministry of Communications of the Italian Government has just completed the draft of a new decree, the effect of which will be the establishment in the various provinces of central pools into which will be grouped all haulage companies with their vehicles; these will operate under the uniform tariff and under control, so that movement of priority goods, such as food supplies will be moved first. Once this agency, called E.N.A.C., is working efficiently, we can then hand over to it the various truck pools now operated by ACC officers.

11. To meet the increasing problem of spare parts for these vehicles, we have established a "parts" section with one officer in charge and Italian assistants. Spare parts located in some 31 parts ware-houses have been "frozen" and are being issued to meet the most urgent demands. Tires are a similar problem and are in extremely short supply, not only in Italy, but everywhere.

12. Schooners and Coasters are all under centralized control of "MEDSC". The majority of these vessels are used for military traffic. Our last allotment is only 13,000 D.W. tons. This allotment includes only nine schooners, slightly over 100 tons, the remainder being small schooners.

4070

13. In view of our serious transport needs and our responsibilities, as pointed out particularly by General Wilson this morning, it is my view that all schooners and coasters should be made available to ACC for the movement of civil supply; certainly those up to 500 tons should be made available at an early date. They should be decentralized for movement control, so that at least all of the smaller schooners could be based on home ports with Regional control of their movement.

Declassified E.O. 12356 Section 3.3/NND No. 785021

6. To increase rail facilities available to us, we followed a policy of rapid rehabilitation of rail lines in rear areas in which we have had the full cooperation of the Italian Government, the Regional Commissioners and other officers concerned.

7. In the forward areas of the Armies, the Military Railway Service rapidly rebuilds the necessary rail lines. However, with the rapid moves of our armed forces in recent months, distances to rail-heads have necessarily been greater with also priority of movement for Army supply. This with increased area occupied and additional harvest requirements, has increased the demands for truck transport. With the general shortage of trucks and the heavy military demands, our requisitions put forward months ago for some 2,000 War Department vehicles, have not been filled. Further the 1,000 War Department vehicles allocated to us in February for early delivery have been slow in reaching us and the last of them are only now arriving.

8. Requisitioning locally of Italian trucks always has the effect of causing their disappearance, therefore we developed early a plan for the re-activation of motor haulage companies and placing the hauling on a commercial basis under a standard tariff of rates. This policy is showing increased success and a much greater number of civilian trucks are now coming into service; there are now some 3,000 Italian civil vehicles engaged in hauling civil supplies.

9. The Italian Government is cooperating and the standard tariff of rates worked out with them, has now been published as a decree and effective in all territory under the Italian Government. The same tariff is being supplied to Regions for application in new territory as they take it over.

10. In addition the Ministry of Communications of the Italian Government has just completed the draft of a new decree, the effect of which will be the establishment in the various provinces of central pools into which will be grouped all haulage companies with their vehicles; these will operate under the uniform tariff and under control, so that movement of priority goods, such as food supplies will be moved first. Once this agency, called E.N.A.C., is working efficiently, we can then hand over to it the various truck pools now operated by ACC officers.

11. To meet the increasing problem of spare parts for these vehicles, we have established a "parts" section with one officer in charge and Italian assistants. Spare parts located in some 31 parts ware-houses have been "frozen" and are being issued to meet the most urgent demands. Tires are a similar problem and are in extremely short supply, not only in Italy, but every here.

12. Schooners and Coasters are all under centralized control of "MEDRO". The majority of these vessels are used for military traffic. Our last allotment is only 13,000 D.W. tons. This allotment includes only nine schooners, slightly over 100 tons, the remainder being small schooners.

4070

13. In view of our serious transport needs and our responsibilities, as pointed out particularly by General Wilson this morning, it is my view that all schooners and coasters should be made available to ACC for the movement of civil supply; certainly those up to 500 tons should be made available at an early date. They should be decentralized for movement control, so that at least all of the smaller schooners could be based on home ports with Regional control of their movement.

14. Coal division. Since the last meeting, the Ministry of Communications has re-organized the former coal organization under the Italian State Railways, in order to assume the task of the handling and distribution of coal. This will be handed over to them at such time as agreed with AFHQ.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

15. Our coal division has arranged for the supply of a substantial quantity of lignite for Rome from the Mines near Grosseto. This Mine has a total capacity of some 600 tons per day and will be in operation in not more than 60 days; however, in the meantime, existing stock piles will permit our moving 450 tons per day to Rome. Fortunately this is a Rail back-haul, so that our bid for this Movement by Rail has been accepted.

Shipping Sub-Commission, Mr. J. Gibson Graham

1. Some difficulties have arisen as between the Shipping Authorities and the A.C.C. but it is felt that these arise more from misunderstanding than from any other reason. One of the basic principles which has been accepted in this war is that shipping as a whole shall be operated in an Allied Pool, but where possible the shipping of one nationality shall be used for the needs of that nationality, subject to War needs and considerations.

2. All shipping within the Mediterranean is controlled through C-in-C Med. under directives from Washington and London by the Representatives of the War Shipping Administration and the Ministry of War Transport, who also comprise the Shipping Sub-Commission. These Representatives, of necessity, require knowledge of the requirements of the various Services and the Civil Authorities, otherwise they are completely in the dark as to where shipping will be required. Not unnaturally, the demands of the Services for shipping are extensive and paramount. In fact, these demands have to be most carefully watched by the Shipping Authorities else the total shipping available, including the dock facilities, would be entirely absorbed by these needs without regard to civil requirements. This continual battle between military and civil needs is not impossible of solution provided, and provided only, that requirements are stated at given periods in total in order that the amount of shipping available may be allocated fairly and in co-ordination with the various authorities.

3. It may interest the Conference to know that the estimated monthly lift of Coastal tonnage within the area is some 125,000 tons of which only some 20% is Italian. Bids for the use of this tonnage amount to some 140,000 tons, but it is gratifying to note that as a result of pressure on the Services authorities, they have included in their bid for tonnage certain items of civil requirements, and as a result it is equally gratifying to note that it is expected that in the month of September some 38000 tons of Sardinian coal will be carried to Sicily and Italy, sulphur to Italy from Sicily, etc. This has not been achieved by Italian tonnage, but by the use of the Shipping Pool of Allied tonnage by the Shipping authorities mentioned.

4. Where apparently the greatest difference of opinion has arisen, has been in the operation of the Italian schooner fleet. It has been found necessary by pure force of circumstance to make some modification in the originally conceived plan for the operation of this fleet, and steps have been taken which should result in its proper use to the satisfaction of the total needs. It may be of interest to record that this schooner fleet as known at present comprises some 550 vessels with a total of 42,824 tons carrying capacity. Naval and military requirements at the moment have absorbed 28,410 tons of this fleet, leaving 14,414 tons for entirely civil needs. The Shipping Sub-Commission feel that this is an improper balance and are carrying on negotiations with the Services for the release of at least part of the schooners engaged in naval and military services. What the Shipping Sub-Commission recommend however, is that a bread statement of requirements by the Economic Section of the Allied Control Commission on a monthly basis be made in order that directives may be issued to CC.GE.MA to allocate such of the schooner fleet as is available into that service.

5. The present system whereby each individual area felt it their prescriptive right to allocate a schooner which arrived at that port within that area, to some local service or to some local requirement, does not lend itself to the proper use of this schooner traffic. It is only with the possession of knowledge of the ACC's complete requirements that the Shipping Sub-Commission can act as advocate with the

Declassified E.O. 12356 Section 3.3/NND No. 785021

Shipping Sub-Commission, Mr. J. Gibson Graham

1. Some difficulties have arisen as between the Shipping Authorities and the A.C.C. but it is felt that these arise more from misunderstanding, than from any other reason. One of the basic principles which has been accepted in this war is that shipping as a whole shall be operated in an Allied Pool, but where possible the shipping of one nationality shall be used for the needs of that nationality, subject to War needs and considerations.

2. All shipping within the Mediterranean is controlled through C-in-C Med. under directives from Washington and London by the Representatives of the War Shipping Administration and the Ministry of War Transport, who also comprise the Shipping Sub-Commission. These Representatives, of necessity, require knowledge of the requirements of the various Services and the Civil Authorities, otherwise they are completely in the dark as to where shipping will be required. Not unnaturally, the demands of the Services for shipping are extensive and paramount. In fact, these demands have to be most carefully watched by the Shipping Authorities else the total shipping available, including the dock facilities, would be entirely absorbed by these needs without regard to civil requirements. This continual battle between military and civil needs is not impossible of solution provided, and provided only, that requirements are stated at given periods in total in order that the amount of shipping available may be allocated fairly and in co-ordination with the various authorities.

3. It may interest the Conference to know that the estimated monthly lift of Coastal tonnage within the area is some 125,000 tons of which only some 20% is Italian. Efforts for the use of this tonnage amount to some 140,000 tons, but it is gratifying to note that as a result of pressure on the Services authorities, they have included in their bid for tonnage certain items of civil requirements, and as a result it is equally gratifying to note that it is expected that in the month of September some 38000 tons of Sardinian coal will be carried to Sicily and Italy, sulphur to Italy from Sicily, etc. This has not been achieved by Italian tonnage, but by the use of the Shipping Pool of Allied tonnage by the Shipping authorities mentioned.

4. There apparently the greatest difference of opinion has arisen, has been in the operation of the Italian schooner fleet. It has been found necessary by pure force of circumstance to make some modification in the originally conceived plan for the operation of this fleet, and steps have been taken which should result in its proper use to the satisfaction of the total needs. It may be of interest to record that this schooner fleet as known at present comprises some 550 vessels with a total of 42,824 tons carrying capacity. Naval and military requirements at the moment have absorbed 28,410 tons of this fleet, leaving 14,414 tons for entirely civil needs. The Shipping Sub-Commission feel that this is an improper balance and are carrying on negotiations with the Services for the release of at least part of the schooners engaged in naval and military services. What the Shipping Sub-Commission recommend however, is that a broad statement of requirements by the Economic Section of the Allied Control Commission on a monthly basis be made in order that directives may be issued to CO.GE.MA to allocate such of the schooner fleet as is available into that service.

5. The present system whereby each individual area felt it their prescriptive right to allocate a schooner which arrived at that port within that area, to some local service or to some local requirement, does not lend itself to the proper use of this schooner traffic. It is only with the possession of knowledge of the ACC's complete requirements that the Shipping Sub-Commission can act as advocate with the other authorities for the release of tonnage for these civil needs. It is felt that no great difficulty should present itself in the production of such a statement which would, in fact, merely show the requirement of so many tons of vegetables, food, salt, wines, etc. in one area to another on a monthly basis which would result in a statement

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

from the Shipping Sub-Commission of how far this program could be implemented, and a monthly statement of what had been achieved. It is felt also that this would prevent a spirit of acrimony arising over one particular ship.

Vice President, Economic Section - Brigadier General William G. O'Dwyer

1. Today is the first opportunity I have been afforded to meet many of my co-workers in the ACC, and from listening to the preceding addresses, I have learned many new features about my own job. From the preceding addresses I have seen that ours is a common job, and that it is only with mutual cooperation that the common job will be done well.

2. It takes 1400 tons of food per day to feed the city of Rome. Colonel Poletti and I have been fighting ceaselessly to get a continual supply of potatoes for the people of Rome. The principal problem in connection with this is the lack of means of transportation or "wheels" to divert necessary commodities from overstocked regions to those regions where there is a complete lack of these essentials. As a sideline, the Apulian region is overstocked with wine, whereas the vicinity of Rome is without wine. With the proper "wheels", this Apulian excess could be shipped to Rome for a proper celebration of the day of the impending Allied victory.

3. From October until July, continental Italy alone has furnished the Allied Armies with 150,000 tons of food and 110,000 sheep.

4. Hoarding of food presents another problem to be overcome. This practice is especially notorious in Sicily, where it has led to many convictions and jail sentences.

5. Work on the reconstruction of the railroad bridge at Grosseto has been proceeding well with three daily shifts of laborers, and when completed, this bridge will insure a constant supply of lignite for the city of Rome.

6. Fishing boats, working the neighboring waters, will help greatly in relieving the omnipresent food problem.

7. Clearing of wreckage in ports and general rehabilitation of transport are other problems receiving attention. The war, however, is not yet ended, and military requirements still have priority over civil needs.

8. Both nations will be judged by the work done here in Italy, and the ACC is playing an important part in this work. In view of this, mutual co-operation should be the keynote for all operations of the ACC.

V --- REPORTS BY INDEPENDENT SUB-COMMISSIONS

Reports by the Naval, Army, and Air Sub-Commissions are included in the classified supplement to these Minutes.

- - - - - - - - - -

Communications Sub-Commission, Colonel J. L. Henderson

1. Telegraph and Telephone Services.

4069

a. In the old Government area (i.e. South of Naples) matters are within a reasonable distance of normal services. About 80% of the telegraph offices are in service; long-distance telephone calls are permitted to civil subscribers throughout the area, though the limited facilities often mean lengthy delays in completing calls.

b. In the new Government area (i.e. including Rome City and province

Declassified E.O. 12356 Section 3.3/NND No. 785021

will be done well.

2. It takes 1400 tons of food per day to feed the city of Rome. Colonel Poletti and I have been fighting ceaselessly to get a continual supply of potatoes for the people of Rome. The principal problem in connection with this is the lack of means of transportation or "wheels" to divert necessary commodities from overstocked regions to those regions where there is a complete lack of these essentials. As a sideline, the Apulian region is overstocked with wine, whereas the vicinity of Rome is without wine. With the proper "wheels", this Apulian excess could be shipped to Rome for a proper celebration of the day of the impending Allied victory.

3. From October until July, continental Italy alone has furnished the Allied Armies with 150,000 tons of food and 110,000 sheep.

4. Hoarding of food presents another problem to be overcome. This practice is especially notorious in Sicily, where it has led to many convictions and jail sentences.

5. Work on the reconstruction of the railroad bridge at Grosseto has been proceeding well with three daily shifts of laborers, and when completed, this bridge will insure a constant supply of lignite for the city of Rome.

6. Fishing boats, working the neighboring waters, will help greatly in relieving the omnipresent food problem.

7. Clearing of wreckage in ports and general rehabilitation of transport are other problems receiving attention. The war, however, is not yet ended, and military requirements still have priority over civil needs.

8. Both nations will be judged by the work done here in Italy, and the ACC is playing an important part in this work. In view of this, mutual co-operation should be the keynote for all operations of the ACC.

V --- REPORTS BY INDEPENDENT SUB-COMMISSIONS

Reports by the Naval, Army, and Air Sub-Commissions are included in the classified supplement to these Minutes.

- - - - - - - - - -

Communications Sub-Commission, Colonel J. L. Henderson

1. Telegraph and Telephone Services.

4069

a. In the old Government area (i.e. South of Naples) matters are within a reasonable distance of normal services. About 80% of the telegraph offices are in service; long-distance telephone calls are permitted to civil subscribers throughout the area, though the limited facilities often mean lengthy delays in completing calls.

b. In the new Government area (i.e. including Rome City and province, Foggia, etc.) matters are very different owing to the wide strip of intervening devastated area. Government telephone and telegraph services from Rome to the South were opened on 1st July; the resumption of civil telegraphs from Rome was commenced on 21st July, but the general resumption of civil long-distance telephone facilities from this area will have to wait some time yet. Even the telegraph facilities are as yet inadequate to deal with the traffic (about 5000 telegrams a day through the Rome office)

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

without heavy delay. In Rome, it was necessary to cut down the load on telephone exchanges to make room for the military traffic; this was done by a limitation of number of calls, which has, I think, been generally successful, though it has been the subject of some protests; it has I think been preferable to the alternative system of trying to select essential subscribers. In the new area, other than the city of Rome, services are being restored as quickly as limited transport and stores will permit, but communications are still very sparse.

3. Postal Services. The normal services for foreign as well as internal mail was opened to the city of Rome on 15th July, and have been subsequently extended to the provinces of Rome, Littoria, Frosinone, Campobasso, Aquila, Chieti, Pescara, Teramo, and Foggia.

4. Censorship. The activities and results of censorship are confidential and cannot be reported on. The policy governing the existence of censorship in this country is however a matter of general interest, and not confidential. It is an agreed policy between the Italian Government, the ACC, and the military authorities that civil censorship shall only be retained where considered necessary to military security, and that it shall not be under control of a civil branch of Government. Censorship control therefore, where not directly exercised by Allied officers, as it necessarily is in forward areas or ports, has been removed from control by the Ministry of the Interior; it cannot therefore be used as a method of political information, with the ultimate object of suppressing opposition to the Government. Also, censorship is abolished completely where no longer considered necessary as an instrument of military security, this now being the sole criterion for its continuance. Censorship exists in fact in only 13 out of the 30 provinces now under Italian Administration.

War Materials Disposal & Italian Prisoners of War Sub-Commission, Lieutenant Colonel J. A. Campbell

1. During July a quantity of radio equipment was found and returned to the Italian forces, the approximately value was given as 8 million lire.

2. A store of new boots and leather were saved from Allied soldiers, and although we were a little late on the scene, we were able to save and hand back to the Italian authorities over 800 pairs of new boots and 200 kilos of leather.

3. New M.T. spares, including a considerable number of engine, gear box, and back axle assemblies were returned to the Italian services.

4. On 29 July the title of the Sub-Commission was changed to War Material Disposal and Italian Prisoners of War Sub-Commission. For some time the work in connection with Italian Prisoners of War had been dealt with by myself and staff.

5. The High Commissioner for Prisoners of War, on behalf of the Italian Government, requested reasons why Italians should still remain as PW while others fought alongside the Allies. Volunteer PW are called cooperators. Considerable numbers of PW have volunteered to work with the Allies in any kind of work except actual combat. They are granted more privileges than ordinary PW, receive more pay, etc.

6. Financial problems re PWs were referred to Finance Sub-Commission and a solution to some of these problems has still to be found.

7. New regulations regarding repatriation of Italian prisoners of war were issued. Prisoners of war over 60 years of age, or over 50 years who have done 2 years internment can be released on compassionate grounds. Prisoners of war who can be employed in specific judicial and administrative positions for the furtherance of the war effort in Italy will be considered for repatriation. Release on any other condition will only be considered on special compassionate grounds, and the grounds must be such that an Allied soldier under similar circumstances would be repatriated

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. Postal Services. The normal services for foreign as well as internal mail was opened to the city of Rome on 15th July, and have been subsequently extended to the provinces of Rome, Littoria, Frosinone, Campobasso, Aquila, Chieti, Pescara, Teramo, and Foggia.

4. Censorship. The activities and results of censorship are confidential and cannot be reported on. The policy governing the existence of censorship in this country is however a matter of general interest, and not confidential. It is an agreed policy between the Italian Government, the ACC, and the military authorities that civil censorship shall only be retained where considered necessary to military security, and that it shall not be under control of a civil branch of Government. Censorship control therefore, where not directly exercised by Allied officers, as it necessarily is in forward areas or ports, has been removed from control by the Ministry of the Interior; it cannot therefore be used as a method of political information, with the ultimate object of suppressing opposition to the Government. Also, censorship is abolished completely where no longer considered necessary as an instrument of military security, this now being the sole criterion for its continuance. Censorship exists in fact in only 13 out of the 30 provinces now under Italian Administration.

War Materials Disposal & Italian Prisoners of War Sub-Commission, Lieutenant Colonel J. A. Campbell

1. During July a quantity of radio equipment was found and returned to the Italian forces, the approximately value was given as 8 million lire.

2. A store of new boots and leather were saved from Allied soldiers, and although we were a little late on the scene, we were able to save and hand back to the Italian authorities over 800 pairs of new boots and 200 kilos of leather.

3. New M.T. spares, including a considerable number of engine, gear box, and back axle assemblies were returned to the Italian services.

4. On 29 July the title of the Sub-Commission was changed to War Material Disposal and Italian Prisoners of War Sub-Commission. For some time the work in connection with Italian Prisoners of War had been dealt with by myself and staff.

5. The High Commissioner for Prisoners of War, on behalf of the Italian Government, requested reasons why Italians should still remain as PW while others fought alongside the Allies. Volunteer PW are called cooperators. Considerable numbers of PW have volunteered to work with the Allies in any kind of work except actual combat. They are granted more privileges than ordinary PW, receive more pay, etc.

6. Financial problems re PWs were referred to Finance Sub-Commission and a solution to some of those problems, has still to be found.

7. New regulations regarding repatriation of Italian prisoners of war were issued. Prisoners of war over 60 years of age, or over 50 years who have done 2 years internment can be released on compassionate grounds. Prisoners of war who can be employed in specific judicial and administrative positions for the furtherance of the war effort in Italy will be considered for repatriation. Release on any other condition will only be considered on special compassionate grounds, and the grounds must be such that an Allied soldier under similar circumstances would be repatriated to his own country.

- - - - - - - -

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

The Conference closed at 1830. Attention is directed to "SECRET" supplement made a part of these Minutes.

ROBERT E. DOE
Major, A.C.E.
Secretary General

DISTRIBUTION:

1 - A/CC
2 - SG
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Rep. Com.
7 - PRB
1 - 8 Army AMG
3 - 5 Army AMG
12 - G-5, AFHQ

Declassified E.O. 12356 Section 3.3/NND No. 78 5021

DISTRIBUTION:

1 - A/CC
2 - SC
1 - en VP
1 - en Sub-Com. Head
1 - en Reg. Com.
7 - PRB
1 - 8 Army AMG
3 - 5 Army AMG
12 - G-5, AFHQ

4068

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778502/

SECRET

(77)

MINUTES OF

REGIONAL COMMISSIONERS CONFERENCE

held on 23rd Aug 1944

0930 hrs.

The Executive Commissioner presided.

ACTION

Opening Remarks.

1. The Executive Commissioner, Brig. M. S. Lush, opened the meeting by thanking Regional Commissioners for their good work and warned them of more difficult work ahead in the North of Italy. He outlined the procedure for manning the Northern Regions.

2. So far we had applied the principle that where there were Allied troops and installations we had to have ACC officers, but from the point of view of Sicily, and possibly later on, Southern Italy, there might come a time when we felt that we could hand the country back to the Italian authorities entirely. We must always keep in mind that the presence of Allied Military officers did help to maintain law and order.

3. Col. Hancock, (late Region I), was of the opinion that a gradual and complete withdrawal was feasible, leaving an ACC LO with HQ 56 Area. Brig. Carr, (Region I), agreed in principle. There were details such as issue and safeguarding of imported food to be considered. Col. Poletti, (Region III), saw no difference between Sicily and Southern Italy, from the point of view of government from Naples. He considered the time was coming when ACC ought to operate the whole area from Rome.

4. Executive Commissioner raised the point of contacts with Allied HQs and the collection of information. Mr. Antolini (Econ. Section), said the Amassi had to be considered but there was no reason why the Italians should not do it effectively. One liaison officer should be kept as a point of contact. Six experts were coming out from London who could work with the local governments. Mr. H. Caccia (Political Section) said that the handing over was entirely in line with our policy in so far as the Italian Government was able to carry the burden. But we must not put on the Italians anything beyond their strength which would lead to disorder. He asked if Sicily might not get out of hand supposing it was left in the hands of one senior officer comparable to a Regional Commissioner and only Liaison Officers with Allied installations, plus some civilian personnel on specialist jobs. Col. Hancock said occasional outbreaks were possible but no difficulties had yet arisen. Col. Temperley (R.C. designate, Southern Region) agreed with Col. Poletti on the absence of an Italian High Commissioner for Southern Italy. Col. Chapman (Region III) considered there was still too much responsibility on ACC officers and that specialist officers should be taken away, in order that the Italians might be forced to handle their own operations, but that a Provincial Commissioner should be retained in each province for liaison

4067

Declassified E.O. 12356 Section 3.3/NND No. 785021

The Executive Commissioner presided.

ACTION

Opening Remarks.

1. The Executive Commissioner, Brig. M. S. Lush, opened the meeting by thanking Regional Commissioners for their good work and warned them of more difficult work ahead in the North of Italy. He outlined the procedure for manning the Northern Regions.

2. So far we had applied the principle that where there were Allied troops and installations we had to have ACC officers, but from the point of view of Sicily, and possibly later on, Southern Italy, there might come a time when we felt that we could hand the country back to the Italian authorities entirely. We must always keep in mind that the presence of Allied Military officers did help to maintain law and order.

3. Col. Hancock, (late Region I), was of the opinion that a gradual and complete withdrawal was feasible, leaving an ACC LO with HQ 56 Area. Brig. Carr, (Region I), agreed in principle. There were details such as issue and safeguarding of imported food to be considered. Col. Poletti, (Region III), saw no difference between Sicily and Southern Italy, from the point of view of government from Naples. He considered the time was coming when ACC ought to operate the whole area from Rome.

4. Executive Commissioner raised the point of contacts with Allied HQs and the collection of information. Mr. Antolini (Econ. Section), said the Amassi had to be considered but there was no reason why the Italians should not do it effectively. One liaison officer should be kept as a point of contact. Six experts were coming out from London who could work with the local governments. Mr. H. Caccia (Political Section) said that the handing over was entirely in line with our policy in so far as the Italian Government was able to carry the burden. But we must not put on the Italians anything beyond their strength which would lead to disorder. He asked if Sicily might not get out of hand supposing it was left in the hands of one senior officer comparable to a Regional Commissioner and only Liaison Officers with Allied installations, plus some civilian personnel on specialist jobs. Col. Hancock said occasional outbreaks were possible but no difficulties had yet arisen. Col. Temperley (R.C. designate, Southern Region) agreed with Col. Poletti on the absence of an Italian High Commissioner for Southern Italy. Col. Chapman (Region III) considered there was still too much responsibility on ACC officers and that specialist officers should be taken away, in order that the Italians might be forced to handle their own operations, but that a Provincial Commissioner should be retained in each province for liaison with the Army and contact with Italian officials. He believed we should keep fully staffed or hand over completely. Col. Upjohn (Admin. Section) said it would impose an impossible strain on the Provincial Commissioner. Col. Fiske, (Dep. Executive Commissioner) said that contemplating the possibility of occupation of the North it was necessary to cut down in the South. We must have experienced people in industrial areas. Anything to reduce our commitments in the South should be done.

4067

SECRET

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

5. The Executive Commissioner asked R.C's Sicily, Sardinia and Southern Region to consider the matter and report in a month's time. The matter would also be re-examined at ACC HQ. Brig. Lush asked Col. Temperley to report as soon as possible on the early handing over of Naples Commune from AMG to Italian Government.

6. Executive Commissioner said he would like to underline General Maitland Wilson's remarks the previous day on discipline among subordinate officers. Provincial Commissioners should be instructed to think deeply on the subject. It was almost inevitable where officers were living alone that they should lose some of the effects of military discipline and that those inexperienced in civil administration should tend to be over-impressed by the local aspect of affairs. Regional Commissioners in the Southern Regions should examine the question of transferring such officers. Brig. Lush congratulated Regional Commissioners on their monthly reports and sitreps. AFHQ had asked to be kept more fully in the picture and he believed that we had been able to do this. Col. Lewin-Harris (G-5 AFHQ) agreed.

Planning for the Northern Regions.

7. Executive Commissioner announced that Col. Fiske and Col. Albright (HQ ACC) with Brig. Dunlop and Cols. Hancock and Feasey, would be responsible for planning for Regions 10, 11 and 12. By Sept. 1st officers were wanted to the scale of Appendix C from Sardinia, Sicily and Southern Region and also from Region V. An establishment had been created for 250 extra British officers. It was hoped also to get a few additional American officers. They would be sent on a short course of civil affairs and then to Regions V, VIII and IX, and the two Armies, for experience. Southern Region would be activated on Aug. 28th.

8. Col. Albright, (Establishment Officer) said we would have to take officers from Regions IV and VIII and a few from Region IX. An order was being issued immediately to Regions II, III and VII assigning all officers who would remain in Southern Regions. Exec. Commissioner drew the attention of Col. Lewin-Harris (G-5 AFHQ) to the fact that the additional officers were wanted quickly. When pressed to give a figure of how many of the requisite 250 could be produced by Sept. 15th, Col. Lewin-Harris said he thought probably 50 including the present attachment. Exec. Commissioner said that with 70 - 75 from the Southern Region this should provide about 120 officers.

R.C.Reg IV
RC/MG Sec.
Estab.Br.

9. Col. Poletti asked if Enlisted Men waiting in the Replacement Pool could be used. Col. Lewin-Harris said that if names were known they should be sent to G-5 AFHQ.

10. Executive Commissioner said he thought the scheme of following up the Army was successful. Brig. Dunlop supported it and hoped it would be possible to have the same arrangement in future. Exec. Commissioner said we must be prepared for disintegration in the North and the necessity of sending teams in very rapidly. Col. Fiske said the Army was alive to the dangers in the first days of taking over and that the question of command was still to be settled. He saw no reason why teams should not go forward with the entering troops. Executive Commissioner said that if it was a question of the Armies fighting their way in, the present plan would be followed. If it was a question of collapse, we wanted a plan quickly from G-5.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Maitland Wilson's remarks the previous day on discipline among subordinate officers. Provincial Commissioners should be instructed to think deeply on the subject. It was almost inevitable where officers were living alone that they should lose some of the effects of military discipline and that those inexperienced in civil administration should tend to be over-impressed by the local aspect of affairs. Regional Commissioners in the Southern Regions should examine the question of transferring such officers. Brig. Lush congratulated Regional Commissioners on their monthly reports and sitreps. AFHQ had asked to be kept more fully in the picture and he believed that we had been able to do this. Col. Lewin-Harris (G-5 AFHQ) agreed.

Planning for the Northern Regions.

7. Executive Commissioner announced that Col. Fiske and Col. Albright (HQ ACC) with Brig. Dunlop and Cols. Hancock and Peasey, would be responsible for planning for Regions 10, 11 and 12. By Sept. 1st officers were wanted to the scale of Appendix C from Sardinia, Sicily and Southern Region and also from Region V. An establishment had been created for 250 extra British officers. It was hoped also to get a few additional American officers. They would be sent on a short course of civil affairs and then to Regions V, VIII and IX, and the two Armies, for experience. Southern Region would be activated on Aug. 28th.

8. Col. Albright,(Establishment Officer) said we would have to take officers from Regions IV and VIII and a few from Region IX. An order was being issued immediately to Regions II, III and VII assigning all officers who would remain in Southern Regions. Exec. Commissioner drew the attention of Col. Lewin-Harris (G-5 AFHQ) to the fact that the additional officers were wanted quickly. When pressed to give a figure of how many of the requisite 250 could be produced by Sept. 15th, Col. Lewin-Harris said he thought probably 50 including the present attachment. Exec. Commissioner said that with 70 - 75 from the Southern Region this should provide about 120 officers.

R.C.Reg IV
RC/MG Sec.
Estab.Br.

9. Col. Poletti asked if Enlisted Men waiting in the Replacement Pool could be used. Col. Lewin-Harris said that if names were known they should be sent to G-5 AFHQ.

10. Executive Commissioner said he thought the scheme of following up the Army was successful. Brig. Dunlop supported it and hoped it would be possible to have the same arrangement in future. Exec. Commissioner said we must be prepared for disintegration in the North and the necessity of sending teams in very rapidly. Col. Fiske said the Army was alive to the dangers in the first days of taking over and that the question of command was still to be settled. He saw no reason why teams should not go forward with the entering troops. Executive Commissioner said that if it was a question of the Armies fighting their way in, the present plan would be followed. If it was a question of collapse, we wanted a plan quickly from G-5.

Promotions.

11. Col. Albright said that American promotions to field grade were temporarily held up. He asked Col. Lewin-Harris to take the matter up. Company grade officers were not affected. Col.Farren (Executive Officer) said that British promotions were held up for

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

Estab.Br. two or three days while AAI were looking into the matter. Col. Albright said Company Commanders and admin. officers must not be changed without approval from this HQ.

Patriots.

12. Col. McCarthy referred to his talk at the previous day's Conference and to a history of the movement which he had prepared. At the meeting in Siena he was asked to produce information about the Po Valley installations. He had a list of places where damage and flooding could be caused and also a list of pumping stations for Patriots to protect.

13. He would like to stress that AMG's with Armies, and Regions should send back a weekly report from their Italian Patriot representatives.

14. On a discussion of present policy, Col. Kirkwood (Region VIII) said it was fundamentally on right lines but there were practical difficulties as the Patriots wanted to remain fighting.

15. Col. Marshall (Region V) said that Patriot representatives often arrived without proper identification cards and permits. A letter of appointment from ACC HQ to say that any Patriots arriving

Patriot Br. were accredited to the Commission was required. Col. McCarthy said they were now working on a scheme for getting transport from the Italian Government as they were only useful when mobile. Exec. Commissioner said that Patriot representatives NOT sent out at the request of the R.C's would be sent with transport, not to be charged against TE/WE. If requested by R.C's transport would have to be found by them.

Econ. ~~Adm~~ Sec Patriot Br 16. The question of pay for Patriots was raised. It was agreed that the question should be re-examined with a view to paying Patriots from ACC funds in their advisory capacity.

RC/MG Sec 17. Major Fielden (Public Relations Officer) replying to a question on Patriot publicity, said he needed permission for Italian correspondents to visit the areas where Patriots were.

Patriot Br 18. Col. McCarthy said that he was trying to get names of prominent Italians who could be used for Prefects in the North. The Communist Party would let us have information also. In a few days he should have a list to send to the Interior Sub-Commission.

Refugees.

19. Col. Hulls (Italian Refugee Branch) explained that the Refugee Branch had to follow up behind the Armies and take in as many people as were passed to them. The line was now at Ancona where there was a large camp, but they could not keep an unlimited number of people there indefinitely. The people had to be distributed and the situation at Ancona was extremely difficult. In the interests of operations Regions must take their quota of refugees.

All Regions 20. He went on to explain that the Branch could not provide equipment for camps in Regions. Once the quota had been fixed the Prefects concerned had to take care of the refugees and billet them.

Declassified E.O. 12356 Section 3.3/NND No. 78 5021

Conference and to a history of the movement which he had prepared. At the meeting in Siena he was asked to produce information about the Po Valley installations. He had a list of places where damage and flooding could be caused and also a list of pumping stations for Patriots to protect.

13. He would like to stress that AMG's with Armies, and Regions should send back a weekly report from their Italian Patriot representatives.

14. On a discussion of present policy, Col. Kirkwood (Region VIII) said it was fundamentally on right lines but there were practical difficulties as the Patriots wanted to remain fighting.

15. Col. Marshall (Region V) said that Patriot representatives often arrived without proper identification cards and permits. A letter of appointment from ACC HQ to say that any Patriots arriving

Patriot Br.

were accredited to the Commission was required. Col. McCarthy said they were now working on a scheme for getting transport from the Italian Government as they were only useful when mobile. Exec. Commissioner said that Patriot representatives NOT sent out at the request of the R.C's would be sent with transport, not to be charged against TE/WE. If requested by R.C's transport would have to be found by them.

Econ. Sec
Patriot Br

16. The question of pay for Patriots was raised. It was agreed that the question should be re-examined with a view to paying Patriots from ACC funds in their advisory capacity.

RC/MG Sec

17. Major Fielden (Public Relations Officer) replying to a question on Patriot publicity, said he needed permission for Italian correspondents to visit the areas where Patriots were.

Patriot Br

18. Col. McCarthy said that he was trying to get names of prominent Italians who could be used for Prefects in the North. The Communist Party would let us have information also. In a few days he should have a list to send to the Interior Sub-Commission.

Refugees.

19. Col. Hulls (Italian Refugee Branch) explained that the Refugee Branch had to follow up behind the Armies and take in as many people as were passed to them. The line was now at Ancona where there was a large camp, but they could not keep an unlimited number of people there indefinitely. The people had to be distributed and the situation at Ancona was extremely difficult. In the interests of operations Regions must take their quota of refugees.

- 406 -

All Regions

20. He went on to explain that the Branch could not provide equipment for camps in Regions. Once the quota had been fixed the Prefects concerned had to take care of the refugees and billet them.

Refugee Br
Army S/C.

21. The aim was to get the people back to their homes as quickly as possible. Transit Camps would be necessary and personnel to man them. The Italian Government had been asked for 1,000 Italian Officers and men to do it. The Army Sub-Commission said personnel could not be found from the Italian Army and the possibility of using demobilized soldiers was discussed. The matter was left for further exploration with the suggestion that it might be possible to

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

pick men out of the transit camps to which these soldiers were sent prior to discharge and take them on a civilian pay roll on the spot.

22. Reference was made to an unauthorized movement of refugees back to their homes which had already started. AFHQ, AAI and PBS were taking notice of it. Exec. Commissioner asked R.C's to do their utmost with
All Regions the Italian authorities to stop people moving and to issue orders that no ACC officers were to issue passes for this kind of movement.

23. Col. Chapman said that 2,000 refugees had arrived at Naples
Regns.III & IV. station and had been there for two weeks. It was decided that half should be dispersed to Aversa Camp and half to Region IV.

Establishment.

24. (a) Vehicle Maintenance. Col. Albright (Establishment Officer) stressed the responsibilities of senior officers in Regions. There was a lack of trained drivers and mechanics. Transportation Sub-Commission had set up a pool of maintenance officers who would be sent out to Regions to inspect and give advice.

(b) Vacations for civilian personnel. Col. Chapman raised the
Estab.Br question of vacations for civilian personnel, and was informed that the matter was under discussion with AAI.

(c) Civilian Drivers Rations. Col. Albright said that this
Regs.IV,V, VIII & IX. question applied mostly to AMG Regions. Rations for civilian drivers
Adm Sec. and civilian specialists should be drawn in bulk through the Regional
Econ Sec. Supply Officers from civilian sources or through the Prefect in Italian
HQ Comdt ACC Government Territory.

(d) Officers Mess Account. Col. Farren reported that there was a considerable balance in the officers Mess Account and it was agreed
Exec.Offr that 30,000 lire be allotted to Regions 10, 11 and 12. The residue
HQ Comdt ACC to be used for the Officers Rest House at Fregene when opened.

(e) Italian Drivers. The question of Italian drivers was raised and R.C's were instructed to send replacement drivers in charge of a N.C.O. with definite orders to report on arrival. R.C's should be very careful about the handing over of stores and vehicles, and give and demand receipts.

Defascistization.

25. Col. Upjohn (Admin Section) referred to a new decree, of which all R.C's had copies. The system now was that in each Ministry one or more Commissions were set up, and they were responsible for the purge throughout the country of the persons which depended on that Ministry. For instance, the Commission in the Ministry of Justice was responsible for the purging of all judges throughout the country. We relied on R.C's letting us know if any obvious Fascists were at large. It
Adm Sec was agreed that lists of persons purged by Commissions would be useful to R.C's and would be sent to them. R.C's would report any Fascists not listed.

26. In addition there would be Provincial Commissions to deal with local bodies which depended on the Prefect. The Provincial Commissions would not be set up until the Prefects themselves had been purged. The Ministry of the Interior had been asked to expedite the purging of the Prefects, and Regional Commissioners [illegible]

Declassified E.O. 12356 Section 3.3/NND No. 785021

no ACC officers were to issue passes for this kind of movement.

Regs.III & IV.

23. Col. Chapman said that 2,000 refugees had arrived at Naples station and had been there for two weeks. It was decided that half should be dispersed to Aversa Camp and half to Region IV.

Establishment.

24. (a) Vehicle Maintenance. Col. Albright (Establishment Officer) stressed the responsibilities of senior officers in Regions. There was a lack of trained drivers and mechanics. Transportation Sub-Commission had set up a pool of maintenance officers who would be sent out to Regions to inspect and give advice.

Estab.Br

(b) Vacations for civilian personnel. Col. Chapman raised the question of vacations for civilian personnel, and was informed that the matter was under discussion with AFHQ.

Regs.IV,V, VIII & IX. Adm Sec. Econ Sec. HQ Comdt ACC

(c) Civilian Drivers Rations. Col. Albright said that this question applied mostly to AMG Regions. Rations for civilian drivers and civilian specialists should be drawn in bulk through the Regional Supply Officers from civilian sources or through the Prefect in Italian Government Territory.

Exec.Offr HQ Comdt ACC

(d) Officers Mess Account. Col. Farren reported that there was a considerable balance in the officers Mess Account and it was agreed that 30,000 lire be allotted to Regions 10, 11 and 12. The residue to be used for the Officers Rest House at Fregene when opened.

(e) Italian Drivers. The question of Italian drivers was raised and R.C's were instructed to send replacement drivers in charge of a N.C.O. with definite orders to report on arrival. R.C's should be very careful about the handing over of stores and vehicles, and give and demand receipts.

Defascistization.

25. Col. Upjohn (Admin Section) referred to a new decree, of which all R.C's had copies. The system now was that in each Ministry one or more Commissions were set up, and they were responsible for the purge throughout the country of the persons which depended on that Ministry. For instance, the Commission in the Ministry of Justice was responsible for the purging of all judges throughout the country. We relied on R.C's letting us know if any obvious Fascists were at large. It was agreed that lists of persons purged by Commissions would be useful to R.C's and would be sent to them. R.C's would report any Fascists not listed.

Adm Sec

26. In addition there would be Provincial Commissions to deal with local bodies which depended on the Prefect. The Provincial Commissions would not be set up until the Prefects themselves had been purged. The Ministry of the Interior had been asked to expedite the purging of the Prefects, and Regional Commissioners would be informed as soon as this was done. In a letter of Aug. 18th R.C's were asked to send a pro-forma report on the progress of defascistization in the Provinces. Where the decree had been made effective, we ceased to operate defascistization ourselves, but in Military Government territory there was nothing to prevent a R.C. from removing an official on any ground.

All R.Cs.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

When an area had been turned over to Regional Control the R.C. would normally leave it to the Italian Committee or refer a special case to HQ ACC.

Proclamations.

27. Col. Wilmer read the new preamble to Proclamation No.1, which had been approved. To meet criticism of the notice containing curfew restrictions etc there would now be three versions of it to be used according to requirements. With regard to the declaration of cameras and wireless sets AAI had demanded that the restriction be retained. The new version of Proclamations 1, 2 and 4 would be distributed as soon as possible and used in future.

AMG 5 Army
" 8 Army
Adm Sec
RC + MG Section.

Carabinieri.

28. Col. Kirk, (Public Safety Sub-Comm) said that he was gravely concerning about the personnel situation. The ceiling had been fixed at 55,000, and ACC has asked for it to be lifted to 65,000 but the present strength was about 42,000. It was thought that the sources of manpower were improving as training was completed. One source was the recruitment of men who had been disbanded in territory occupied by the enemy. Information was that of 21,000 normally north of the line, approximately 14,000 had been removed to Germany. Another source was released POW from E. Africa, approximately 1,000 in September, and a prospect of a detachment from the Italian Army, which has been under discussion with MMIA. Col. Kirk gave warning that he would have to skim Regions and urged forward areas to make conservative estimates.

29. From the point of view of an approach to AAI the Exec. Commissioner asked if there was a possibility of reaching the ceiling from existing manpower. Col. Kerr (MMIA) thought we might take Carabinieri from Sicily or Sardinia. Asked what would be the result of removing 2,000 Carabinieri from Sicily from the point of view of grain collection, Col. Hancock said he thought it would mean complete disaster as they were now reduced to under 7,000.

30. The Exec. Commissioner Strongly recommended that the Carabinieri be raised to the approved ceiling of 55,000 at once without regard to those we might or might not find in the North.

31. It was stated that Carabinieri were being used for guarding military installations. Exec. Commissioner said this should be taken up on a high level. We would do our best to preserve Carabinieri strength in the Regions, at the same time fulfilling demands of Northern Regions.

Adm Sec
RC + MG Sect.

Control of Civilian Movement.

32. Major Ballance; (Public Safety Sub-Comm) explained the controls now operating. There were three zones: Army Zone (RED) where no civilian was permitted to enter unless in possession of a permit issued by an AMG officer in the zone. But in cases of great urgency permits could be issued at point of departure, provided prior approval was obtained by a signal or telephone from Army AMG's. Restricted Zone (ORANGE), where there was restriction on travel between Provinces. Passes to be issued at point of departure. Part of the territory might be under AMG and part under the Italian Government, but restriction was the same. Free Zone (GREEN), no

2064

AMG 5 Army
" 8 Army
All R.C's
PC/MG Sec

Declassified E.O. 12356 Section 3.3/NND No. 785021

curfew restrictions etc there would now be three versions of it to be used according to requirements. With regard to the declaration of cameras and wireless sets AAI had demanded that the restriction be retained. The new version of Proclamations 1, 2 and 4 would be distributed as soon as possible and used in future.

AMG 5 Army
" 8 Army
Adm Sec
RC & MG Section

Carabinieri.

28. Col. Kirk, (Public Safety Sub-Comm) said that he was gravely concerning about the personnel situation. The ceiling had been fixed at 55,000, and ACC has asked for it to be lifted to 65,000 but the present strength was about 42,000. It was thought that the sources of manpower were improving as training was completed. One source was the recruitment of men who had been disbanded in territory occupied by the enemy. Information was that of 21,000 normally north of the line, approximately 14,000 had been removed to Germany. Another source was released POW from E. Africa, approximately 1,000 in September, and a prospect of a detachment from the Italian Army, which has been under discussion with MMIA. Col. Kirk gave warning that he would have to skim Regions and urged forward areas to make conservative estimates.

29. From the point of view of an approach to AAI the Exec. Commissioner asked if there was a possibility of reaching the ceiling from existing manpower. Col. Kerr (MMIA) thought we might take Carabinieri from Sicily or Sardinia. Asked what would be the result of removing 2,000 Carabinieri from Sicily from the point of view of grain collection, Col. Hancock said he thought it would mean complete disaster as they were now reduced to under 7,000.

30. The Exec. Commissioner Strongly recommended that the Carabinieri be raised to the approved ceiling of 55,000 at once without regard to those we might or might not find in the North.

31. It was stated that Carabinieri were being used for guarding military installations. Exec. Commissioner said this should be taken up on a high level. We would do our best to preserve Carabinieri strength in the Regions, at the same time fulfilling demands of Northern Regions.

Adm Sec
RC + MG Sect.

Control of Civilian Movement.

32. Major Ballance; (Public Safety Sub-Comm) explained the controls now operating. There were three zones: Army Zone (RED) where no civilian was permitted to enter unless in possession of a permit issued by an AMG officer in the zone. But in cases of great urgency permits could be issued at point of departure, provided prior approval was obtained by a signal or telephone from Army AMG's. Restricted Zone (ORANGE), where there was restriction on travel between Provinces. Passes to be issued at point of departure. Part of the territory might be under AMG and part under the Italian Government, but restriction was the same. Free Zone (GREEN), no restriction except between Elba, Sicily, Sardinia and the mainland. To pass from the Free to the Restricted Zone, a pass could be obtained from the Questura and must be signed in the Restricted Zone. A standard yellow pass would be issued throughout liberated Italy by the Questura which would be supplied by R.C's to the Questura. These passes should NOT be issued to refugees.

AMG 5 Army
" 8 Army
All R.C's
RC/MG Sec
Adm Sec

0064

Declassified E.O. 12356 Section 3.3/NND No. 785027

ACTION

33. Exec. Commissioner said that if movement was restricted completely food supply, industry, etc., would be hindered. But movement must be restricted for military reasons.

Transport and Appointments of Prefects.

SCAO's 5 & 8 Armies, All RC's

34. Col. Spicer (Interior Sub-Comm) said that the transportation question had been decided the day before at the Chief Commissioner's Conference. He appealed for cooperation by R.C's with Prefects who had difficult journeys to undertake. They were high ranking Italian officials and all the help that R.C's could give them would be appreciated.

35. Two very simple and clear directives had been prepared for the use of officers in the field; one for the Army areas and one for Regions.

36. There was no such title as "Acting Sindaco". It was proposed to promote 23 Vice-Prefects.

Reg. III. RC/MG Sec

37. In the discussion which followed Col. Chapman said it was proposed by the C.M.T.C. at Benevento to requisition the Prefectorial Building. Executive Commissioner instructed him to take strong action in opposing this requisition. Civil Affairs Branch would take up with AAI.

38. Asked if Prefects were getting adequate direction from the Italian Government, the meeting agreed that the position was improving.

39. ~~It was pointed out that only in many cases was it necessary for HQ to be consulted before any change in Prefects was carried out.~~ Executive Memorandum No. 70 would be followed as heretofore. SCAO's of Armies had the right to remove a man without reference back, but Regions must consult HQ first.

Civilian Transport.

40. (a) Schooner Traffic. Col. Adams, (Transportation Sub-Comm), reported that he had attended a Conference of MEDBO which had clarified many things. It had been agreed to double the allocation of tonnage to ACC for the month of September to 27,000 tons. It was emphasised that R.C's must inform Transportation Sub-Commission of their forecasts and details of commodities to be sent by schooner. In the South where there were no ACC officers information should be passed through Italian channels to ACC. Otherwise the information should be passed through Provincial Officers and Regions to Transportation Sub-Commission. The Exec. Commissioner stated that if COGENA was not working properly it should be reported to MEDBO. It was pointed out that the fortnightly traffic return, which could be obtained from local COGENA agents, had only been returned by one Region. This return was a valuable check on COGENA and contained necessary information for Headquarters: it must be rendered. The question was raised of the disposal of surplus commodities in Regions. Col. Legg said a surplus and deficiency return should be made on the 30th of each month to HQ ACC. Regions would then be informed what surplus commodities existed, and would mutually arrange for transfer when schooner or coaster movement was not involved.

(b) Railroad Transportation. Major Richardson, Railway Section, said it must be understood that the whole of this movement

Declassified E.O. 12356 Section 3.3/NND No. 785021

5 & 8 Armies, All RC's

conference. He appealed for cooperation by R.C's with Prefects who had difficult journeys to undertake. They were high ranking Italian officials and all the help that R.C's could give them would be appreciated.

35. Two very simple and clear directives had been prepared for the use of officers in the field; one for the Army areas and one for Regions.

36. There was no such title as "Acting Sindaco". It was proposed to promote 23 Vice-Prefects.

Reg.III. RC/MG Sec

37. In the discussion which followed Col. Chapman said it was proposed by the C.M.T.C. at Benevento to requisition the Prefectorial Building. Executive Commissioner instructed him to take strong action in opposing this requisition. Civil Affairs Branch would take up with AAI.

38. Asked if Prefects were getting adequate direction from the Italian Government, the meeting agreed that the position was improving.

39. ~~It was pointed out that only in Army areas was it necessary for HQ to be consulted before any change in Prefects was carried out.~~ Executive Memorandum No.70 would be followed as heretofore. SCAO's of Armies had the right to remove a man without reference back, but Regions must consult HQ first.

Civilian Transport.

40. (a) Schooner Traffic. Col. Adams, (Transportation Sub-Comm), reported that he had attended a Conference of MEDEO which had clarified many things. It had been agreed to double the allocation of tonnage to ACC for the month of September to 27,000 tons. It was emphasised that R.C's must inform Transportation Sub-Commission of their forecasts and details of commodities to be sent by schooner. In the South where there were no ACC officers information should be passed through Italian channels to ACC. Otherwise the information should be passed through Provincial Officers and Regions to Transportation Sub-Commission. The Exec. Commissioner stated that if COGENA was not working properly it should be reported to MEDEO. It was pointed out that the fort-nightly traffic return, which could be obtained from local COGENA agents, had only been returned by one Region. This return was a valuable check on COGENA and contained necessary information for Headquarters: it must be rendered. The question was raised of the disposal of surplus commodities in Regions. Col. Legg said a surplus and deficiency return should be made on the 30th of each month to HQ ACC. Regions would then be informed what surplus commodities existed, and would mutually arrange for transfer when schooner or coaster movement was not involved.

(b) Railroad Transportation. Major Richardson, Railway Section, said it must be understood that the whole of this movement was over civilian lines in military trains, and that the bulk of the traffic was from East to West. The railroad was very bad and [illegible] traffic very heavy. Time lag between bid and train movement was considerable and could not be avoided. When no ACC officer was available to handle bids the Italian channel was from railway station-master to railway Divisional Office and from there to Transportation Sub-Commission representatives. Food had priority over other commodities.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

(c) Road Transportation. Lt.Col.Bordasa explained that under a new decree civilian road haulage would come under one control, i.e., E.N.A.C. It would operate up to Army area. All movement by road would be allocated by E.N.A.C. Asked what was the plan for providing road haulage for the Northern Regions, Col. Adam said there would be local transport, plus the withdrawal of extra transport loaned to harvest Regions. Alternatively, it would be necessary to
Econ Sec apply for additional Transport Coys. E.N.A.C. would be operating in 3 - 4 weeks time.

POL for Forward Areas.

41. Shortage of POL in certain areas was discussed and Col. Eyles (AFHQ Petroleum Section) said that there had been a physical shortage but the situation was now easier. He undertook to investigate a specific difficulty raised by Region VII and the shortage of Diesel oil in Sicily. CIP representatives could be supplied to assist
Econ Sec forward Regions and others also if necessary. Mr. Antolini undertook to coordinate transportation of POL from ports and a plan would be submitted to R.C's by end of week.

Maintenance of Vehicles.

42. Lt.Col.Lord de Clifford (Q(AE) AFHQ) spoke of recent visits to Regions to inspect British vehicles. These he said were badly maintained and there was considerable tyre wastage. Reports and recommendations were being made to R.C's and he asked that they should let him know if the recommendations were not feasible. Exec. Commissioner said officer interest was necessary and R.C's must give
RO/MG personal attention to this serious situation. R.C.'s spoke of short-
SecG. age of tools and maintenance equipment: this would be examined by Q(AE) AFHQ.

Ration Scales.

43. The difficulty of rationing Italian drivers when going on a long journey was further discussed. Col. Legg said that the question had been submitted to AAI but Army rations could not be supplied for
All Regions civilians under any circumstances. He had arranged for rations to be
Econ Sec put up in a special pack for Italian personnel proceeding from HQ ACC. for the time of their journey plus a period of waiting up to five days. There was no beverage or bread element. The same applied to the movement of Italian Prefects, and for longer periods ration cards would have to be used.

44. Exec. Commissioner said that Italian drivers and officials travelling on a specific tour would be provided with basic ration packs for that tour: those going on assignment or attachment to any place would be provided with rations for the journey and five days. It was emphasised that the same ration scale applied for labour in both Armies and their services.

Price of Wheat in the North.

4063

45. Views were expressed by R.C's, Mr. Antolini and Mr. Wadleigh (Econ Section), and Col. Bain (Labour Sub-Comm). The meeting was roughly divided into those who considered the price of wheat should be 900 lire per quintal throughout Italy and those who maintained that in the North the price should be 500 lire per quintal without subsidy. Some were of the opinion that the latter price should carry a subsidy

declassified E.O. 12356 Section 3.3/NND No. 785021

Econ Sec

3 - 4 weeks time.

POL for Forward Areas.

41. Shortage of POL in certain areas was discussed and Col. Eyles (AFHQ Petroleum Section) said that there had been a physical shortage but the situation was now easier. He undertook to investigate a specific difficulty raised by Region VII and the shortage of Diesel oil in Sicily. CIP representatives could be supplied to assist forward Regions and others also if necessary. Mr. Antolini undertook to coordinate transportation of POL from ports and a plan would be submitted to R.C's by end of week.

Maintenance of Vehicles.

RC/MG Secs.

42. Lt.Col.Lord de Clifford (Q(AE) AFHQ) spoke of recent visits to Regions to inspect British vehicles. These he said were badly maintained and there was considerable tyre wastage. Reports and recommendations were being made to R.C's and he asked that they should let him know if the recommendations were not feasible. Exec. Commissioner said officer interest was necessary and R.C's must give personal attention to this serious situation. R.C.'s spoke of shortage of tools and maintenance equipment: this would be examined by Q(AE) AFHQ.

Ration Scales.

All Regions Econ Sec

43. The difficulty of rationing Italian drivers when going on a long journey was further discussed. Col. Legg said that the question had been submitted to AAI but Army rations could not be supplied for civilians under any circumstances. He had arranged for rations to be put up in a special pack for Italian personnel proceeding from HQ ACC. for the time of their journey plus a period of waiting up to five days. There was no beverage or bread element. The same applied to the movement of Italian Prefects, and for longer periods ration cards would have to be used.

44. Exec. Commissioner said that Italian drivers and officials travelling on a specific tour would be provided with basic ration packs for that tour: those going on assignment or attachment to any place would be provided with rations for the journey and five days. It was emphasised that the same ration scale applied for labour in both Armies and their services.

Price of Wheat in the North.

4063

45. Views were expressed by R.C's, Mr. Antolini and Mr. Wadleigh (Econ Section), and Col. Bain (Labour Sub-Comm). The meeting was roughly divided into those who considered the price of wheat should be 900 lire per quintal throughout Italy and those who maintained that in the North the price should be 500 lire per quintal without subsidy. Some were of the opinion that the latter price should carry a subsidy with it. The Exec. Commissioner thanked all speakers for their views which he said would be most helpful in further consideration of this difficult problem.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

War Material Disposal and Italian POW Sub- Commission.

46. (a) Lt.Col.Campbell, Director, said it should be known that it was now possible to repatriate any Italian POW providing he was required in a specific administrative position. The request for repatriation should be submitted through Italian channels. No requests should be received or forwarded by us.

(b) Attention was drawn to the necessity for collecting Jerry Cans (German or Italian petrol tins). The question of a penalty was under consideration.

Civilians accompanying officers on re-assignments.

All RC's

47. Lt.Col.Bowman (Region IX) drew attention to the fact that officers on re-assignment were bringing with them a retinue of interpreters and the like. The Exec. Commissioner directed that this must cease.

Awards and Decorations.

RC/MG Sec

48. Col. Fiske spoke of the necessity for having a uniform policy for Allied personnel. Generally speaking it was desirable that cases thought to be deserving of recognition should be recommended for Allied awards rather than Italian ones. The instructions sent out by this HQ in March last were being reviewed and a ruling with regard to the acceptance of honorary awards would be given in the near future.

Monthly Reports and Weekly Sitreps.

All RC's

49. Lt.Col.Shipp (Civil Affairs Branch) pointed out the desirability when submitting the monthly reports of adopting the Part I and II method where possible. Part I to contain a broad review of the Regions' activity and Part II being detailed and prepared by Specialist officers. The recent instruction to R.C's on the subject of weekly sitreps was emphasised. It was desired to get more news for passing on to AFHQ, and punctuality was vital.

Conclusion.

50. In his concluding remarks the Executive Commissioner thanked those present for their attention and spoke of the difficult time that lay ahead for all and especially Northern Regions. Distances were becoming very great. It might be necessary to establish a small HQ Staff with HQ AAI, if and when it was moved forward. He felt sure that those present would wish him to convey their best wishes to Col. Zellars on leaving the organisation and to wish him God Speed.

The meeting closed at 1815 hrs.

M S Lush.

M. S. LUSH,
Brigadier,

Declassified E.O. 12356 Section 3.3/NND No. 785021

(6) Attention was drawn to the necessity for collecting Jerry Cans (German or Italian petrol tins). The question of a penalty was under consideration.

Civilians accompanying officers on re-assignments.

All RC's

47. Lt.Col.Bowman (Region IX) drew attention to the fact that officers on re-assignment were bringing with them a retinue of interpreters and the like. The Exec. Commissioner directed that this must cease.

Awards and Decorations.

RC/MG Sec

48. Col. Fiske spoke of the necessity for having a uniform policy for Allied personnel. Generally speaking it was desirable that cases thought to be deserving of recognition should be recommended for Allied awards rather than Italian ones. The instructions sent out by this HQ in March last were being reviewed and a ruling with regard to the acceptance of honorary awards would be given in the near future.

Monthly Reports and Weekly Sitreps.

All RC's

49. Lt.Col.Shipp (Civil Affairs Branch) pointed out the desirability when submitting the monthly reports of adopting the Part I and II method where possible. Part I to contain a broad review of the Regions' activity and Part II being detailed and prepared by Specialist officers. The recent instruction to R.C's on the subject of weekly sitreps was emphasised. It was desired to get more news for passing on to AFHQ, and punctuality was vital.

Conclusion.

50. In his concluding remarks the Executive Commissioner thanked those present for their attention and spoke of the difficult time that lay ahead for all and especially Northern Regions. Distances were becoming very great. It might be necessary to establish a small HQ Staff with HQ AAI, if and when it was moved forward. He felt sure that those present would wish him to convey their best wishes to Col. Zellars on leaving the organisation and to wish him God Speed.

The meeting closed at 1815 hrs.

M S Lush.

M. S. LUSH,
Brigadier,
Executive Commissioner.

Declassified E.O. 12356 Section 3.3/NND No. 778502/

0438

Unclassified E.O. 12356 Section 3.3/NND No. 785021

76

PREFECTS, VICE PREFECTS, AND PREFECTURAL OFFICIALS

I ask for cooperation in connection with the extremely difficult tasks of transporting these prefectural officials. The Prefect and Vice Prefect are considered by the Italian Government as officers of very high rank, and every help that the Provincial Commissioner and Army Area Commanders could give to them in regard to both their billeting and housing on (a) arrival to station and (b) if they have to stage en route, would be appreciated.

It has been arranged that these officials may draw rations on payment and this should thus cause no food shortages.

In some cases the Provincial Commissioners and even the Regional Commissioners have been kind enough to ask the Prefects to meal with them and this, although not of course in any way an obligation, is a point of courtesy

1062

0439

Declassified E.O. 12356 Section 3.3/NND No. 785021

16A

which is very much appreciated by them and the Italian Goverrment when they are en route or on their first night on arrival at their statior.

This Interior Sub-Commission, owing to ~~be~~presentations which I think were prefectly justified, have compiled two Child's Guides: One for Army Areas, and one for Regional Areas, which will, it is hoped, be shortly in the hands of the officers concerned, who, it is realized, have not the time, or possible the inclination to read the rather lengthy and invloved memoranda (starting with no. 39) which we have drawn up in detail.

In regard to Army Group Areas, the chief change is that SCAOs ~~[illegible]~~ lia no longer inform Interior Sub-Commission before appointing an official ~~[illegible]~~ as ~~[illegible]~~ head of a commune. But such appointment invariably must be given the title of "Prefetto Reggente". The same applies in regard to communes where the Commissario Prefettizio may be immediately appointed, to be followed later,

4061

0460

Declassified E.O. 12356 Section 3.3/NND No. 785021

76B

wher a Giunta is formed, and by the charge of title from Commissario Prefettizio to "Sindaco"

There is no need whatsoever for the use of the title "Commissario Straordinario" , which is a total anachronism in Italy today; nor is there any ~~need for the~~ use of the title Acting Sindaco.

- Meeting of Prefects -

Establishment duties of Giunta - ex Consulta

- 23 VAL -

Communication 1176

4060

0401

Declassified E.O. 12356 Section 3.3/NND No. 785021

PRECIS FOR CONFERANCE

DIRECTOR, INTERIOR SUB COMMISSION

1. Since the move of the Interior Sub-Commission from Salerno to Rome, and the almost simultaneous charge of Goverrment, the work and operations of the Sub-Commission have increased considerably.

2. The Departmental changes within the Ministry of Interior itself, which have now, I hope, beer finally settled have not made our task easier. We have established co-operative working with the Minister of Interior, who incidentally is the Prime Minister, and also with his staff who have helped us in many ways.

3. Since the Regional Commissioners last met, we have completed our Surveys of Southern Italy, which includes the whole of Region III, Campobasso, Foggia, Frosinone, Littoria, Viterbo and we are now working north as far as our staff permits. We have found that the visits of our officers have been appreciated. The Prefects themselves, particularly those who have beer newly appointed and out of office for a considerable period, value the advice of our officers in regard to the operation of R.D.L. no. 111. This legislation is new and many Prefects have no experience of its operational effect since they have been out of office for a considerable period.

4. Great trouble has been taken in selecting Prefects and teams for newly liberated provinces. A team, it may be mentioned, consists of a Prefect, a Vice-Prefect, a Primo Segretario, a Consigliere, and a Capo Ragioniere. It is feared that we have given a great deal of work to the Security Branch in the screening of these individuals, but we are sure that to proceed without adequate screening would be a mistake. We are most grateful to Security for the immense trouble they have taken in this connection.

5. Further, we have arranged for the appointment of a Secretary General to the High Commissioner of Sardinia, the Members of the Giunta Consultiva for Sardinia, three Directors-General in the Ministry of Interior, and nine Prefects in all for provinces of Italian Government Territory.

6. Two teams are standing by for forward provinces to be called forward as they are required. Our great difficulty is transport to move these officials if and when they are asked for. I submit that adequate transport is an essential for the moving forward of these high-ranking officials. They are, by virtue of their position, entitled to proper transportation. They have to move from their homes and houses, sometimes with their wives or children whom they cannot leave behind, and I consider that they should be entitled, both from a financial and an efficiency point of view with regard to their living and contentment to take with them adequate luggage. We have supplied, in co-operation with the Italian Government, Prefects for the liberated provinces of Littoria, Frosinone, Viterbo, Rieti, Livorno, Aquila, Macerata, and Grosseto - while it has also been found possible to send forward other officials as have been called for.

0462

Declassified E.O. 12356 Section 3.3/NND No. 785021

{ b.v.a. Prefects who are to be found
chosen by ACC/AMG.
-2- Thus we come to position.

7. In my judgment, although we have no personal knowledge, of course, we must anticipate a rapid advance north, and we are most anxious not to be caught unprepared in regard to the Regions 9, 10, 11, and 12. The supply of Prefects and senior officials in Southern Italy is now perilously low, and wherever possible officials who satisfy Security and are capable from a local point of view can be found, then it is suggested that the larger proportion of these officials, particularly in regard to Sindaci, should be locally chosen.

8. The Italian Government itself seems to be undecided as to whether a Prefect should or should not be a non-career official; but they regard the Prefect, as has been stated in Memorandum no. 39, as the highest Government official in the Province, and he is directly responsible under their Government to the Minister of Interior. They feel, therefore, if a career official can be found who is au fait with all the detail of administration, then he should be chosen instead of the local man with no governmental administrative knowledge to fill the particular positions of Prefect and Vice-Prefect.

9. Our interviews on this subject are many; others with the Minister and his staff have been frequent, and in some cases, prolonged.

10. The Minister has been sympathetic and helpful in every way, and where ACC/AMG reports in Royal Italy show that a Prefect or a Vice-Prefect is inert and useless, I am able to report categorically that the Minister has never yet failed to meet us in this respect, and that the official has found himself relegated "alla disposizione" or to his olive trees.

11. With the concurrence of RC, I would like to send a specialized officer to with the detail of local government set-up from Chieti to Ancona, in the immediate future.

12. We have received hearty welcome from the 5th Army AMG and Region VIII, and everything we can do to help to solve the problems of efficient local government in Italy, which I am bound to reiterate I consider the backbone of a reconstituted Italy, on democratic lines, will be always our first and foremost endeavour.

4053

0403

Unclassified E.O. 12356 Section 3.3/NND No. 785021

I O 74

HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
REGIONAL CONTROL & MILITARY GOVERNMENT SECTION

Ref: DIRECTIVE: LOCAL GVT August 1944

I - APPOINTMENTS TO THE OFFICE OF PREFECT IN MILITARY GOVERNMENT TERRITORY

1. When the Senior Civil Affairs Officer proposes to appoint a local man to be Prefect, Executive Memorandum No. 70 states that he will first inform Interior Sub-Commission at this HQ, by telegram, if necessary, so that the Sub-Commission can advise as to the proper title to be used.

2. It has been represented that this requirement may cause an undesirable delay in making the appointments.

3. Where for urgent administrative reasons it is desired to make an immediate appointment, Senior Civil Affairs Officers need no longer inform the Interior Sub-Commission before appointing a local man to be Prefect.

4. In such cases they will however:-

(a) invariably give their nominee the title of "Prefetto Reggente".

(b) notify Interior Sub-Commission of the appointment as soon as possible after it has been made.

5. The above only applies in Army Areas. In provinces under Regional control the Regional Commissioner will continue to follow the procedure laid down in Executive Memorandum No. 70.

II - SINDACI AND COMMISSARI PREFETTIZI

6. A Commune in liberated Italy today is governed by a Sindaco (or

4057

0464

Declassified E.O. 12356 Section 3.3/NND No. 785021

744

Mayor) and a Giunta Comunale (or Municipal Executive Committee). There cannot be a Sindaco without a Giunta or a Giunta without a Sindaco.

7. Wherever possible, it is hoped that both the Sindaco and the Giunta Comunale will be appointed at an early stage. In such case the proper title for the head of the Commune is "Sindaco".

8. Circumstances may not, however, permit of the appointment of the Giunta Communale for some time: yet it may be necessary to appoint a new head of the Commune. In such case the head of the Commune may exercise all the municipal powers without the help of a Giunta. The proper title is "Commissario Prefettizio."

9. When at a later stage a Giunta is formed, the title of "Commissario Prefettizio" should be changed to "Sindaco".

10. The title "Commissario Straordinario" will not be used.

11. There is not need to use any such title as Acting Sindaco. Even when the newly appointed head of the Commune is intended to hold office only for the shortest temporary period, he should be called either "Commissario Prefettizio" (if there is no Giunta) or "Sindaco" (if a Giunta is appointed).

12. Once appointed or confirmed in his office, should the Sindaco go absent or become ill, the Vice-Sindaco acts in his place. This is automatic, and requires no appointment or other authorization. If there is no Vice-Sindaco, one should be appointed.

M. S. LUSH
Brigadier
Executive Commissioner

Distribution: SCAO, AMG 5 Army
SCAO, AMG 8 Army

4056

0465

Declassified E.O. 12356 Section 3.3/NND No. 785021

Interior Sub Comm

188

3026

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. Section
APO 394

Phone:
478808

19 AUG 1944

Ref/107/89/CA. 19 August 1944.

SUBJECT: Regional Commissioners Conference.

TO : R.C's Regions I, II, III, IV, V, VI, VII, VIII, IX & "Z".
SCAO's Fifth & Eighth Armies.

1. Reference 107/65/CA of 5 August 1944, enclosed is the Agenda for the meeting to be presided over by the Executive Commissioner.

2. Sections, Sub-Commissions or Branches will be responsible for ensuring that a representative is present at the times indicated for opening the discussion on the subjects against which their names appear. Other members of the Staffs concerned will be present as required.

for

NORMAN E. FISKE,
Colonel,
Deputy Executive
Commissioner.

Copy to: Admin. Section (3)
Econ. Section (3)
Establishment Br. (2)
Patriots Br. (1)
Refugees Br. (1)
Legal Sub-Comm. (1)
Public Safety Sub-Com. (1)
Interior Sub- Comm. (1)
Transportation Sub-Comm. (1)
Commerce Sub-Comm. (1)
Food Sub-Comm. (1)
Liaison Div. (1)

4055

73A

REGIONAL COMMISSIONERS CONFERENCE

Wednesday 23rd August

AGENDA

Time	Section	Item	
		Morning Session 0930 hrs.	
0930 - 1130	R.C. & M.G. Section.	Planning for Northern Regions and App C.	Estabs. Br.
		Patriots.	Patriots Br.
		Refugees.	Refugee Br.
		Planning Repatriation of Agriculturists.	Refugee Br.
		Establishment: (a) Distribution of Memoranda.	Estabs. Br.
		(b) Vehicle Maintenance.	
		Recess - 15 minutes.	
1145 - 1300	Administrative Section.	Defascistization.	Admin. Section.
		Proclamations.	Legal Sub-Comm.
		Restriction of Movement.	Public Safety Sub-Comm.
		Appointments and transportation of Prefectorial Officials.	Interior Sub-Comm.
		Afternoon Session.	
1430 - 1545	Economic Section.	Civilian Transport.	Transportation Sub-Comm.
		POL for forward areas.	Commerce Sub-Comm.
		Price of wheat in the North.	Food Sub-Comm.
		Ration Scale.	Economic Section.

4054

Recess - 15 minutes.

Declassified E.O. 12356 Section 3.3/NND No. 778021

Time	Section		
		Morning Session 0930 hrs.	
0930 - 1130	R.C. & M.G. Section.	Planning for Northern Regions and App C.	Estabs. Br.
		Patriots.	Patriots Br.
		Refugees.	Refugee Br.
		Planning Repatriation of Agriculturists.	Refugee Br.
		Establishment: (a) Distribution of Memoranda.	Estabs. Br.
		(b) Vehicle Maintenance.	
		Recess - 15 minutes.	
1145 - 1300	Administrative Section.	Defascistization.	Admin. Section.
		Proclamations.	Legal Sub-Comm.
		Restriction of Movement.	Public Safety Sub-Comm.
		Appointments and transportation of Prefectorial Officials.	Interior Sub-Comm.
		Afternoon Session.	
1430 - 1545	Economic Section.	Civilian Transport.	Transportation Sub-Comm.
		POL for forward areas.	Commerce Sub-Comm.
		Price of wheat in the North.	Food Sub-Comm.
		Ration Scale.	Economic Section.
		Recess - 15 minutes.	
1600		Other business.	

4054

Declassified E.O. 12356 Section 3.3/NND No. 785021

18B

AUG 1944

72

ALLIED CONTROL COMMISSION

Conference - 22 August 1944.

A G E N D A

Morning Session - 0930

1. Opening remarks by Acting Chief Commissioner.

2. Reports by Regional Control and Military Government Section:

Region I	- Brigadier L. Carr
Region II	- Colonel J.T. Zellars
Region III	- Colonel J.S. Chamman
Region IV	- Colonel C. Poletti
Region V	- Colonel R. P. Marshall
Region VI	- Colonel J.A.G. Pennycuick
Region VII	- Lt. Colonel G.G. Peasey
Region VIII	- Colonel R.G. Kirkwood
Region IX	- Lt. Colonel A.C. Bowman
Region "Z"	- Brigadier J.K. Dunlop
Eighth Army AMG	- Group-Captain C.E. Benson
Fifth Army AMG	- Brigadier General E.E. Hume
Refugee Branch (Italians)	- Colonel L.R. Mills
Displaced Persons Sub-Commission	- Colonel C.B. Findlay
Patriots Branch	- Colonel C.D. McCarthy
Executive Commissioner	- Brigadier H.S. Lush

Afternoon Session - 1/30

3. Address by Acting Chief Commissioner.

4. Reports by Administrative Section:

Interior Sub-Commission	- Colonel R.C.S. Spicer
Public Safety Sub-Commission	- Colonel P.G. Kirk
Public Health Sub-Commission	- Brigadier G.S. Parkinson
Legal Sub-Commission	- Colonel R.H. Wilmer
Education Sub-Commission	- Lt. Colonel T.V. Smith
Property Control Sub-Commission	- Lt. Colonel C. Carroll
Monuments & Fine Arts Sub-Commission	- Major E.T. de Wald
Acting Head	- Colonel G.R. Upjohn

Recess - 10 Minutes

5. Reports by Economic Section:

Commerce Sub-Commission	- Colonel W.S. Evans
Industry Sub-Commission	- Colonel J.S.E. Todd
Labor Sub-Commission	- Colonel J.R. Bain
Agriculture Sub-Commission	- Lt. Colonel W.A. Hartman
Food Sub-Commission	- Colonel W.J. Legg
Public Works & Utilities Sub-Com.	- Lt. Colonel L.A. Jenny
Finance Sub-Commission	- Colonel A.P. Crafftey-Smith
Transportation Sub-Commission	- Colonel D.S. Adams
Shipping Sub-Commission	- Mr. Ian Campbell
Vice President	- Brigadier General William O'Dwyer

4053

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. Reports by Regional Control and Military Government Section:

Region I	- Brigadier M. Carr
Region II	- Colonel J.T. Zellars
Region III	- Colonel J.S. Chapman
Region IV	- Colonel C. Poletti
Region V	- Colonel R. P. Marshall
Region VI	- Colonel J.A.S. Pennycuick
Region VII	- Lt. Colonel G.G. Peasey
Region VIII	- Colonel R.G. Kirkwood
Region IX	- Lt. Colonel A.C. Bowman
Region "Z"	- Brigadier J.K. Dunlop
Eighth Army AMG	- Group-Captain C.E. Benson
Fifth Army AMG	- Brigadier General E.E. Rume
Refugee Branch (Italians)	- Colonel L.R. Mills
Displaced Persons Sub-Commission	- Colonel C.E. Findlay
Patriots Branch	- Colonel C.D. McCarthy
Executive Commissioner	- Brigadier H.S. Lush

Afternoon Session - 1430

3. Address by Acting Chief Commissioner.

4. Reports by Administrative Section:

Interior Sub-Commission	- Colonel R.C.B. Spicer
Public Safety Sub-Commission	- Colonel F.G. Kirk
Public Health Sub-Commission	- Brigadier G.S. Parkinson
Legal Sub-Commission	- Colonel R.H. Wallner
Education Sub-Commission	- Lt. Colonel T.V. Smith
Property Control Sub-Commission	- Lt. Colonel C. Carroll
Monuments & Fine Arts Sub-Commission	- Major L.T. de Wald
Acting Head	- Colonel C.R. Upjohn

Recess - 10 Minutes

5. Reports by Economic Section:

Commerce Sub-Commission	- Colonel W.S. Evans
Industry Sub-Commission	- Colonel J.S.E. Todd
Labor Sub-Commission	- Colonel J.R. Bain
Agriculture Sub-Commission	- Lt. Colonel W.A. Hartman
Food Sub-Commission	- Colonel W.J. Legg
Public Works & Utilities Sub-Com.	- Lt. Colonel L.A. Jenny
Finance Sub-Commission	- Colonel L.P. Grafftey-Smith
Transportation Sub-Commission	- Colonel D.S. Adams
Shipping Sub-Commission	- Mr. Ian Campbell
Vice President	- Brigadier General William O'Dwyer

4053

Recess - 10 Minutes

6. Reports by Independent Sub-Commissions:

Naval Sub-Commission	- Rear Admiral C.E. Morgan
Army Sub-Commission	- Major General L. Browning
Air Sub-Commission	- Air Vice Marshal W.A.B. Bowen Buscarlet
Communications Sub-Commission	- Colonel J.L. Henderson
War Materials Disposal & Italian Prisoners of War Sub Commission	- Lt. Colonel J.A. Campbell

Declassified E.O. 12356 Section 3.3/NND No. 785021

Declassified E.O. 12356 Section 3.3/NND No. 785021

2094

0 18 B

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. Section
APO 394

Phone:
478808

Ref/107/77/CA.

15 August 1944.

SUBJECT: Regional Commissioners Conference.

TO : Heads of all Sub-Commissions.

p.68

1. Reference is made to this HQ letter 107/65/CA of 5 August 1944, para.3.

2. Owing to the fact that there will be more speakers than on former occasions, reports by Heads of Sub-Commissions will, of necessity, be restricted to not more than five minutes instead of ten minutes as stated in the above letter.

NORMAN E. FISKE,
Colonel,
Deputy Executive
Commissioner.

DISTRIBUTION:

"C"

4052

0471

Declassified E.O. 12356 Section 3.3/NND No. 785021

file (70)

HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

12 August 1944

ACC/18/B/Int

SUBJECT: Precis of address by Director, Interior Sub-Commission

TO : Vice President, Administrative Section

I forward for your information and transmission copies of my precis for the conference.

R. G. B. SPRIMR
Colonel
Director
Interior Sub-Commission

Encl: as above
/jgt

0472

Declassified E.O. 12356 Section 3.3/NND No. 785021

Hello copy
2nd page OR-10A

FACTS FOR CONFERENCE

DIRECTOR, INTERIOR SUB COMMISSION

1. Since the move of the Interior Sub-Commission from Salerno to Rome, and the almost simultaneous change of Government, the work and operations of the Sub-Commission have increased considerably.

2. The departmental changes within the Ministry of Interior itself, which have now, I hope, been finally settled have not made our task easier. We have established co-operative working with the Minister of Interior, who incidentally is the Prime Minister, and also with his staff who have helped us in many ways.

3. Since the Regional Commissioners last met, we have completed our Surveys of Southern Italy, which includes the whole of Region III, Campobasso, Foggia, Frosinone, Littoria, Viterbo and Rieti, and we are now working north as far as our staff permits. We have found that the visits of our officers have been appreciated. The Prefects themselves, particularly those who have been newly appointed and out of office for a considerable period, value the advice of our officers in regard to the operation of R.D.L. no. 111. This legislation is new and many Prefects have no experience of its operational effect since they have been out of office for a considerable period.

4. Great trouble has been taken in selecting Prefects and teams for newly liberated provinces. A team, it may be mentioned, consists of a Prefect, a Vice-Prefect, a Prima Segretario, a Carabiniere, and a Capo Magliniere. It is feared that we have given a great deal of work to the Security Branch in the screening of these individuals, but we are sure that to proceed without adequate screening would be a mistake. We are most grateful to Security for the immense trouble they have taken in this connection.

5. Further, we have arranged for the appointment of a Secretary General to the High Commissioner of Sardinia, the Members of the Giunta Consultiva for Sardinia, three Directors-General in the Ministry of Interior, and nine Prefects in all for provinces of Italian Government Territory.

6. Two teams are standing by for forward provinces to be called forward as they are required. Our great difficulty is transport to move these officials if and when they are asked for. I submit that adequate transport is an essential for the moving forward of these high-ranking officials. They are, by virtue of their position, entitled to proper transportation. They have to move from their homes and houses, sometimes with their wives or children when they cannot leave behind, and I consider that they should be entitled, both from a financial and an efficiency point of view with regard to their living and contentment to take with th them adequate luggage. We have supplied, in co-operation with the Italian Government, Prefects for the liberated provinces of Littoria, Frosinone, Viterbo, Rieti, Livorno, Aquila, Macerata, and Grosseto - while it has also been found possible to send forward other officials as have been called for.

4051

0473

Declassified E.O. 12356 Section 3.3/NND No. 785021

(403)

7. In my judgment, although we have no personal knowledge, of course, we must anticipate a rapid advance north, and we are most anxious not to be caught unprepared in regard to the Regions 2, 10, 11, and 12. The supply of Prefects and senior officials in Southern Italy is now perilously low, and wherever possible officials who satisfy Security and are capable from a local point of view can be found, then it is suggested that the larger proportion of these officials, particularly in regard to Sardinia, should be locally chosen.

8. The Italian Government itself seems to be undecided as to whether a Prefect should or should not be a non-career official; but they regard the Prefect, as has been stated in Memorandum no. 39, as the highest Government official in the Province, and he is directly responsible under their Government to the Minister of Interior. They feel, therefore, if a career official can be found who is au fait with all the detail of administration, then he should be chosen instead of the local man with no governmental administrative knowledge to fill the particular positions of Prefect and Vice-Prefect.

9. Our interviews on this subject are many; others with the Minister and his staff have been frequent, and in some cases, prolonged.

10. The Minister has been sympathetic and helpful in every way, and where ACC/AMG reports in Royal Italy show that a Prefect or a Vice-Prefect is inert and useless, I am able to report categorically that the Minister has never yet failed to meet us in this respect, and that the official has found himself relegated "alla disposizione" or to his olive trees.

11. With the concurrence of HC, I would like to send a specialised officer to deal with the detail of local government set-up from Chieti to Ancona, in the immediate future.

12. We have received hearty welcome from the 5th Army AMG and Region VIII, and everything we can do to help to solve the problem of efficient local government in Italy, which I am bound to reiterate I consider the backbone of a reconstituted Italy, or democratic lines, will be always our first and foremost endeavour.

0474

Declassified E.O. 12356 Section 3.3/NND No. 785021

4/6.2/AS

Ext: 608
RRC/wb

SUBJECT : Regional Commissioners Conference.

TO : All Admin Sub-Commissions.

9 AUG 19

Reference RC & MG Section letter 107/65/CA dated 5 Aug 44.

1 The precis called for in para 4 of the abovementioned letter will be submitted to this Section not later than 1800 hours 19 Aug.

2 Any suggestions for items to be included in the agenda will be forwarded through this Section so as to arrive not later than 1800 hours 13 Aug.

4049

R.R.CRIPPS, Col
CSO Admin Section.

ADMIN SEC
9 Aug 44.

1991

18B

Interior

(68)

HQ [illegible]
ALLIED CONTROL COMMISSION
RC & MG Section
APO 394

8 AUG 1944

Ref/127/93/CA.

5 August 944

Subject : Regional Commissioners Conference.

To : Distribution below.

1. The next conference will be held in RC E on Tuesday, and Wednesday the 22nd and 23 rd August commencing 0930 hrs on each day, unless otherwise notified.

2. The Acting Chief Commissioner will preside on Tuesday 22nd August.

3. The Agenda will include:

a. Reports by Regional Commissioners and SCAO's AMG Armies.
b. Address by Acting Chief Commissioner.
c. Reports by Heads of Sub Commissions and Vice Presidents of Sections.

Reports should be prepared so that they can be delivered in a maximum period of 10 minutes.

4. Vice Presidents are asked to furnish to the Secretary General precis of the proposed remarks by the Directors of Sub-Commissions in their sections not later than Sunday 20th August. These precis are required for furnishing to representatives of the press who are expected to be present at the Conference.

5. Regional Commissioners and SCAO's AMG will submit precis of their proposed remarks to the Director, Civil Affairs Branch (R.C. & M.G. Section) not later than Sunday 20th August.

6. The Executive Commissioner will preside at the Conference on Wednesday 23rd August. Vice Presidents and Directors of Sub-Commissions are invited to attend or to send a senior officer who could discuss such agenda items affecting their departments which may be raised at the meeting.

7. Regional Commissioners and heads of Sub-Commissions are invited to submit suggestions for inclusion in the agenda of the Wednesday meeting. The suggestions should be accompanied by a brief statement on the points to be discussed which will be circulated to all concerned before the meeting. Suggestions should reach R.C. & M.G. Section, Civil Affairs Branch not later than 14th August. 4048

8. Regional Commissioners and SCAO's AMG Armies are invited to bring one of their Provincial Commissioners with them. Officers attending from outlying stations should assemble in RC E at least one day prior to the opening of the conference. HQ Comdt, R.C. & M.G. Section should be notified of expected time of arrival in order that accomodation and transport may be arranged where necessary.

9. The Secretary General will act as Secretary on 22nd August. A Staff Officer of the C.A. Branch, R.C. & M.G. Section will act as Secretary on 23rd August.

NORMAN E. FISKE
Colonel,
Deputy Executive

Distribution :

Declassified E.O. 12356 Section 3.3/NND No. 778502

Subject : Regional Commissioners Conference.

To : Distribution below.

1. The next conference will be held in ROTE on Tuesday, and Wednesday the 22nd and 23rd August commencing 0930 hrs on each day, unless otherwise notified.

2. The Acting Chief Commissioner will preside on Tuesday 22nd August.

3. The Agenda will include:

a. Reports by Regional Commissioners and SCAO's AMG Armies.
b. Address by Acting Chief Commisaioner.
c. Reports by Heads of Sub Commissions and Vice Presidents of Sections.

Reports should be prepared so that they can be delivered in a maximum period of 10 minutes.

4. Vice Presidents are asked to furnish to the Secretary General precis of the proposed remarks by the Directors of Sub-Commissions in their sections not later than Sunday 20th August. These precis are required for furnishing to representatives of the press who are expected to be present at the Conference.

5. Regional Commissioners and SCAO's AMG will submit precis of their proposed remarks to the Director, Civil Affairs Branch (R.C. & M.G. Section) not later than Sunday 20th August.

6. The Executive Commissioner will preside at the Conference on Wednesday 23rd August. Vice Presidents and Directors of Sub-Commissions are invited to attend or to send a senior officer who could discuss such agenda items affecting their departments which may be raised at the meeting.

7. Regional Commissioners and heads of Sub-Commissions are invited to submit suggestions for inclusion in the agenda of the Wednesday meeting. The suggestions should be accompanied by a brief statement on the points to be discussed which will be circulated to all concerned before the meeting. Suggestions should reach R.C. & M.G. Section, Civil Affairs Branch not later than 14th August.

4043

8. Regional Commissioners and SCAO's AMG Armies are invited to bring one of their Provincial Commissioners with them. Officers attending from outlying stations should assemble in ROTE at least one day prior to the opening of the conference. HQ Comdt, R.C. & M.G. Section should be notified of expected time of arrival in order that accomodation and transport may be arranged where necessary.

9. The Secretary General will act as Secretary on 22nd August. A Staff Officer of the C.A. Branch, R.C. & M.G. Section will act as Secretary on 23rd August.

NORMAN E. FISHE
Colonel,
Deputy Executive
Commissioner.

Distribution :

List C & Group 2.

Declassified E.O. 12356 Section 3.3/NND No. 785021

0477

Declassified E.O. 12356 Section 3.3/NND No. 785021

Interior Dept/Ec

1556

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. Section
APO 394

12 JUN 1944

7268
(67)

Ref/107/61/CA.

22 June 1944.

SUBJECT: Minutes of Regional Commissioners Conference, 31 May 1944.

TO : Distribution as per Minutes.

P.50.

Reference Minutes of Regional Commissioners Conference, Wednesday 31 May 1944, para.1.

DELETE from (line 4) "The food distributed ..... life in the Province." (line 7). ✓

Amended. 23/6. Ltr.

Air Copy

NORMAN E. FISKE,
Colonel,
Deputy Executive
Commissioner.

4047

CWIS/RAC.

0478

Declassified E.O. 12356 Section 3.3/NND No. 785021

RESTRICTED

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394

66

12 June 1944

SPECIAL ORDERS)
NUMBER 105)

EXTRACT

1. COL R. G. B. SPICER, 282037 (B), Interior Sub-Commission, NF Hq Region VI on or about 13 June 1944 on temp dy, reporting upon arrival to Regional Commissioner thereof for the purpose of attending a Regional Commissioner's Conference. Upon completion of temp dy return proper sta. Travel by mil aircraft and/or any other available transport is authorized. TDN.

* * *

By command of Lieutenant General MASON MACFARLANE:

E. J. CHIOCCA
C30, USA
Asst Adjutant

OFFICIAL:
E. J. Chiocca

E. J. CHIOCCA
C30, USA
Asst Adjutant

DISTRIBUTION:
2 - O
1 - Air Trans O
1 - Adj, Rear

4046

0474

Declassified E.O. 12356 Section 3.3/NND No. 785021

1505.

18B

- INCOMING

RECEIVED ADJ SEC
17 JUN 1944
MAIN HQ. A.C.C.

/hft

1 Jun

7 JUN 1944

WM 584

JUN 171301B

JUN 171316B

via teletype

65

NOT GIVEN

PRIORITY

SPICER SGD CAIR FROM ACC REGION SIX FOR NAIROBI FOR INTERIOR FOR TEMPLE CITE ACC 462

ACC HEAR FOR STANEGATE

(This is paraphrase by ACC Main)

Will arrive early morning Tuesday 20 June at Main Headquarters.

RUCT

DISTRIBUTION:

1 - DCC
1 - Adj Main
1 - Fleet
1 - AG File
1 - Admin Action
1 - Interior Info ✓
1 - HQ Comd - INFO

4045

5

INFO

0480

Declassified E.O. 12356 Section 3.3/NND No. 785021

1496

Interim (64)

PRT

NEAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

4/22.R/AS.

16 Jun 44.

SUBJECT : Regional Conferences.

TO : Regional Commissioner, Region II.

It is regretted that neither ~~Please note~~, Lt Col T.V. Smith nor Lt Col Whitelaw will be able ~~is unable~~ to attend Region II Conference at Mateera on 22 Jun.

4044

R.R. CHIPPS Col.
CSO Adm Sec.

Copy to all Adm Sub-Commissions.

0481

Declassified E.O. 12356 Section 3.3/NND No. 785021

1472

To Interior (63)

Region I by EAST AIR.

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

4/222/AS

14 Jun 44

SUBJECT : Regional Conferences.

TO : RC Region I
RC Region II

1 It is hoped that Admin Sec will be represented at Regional Conferences as follows:

Region I	Palermo	21 Jun	Major R.A.Persell.
Region II	Potenza	22 Jun	Lt Col S.H.White & Lt Col T.V.Smith (Educ).

2 Will you please say whether this will be convenient.

R.R.Chilfes

R.R.CHILFES, Colonel,
for VP Admin Section.

Copy to: All Admin Sub-Commissions who will please communicate direct with these officers with regard to any enquiries or messages which they wish made or carried.

4043

0282

Declassified E.O. 12356 Section 3.3/NND No. 785021

1435 Interior

62

NEAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

A/22.B/AS.

12 Jun 44.

SUBJECT : Regional Conference.

TO : Regional Commissioner, Region III.

Reference this office A/22.B/AS dated 10 Jun 44.

Please note that Lt Lewis will not now be able to attend Region III Conference on 14 Jun 44.

H.H. GRIPPS Col.
for VP Adm Sec.

Copy to all Adm Sub-Commissions.

4042

0481

Declassified E.O. 12356 Section 3.3/NND No. 785021

U. S. RESTRICTED
Equals British RESTRICTED

OUTGOING

SPICER/hrt

1/12

2898

JUN 12 1946 B

DISPATCHED ADJ GEN'S
12 JUN 1944
REAR HQ. A.C.C.

RESTRICTED

OF PRIORITY

ACC REAR

FABLE

PLEASE REPLY MY TWO EIGHT EIGHT TWO OF NINE JUNE WHICH REQUESTED APPROVAL FOR SPICER TO ATTEND YOUR CONFERENCE OF ONE FOUR JUNE PD TO FABLE FOR CAIR FROM ACC REAR FROM STANGATE SIGNED MACFARLANE PD MUST HAVE YOUR APPROVAL BEFORE HE CAN DEPART PD URGENT

AUTHENTICATED:

E. J. CHICOCCA
CWO, USA
Asst Adj

DISTRIBUTION:

1 - File
1 - Plest
1 - DCC
1 - Interior
1 - Adj Main

5

4041

U. S. RESTRICTED
Equals British RESTRICTED

0434

Declassified E.O. 12356 Section 3.3/NND No. 785021

1422

COPY 1 JUN 1944 (60)

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

4/22.B/AC.

10 June 44.

SUBJECT : Regional Conference.

TO : Regional Commissioner, Region III.

It is hoped that Lieut W.J.N. Lewis of the Interior Sub-Commission will attend your conference on 14 Jun 44.

(SGD)

R.R. CRIPPS Col,
for VP Adm Sec.

Copy to Interior Sub-Commission.

4040

0485

Declassified E.O. 12356 Section 3.3/NND No. 785021

1944

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

11 JUN 1944

10 June 44.

A/22.B/AG.

SUBJECT : Regional Conferences.

TO : All Adm Sub-Commissions.

Adm Sec will be represented at Regional Conferences as follows -

R.VI	Sardinia	by Col Spicer	Int. Sub-Comsn.
R.III	Naples	by Lt Lewis	Int. Sub-Comsn.

Sub-Comsns will please inform these officers direct of any matter or way in which they (the officers) can assist them (the Sub-Comsns).

R.H. CRIPPS Col,
CSC Adm Sec.

4039

0486

Declassified E.O. 12356 Section 3.3/NND No. 785021

U. S. RESTRICTED
Equals British RESTRICTED

- OUTGOING

10548
SPICER/hrt 58

4/09
7882

RESTRICTED

ROUTINE

ACC NEAR

FABLE

JUN

CLASSIFIED ADJ'S.G.
9 JUN 44
G.H.Q. A.C.C.

YOUR APPROVAL IS REQUESTED FOR ATTENDANCE OF COL SPICER PARIS TO FABLE FOR CARLTON ACC NEAR FROM STAINGATE SIGNED MACFARLANE PARIS INTERIOR YOUR CONFERENCE FOURTEEN JUNE AWAITING CONFIRMATION

AUTHENTICATED:

E J Chiocca

E. J. CHIOCCA
Capt, USA
Asst Adj

DISTRIBUTION:

1 - File
1 - Plans
1 - DCC
1 - Interior
1 - Adj Main
1 - Admin

(1) Actual Asst Adj's not the confirmation received (Cable dated 12 June, 44)
(2) Re cable "OK"
(3) Asst Adj again suggested, send "Reminder Cable"
(4) Asst Adj paid he would send "Reminder" 13 June 44
(5) Cable, despatched
(6) Order copies from Section of Col. Denver

5

4038

U. S. RESTRICTED
Equals British RESTRICTED

0487

Declassified E.O. 12356 Section 3.3/NND No. 785021

file 57

ROUTINE

PABLE FOR CARR

YOUR APPROVAL IS REQUESTED FOR ATTENDANCE OF COL SPICER INTERIOR YOUR CONFERENCE FOURTEEN JUNE AWAITING CONFIRMATION.

STANGATE FOR MACFARLANE

- -

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

ACC/183/Int 9 June 1944

SUBJECT: Cable

TO : Adjutant General

Please dispatch above cable - ROUTINE.

R. C. B. SPICER
Colonel
Director
Interior Sub-Commission

4037

DB/jgt

0485

Declassified E.O. 12356 Section 3.3/NND No. 785021

56

ROUTINE

TABLE FOR CARR

ARRANGING ATTEND REGIONAL CONFERENCE PERSONALLY PD HOPE ARRIVE THIRTEEN JUNE PD

SPICER

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

ACC/18B/Int 9 June 1944

SUBJECT: Cable

TO : Adjutant General

Please dispatch above cable - ROUTINE.

for R. G. B. SPICER
Colonel
Director
Interior Sub-Commission

TCB/jgt

0489

Declassified E.O. 12356 Section 3.3/NND No. 785021

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394

C of B

(53)

9 June 1944
(Date)

SUBJECT: Authorization for Travel.

TO: Adjutant, Rear Hq, ACC, APO 394.

1. The undermentioned personnel are authorized to proceed to Rq Region VI
on Temporary Duty (Temp or Perm Dy), reporting upon arrival
to HQ, Region VI for the purpose of attending Regional Conference
on 14 June 1944

RANK	NAME	SERIAL NUMBER	BRANCH OF SERVICE	NATIONALITY
Colonel	R.C.B. [illegible]	282057	Gen. List	B

(Interior Sub-Commission)

2. Travel by Air and motor (Sea, Rail, Motor, or Air Transport) is requested.

3. Period of absence will be about 6 days (State period in case of temp duty only)

4. It is requested that transport be made available on 12 June 1944 or as soon as possible thereafter.

5. The importance of this journey is classified as * B (Classification)

6. Will you please arrange for the necessary orders to be issued.

R. A. PURNELL
Major, GS, Infantry
for V.P., Admin. Section

9 June 44. 4035

Copy to:
Transportation Officer

* All journeys will be classified as follows:

A - Travel of the first importance having an operational aspect when time is of the essence of the journey.
B - Important visits or tours which it is considered essential should be made as soon as possible.
C - Journeys which are desirable but not particularly urgent.

1381

8 JUN 1944

RESTRICTED

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394
MONTHLY CONFERENCE 30 MAY 1944

The Conference was opened at 0930 by the Chief Commissioner, Lieutenant General Sir Noel Mason MacFarlane.

Remarks by the Chief Commissioner:

Things are moving fast. This may be the last Conference to be held in Naples. With the resumption of advance by the Armies, all units are working well together as a formation. Under operational conditions, the Army AMG's and spearheads are doing a first class piece of work.

Regions IV & V have been cooperating admirably in getting their personnel into liberated areas. Region III has the big task of governing the 3 Provinces and Naples. Regions I, II, VI, & VII are engaged in controlling and assisting Italian administration. The main problems in the operational areas remain the same -- food and refugees. These problems are always with us. From all reports, it appears that the job is being done well.

Our task is to run our show so that the Commander-in-Chief and the other Commanders in the field will have nothing to worry about except their operational tasks. In this, ACC has succeeded very well so far. The greater the speed of the advance, the greater our problems will become, and we are planning things ahead to meet new situations which will stretch our organization to the utmost. We have had plenty of time to deal with Rome, and plans are laid. General Alexander has referred to ACC/AMG as his "Third Army". The combat Armies are doing admirably, and we must also deliver the goods.

I --- REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

Region I, Colonel A. N. Hancock.

1. The settlement of some of the problems in Sicily may lay the foundation for the solving of problems in the rest of Italy. There is an erroneous popular belief among outsiders that Sicily is a "land flowing with milk and honey."

2. The greatest problem is the wheat harvest. Others are food and local politics. From the end of June the Island is expected to provide its own daily bread. Sicilians desire to be self-sufficient and to shoulder the responsibility. The price for wheat is considered too low in view of the factors which enter into the cost of its production in Sicily. Machinery and equipment is primitive. Some incentive or premium will be necessary in order to get farmers to deliver their grain.

3. The High Commissioner is making good progress under difficult conditions. He lacks full support from Government circles. During May he visited all nine provinces and was enthusiastically welcomed.

4. The new Badoglio Government was received with favor and political 1034 activity is more orderly. Separatist activity continues, but only in a minor degree.

5. There has been labor agitation for more and cheaper food or more pay. It has required much persuasion to keep electricity workers working. Railway labor is also affected and to lesser extent sulphur miners.

6. Public health is better than a year ago, but there is evidence that tuberculosis and rickets are increasing owing to undernourishment. Further

Declassified E.O. 12356 Section 3.3/NND No. 785021

Things are moving fast. This may be the last Conference to be held in Naples. With the resumption of advance by the Armies, all units are working well together as a formation. Under operational conditions, the Army AMG's and spearheads are doing a first class piece of work.

Regions IV & V have been cooperating admirably in getting their personnel into liberated areas. Region III has the big task of governing the 3 Provinces and Naples. Regions I, II, VI, & VII are engaged in controlling and assisting Italian administration. The main problems in the operational areas remain the same -- food and refugees. These problems are always with us. From all reports, it appears that the job is being done well.

Our task is to run our show so that the Commander-in-Chief and the other Commanders in the field will have nothing to worry about except their operational tasks. In this, ACC has succeeded very well so far. The greater the speed of the advance, the greater our problems will become, and we are planning things ahead to meet new situations which will stretch our organization to the utmost. We have had plenty of time to deal with Rome, and plans are laid. General Alexander has referred to ACC/AMG as his "Third Army". The combat Armies are doing admirably, and we must also deliver the goods.

I --- REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

Region I, Colonel A. N. Hancock.

1. The settlement of some of the problems in Sicily may lay the foundation for the solving of problems in the rest of Italy. There is an erroneous popular belief among outsiders that Sicily is a "land flowing with milk and honey."

2. The greatest problem is the wheat harvest. Others are food and local politics. From the end of June the Island is expected to provide its own daily bread. Sicilians desire to be self-sufficient and to shoulder the responsibility. The price for wheat is considered too low in view of the factors which enter into the cost of its production in Sicily. Machinery and equipment is primitive. Some incentive or premium will be necessary in order to get farmers to deliver their grain.

3. The High Commissioner is making good progress under difficult conditions. He lacks full support from Government circles. During May he visited all nine provinces and was enthusiastically welcomed.

4. The new Badoglio Government was received with favor and political 1034 activity is more orderly. Separatist activity continues, but only in a minor degree.

5. There has been labor agitation for more and cheaper food or more pay. It has required much persuasion to keep electricity workers working. Railway labor is also affected and to lesser extent sulphur miners.

6. Public health is better than a year ago, but there is evidence that tuberculosis and rickets are increasing owing to undernourishment. Further observations are being made along this line.

7. The police forces, particularly the Carabinieri, are gaining in prestige. The discovery and arrest of a band of forgers was accomplished. Forty million counterfeit lire were seized. In Agrigento Province a gang of kidnapers was rounded up and arrests were made.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

8. Refugees are being received in groups of 500 to 700. An organization for dealing with them is functioning satisfactorily.

9. The present policy regarding schooner control is seriously affecting essential coastwise transport of foodstuffs. Particularly is Messina affected and it is still semi-isolated. Schooner aid for coastwise shipping is essential.

10. Current revenue is 50 million lire greater than for the corresponding period last year.

11. Staff reductions during May included 38 officers and 37 other ranks. The Province of Enna is now combined with Caltanisetta; Ragusa with Siracuse, and Trapani with Palermo. This will accelerate the assuming of responsibility by Italian authorities.

Comments by Chief Commissioner: It would have been well to have had the Supply Mission hear Colonel Hancock's report, as they talked of Sicily as a Utopia; this is not brought out by the actual facts. We should be careful in accepting remarks of visitors who may not be well acquainted with factual conditions. With reference to the price of wheat, the cost of production is higher in Sicily, but care should be exercised in differentiating between the areas. Inasmuch as Sicily suffered more from war damage than most of the other Regions, consideration will be given to the grant of a war bonus.

Labor difficulties have been met in other regions. The solution is not necessarily an increase in wages alone. The food ration must be raised and approval is being sought for this.

Region II, Colonel J. T. Zellars.

1. Political reaction and popular opinion:

Very little change during the period. Both remain moderate and somewhat apathetic. The Communist Party appears to be in the ascendency. Consolidation of public opinion is slow and almost entirely peaceful.

2. Local government - Political:

a. This problem shows some evidence of improvement. A new Prefect of proven quality has recently been posted to Bari. Italian labor organizations in Potenza Province can now function efficiently with only remote ACC control. The organization of the Granai del Popolo in Matera Province has been very thorough.

b. Defascistization continues at a slow, steady pace. Timidity and procrastination remain evident.

3. Economic resources and supply, with special reference to food:

a. Small industrial and agricultural plants continue gradually to renew operations.

b. The production and distribution of charcoal increased slightly during the month.

c. Vegetables in fair quantity and variety are now within reach of almost everyone.

d. The chief interference with civilian supply and price control of agricultural products continues to be from Allied troops.

e. Transport of civilian supplies was very greatly aided during the month

Declassified E.O. 12356 Section 3.3/NND No. 778021

The province of Enna is now combined with Caltanisetta; Ragusa with Siracusa, and Trapani with Palermo. This will accelerate the assuming of responsibility by Italian authorities.

Comments by Chief Commissioner: It would have been well to have had the Supply Mission hear Colonel Hancock's report, as they talked of Sicily as a Utopia; this is not brought out by the actual facts. We should be careful in accepting remarks of visitors who may not be well acquainted with factual conditions. With reference to the price of wheat, the cost of production is higher in Sicily, but care should be exercised in differentiating between the areas. Inasmuch as Sicily suffered more from war damage than most of the other Regions, consideration will be given to the grant of a war bonus.

Labor difficulties have been met in other regions. The solution is not necessarily an increase in wages alone. The food ration must be raised and approval is being sought for this.

Region II, Colonel J. T. Zellars.

1. Political reaction and popular opinion:

Very little change during the period. Both remain moderate and somewhat apathetic. The Communist Party appears to be in the ascendency. Consolidation of public opinion is slow and almost entirely peaceful.

2. Local government - Political:

a. This problem shows some evidence of improvement. A new Prefect of proven quality has recently been posted to Bari. Italian labor organizations in Potenza Province can now function efficiently with only remote ACC control. The organization of the Granai del Popolo in Matera Province has been very thorough.

b. Defascistization continues at a slow, steady pace. Timidity and procrastination remain evident.

3. Economic resources and supply, with special reference to food:

a. Small industrial and agricultural plants continue gradually to renew operations.

b. The production and distribution of charcoal increased slightly during the month.

c. Vegetables in fair quantity and variety are now within reach of almost everyone.

d. The chief interference with civilian supply and price control of agricultural products continues to be from Allied troops.

e. Transport of civilian supplies was very greatly aided during the month by the establishment of civilian haulage transport pools.

4. Agriculture, forestry and fisheries:

a. Food crops continue to be excellent. Only a disaster such as heavy rains or a spell of hot winds within the next two weeks will prevent a bumper crop of grain, legumes, and leafy vegetables.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. Forestry - No change in this situation, which remains satisfactory.

c. Fisheries - Some improvement in the collection and distribution, particularly in Bari Province.

d. Live stock - No serious shortage of farm animals except perhaps in Brindisi Province.

5. Labor:

a. Italian labor organizations have progressed.

b. The dock-side labor unrest at Taranto was appeased, at least temporarily by additional rations.

c. Plans are completed to utilize imported agricultural labor for the grain harvest, which has commenced.

6. Public works and utilities:

a. Much improvement in road and bridge repair, and in the organization of the Italians in this Region.

b. Plans now being made for reduction in consumption of electric power, when, and if, it becomes necessary.

7. Public safety and functions of Allied and Italian courts:

a. The number of felonies and misdemeanors has decreased slightly during the month. No serious crimes reported.

b. Italian courts remain too slow and too cumbersome to clean up old cases and to keep abreast.

c. A circuit court of ACC officials, acting under Italian law, is now in session hearing cases of serious offences against Allied interests; a new departure in the history of ACC.

d. The overcrowded prison situation remains unchanged except the cancerous spot of Bari, which has worsened.

8. Public health to include welfare and condition of the people:

a. Public health remains good. Smallpox in Taranto was quickly dealt with by prompt cooperative action on part of Allies and Italian authorities.

b. No increase in small amount of malaria, except in the vicinity of Barletta. Malaria control measures going fairly well.

c. Situation regarding Italian hospitals has continued to improve.

d. Programs for cleaning up towns and cities are progressing, with Matera Province in the lead.

e. Medical supplies are adequate for June. 4033

9. Education:

Tendency to improve.

10. Refugees:

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. The dock-side labor unrest at Taranto was appeased, at least temporarily by additional rations.

c. Plans are completed to utilize imported agricultural labor for the grain harvest, which has commenced.

6. Public works and utilities:

a. Much improvement in road and bridge repair, and in the organization of the Italians in this Region.

b. Plans now being made for reduction in consumption of electric power, when, and if, it becomes necessary.

7. Public safety and functions of Allied and Italian courts:

a. The number of felonies and misdemeanors has decreased slightly during the month. No serious crimes reported.

b. Italian courts remain too slow and too cumbersome to clean up old cases and to keep abreast.

c. A circuit court of ACC officials, acting under Italian law, is now in session hearing cases of serious offences against Allied interests; a new departure in the history of ACC.

d. The overcrowded prison situation remains unchanged except the cancerous spot of Bari, which has worsened.

8. Public health to include welfare and condition of the people:

a. Public health remains good. Smallpox in Taranto was quickly dealt with by prompt cooperative action on part of Allies and Italian authorities.

b. No increase in small amount of malaria, except in the vicinity of Barletta. Malaria control measures going fairly well.

c. Situation regarding Italian hospitals has continued to improve.

d. Programs for cleaning up towns and cities are progressing, with Matera Province in the lead.

e. Medical supplies are adequate for June. 4033

9. Education:

Tendency to improve.

10. Refugees:

a. General situation greatly improved.

b. Organization by Italians has progressed. All provinces now have reception centers.

Declassified E.O. 12356 Section 3.3/NND No. 785027

c. None received during May to 20th. On hand approximately 27,000. Prepared to receive 15,000 in June.

11. Communications:

a. Roads - Much progress.

b. Rail - Little, if any, progress.

c. Telecommunications - Some, small progress.

d. Posts - Some, small improvement.

12. Property control:

Remains in good order.

13. Finance matters have improved in some respects.

Comments by Chief Commissioner: Asked for his opinion on the price of wheat in Region II, Colonel Zellars said that he would like to see it at 1100 lire. The Chief Commissioner commented that Lucifero, the new Prefect at Bari was good, but that a good man was still needed in Brindisi.

Region III, Colonel C. Poletti.

1. Region III has been pushing ahead in reorganization of local government.

2. In Naples the number of spurious ration cards has been reduced by 300,000. Nine other large communes throughout the Region are having this ration control extended to them. It has been found that cheating has been done by the bakers, rather than by the consumers.

3. Programs for the collection of revenue, public works, and production of tobacco have been initiated.

4. Efforts have been made to clean up Naples as well as other cities.

5. 150,000 vaccinations for smallpox have been completed.

6. The elimination of traces of Fascism is proceeding.

7. The glove industry is being renewed.

8. Success has been achieved in telling the people that the program is working.

9. Students have threatened to strike over the question of whether or not there will be an examination.

10. Whole-hearted cooperation has been given by every officer, and the cooperation received from PBS, the base sections, and No. 3 District has been greatly appreciated.

11. Regarding the program of the "Granai del Popolo":

a. The amount of seed which farmers are entitled to retain for early sowing (1.80%) is satisfactory, but that for late wheat sowing (1.25%) is a little low. It was 1.80% last year and it is recommended that the farmers be allowed to retain 1.50% for late wheat.

Declassified E.O. 12356 Section 3.3/NND No. 778502

b. Rail - Little, if any, progress.

c. Telecommunications - Some, small progress.

d. Posts - Some, small improvement.

12. Property control:

Remains in good order.

13. Finance matters have improved in some respects.

Comments by Chief Commissioner: Asked for his opinion on the price of wheat in Region II, Colonel Zellars said that he would like to see it at 1100 lire. The Chief Commissioner commented that Lucifero, the new Prefect at Bari was good, but that a good man was still needed in Brindisi.

Region III, Colonel C. Poletti.

1. Region III has been pushing ahead in reorganization of local government.

2. In Naples the number of spurious ration cards has been reduced by 300,000. Nine other large communes throughout the Region are having this ration control extended to them. It has been found that cheating has been done by the bakers, rather than by the consumers.

3. Programs for the collection of revenue, public works, and production of tobacco have been initiated.

4. Efforts have been made to clean up Naples as well as other cities.

5. 150,000 vaccinations for smallpox have been completed.

6. The elimination of traces of Fascism is proceeding.

7. The glove industry is being renewed.

8. Success has been achieved in telling the people that the program is working.

9. Students have threatened to strike over the question of whether or not there will be an examination.

10. Whole-hearted cooperation has been given by every officer, and the cooperation received from PBS, the base sections, and No. 3 District has been greatly appreciated.

11. Regarding the program of the "Granai del Popolo":

a. The amount of seed which farmers are entitled to retain for early sowing (1.80%) is satisfactory, but that for late wheat sowing (1.25%) is a little low. It was 1.80% last year and it is recommended that the farmers be allowed to retain 1.50% for late wheat.

b. Price. Public officials, church people and other informed people believe that the price of 1000 lire for wheat is too low. It is thought that farmers will not turn in grain at that price. Some indirect incentive might prove more fruitful than increasing the price. For instance, farmers who turn in their grain could be given the right to purchase certain things which they need; such as fertilizer, footwear (which sell for 3000 lire per pair in some places), clothing (Red Cross clothing could be given to farmers who cooperate).

Declassified E.O. 12356 Section 3.3/NND No. 785021

c. The food ration should be increased for everyone. This would be an effective means of breaking the "psychology of scarcity". A ration of 200 grams bread and 80 grams pasta was suggested. This would help to bring in the grain. The "psychology of scarcity" is the real problem. Separate ration scales for heavy workers should be done away with. If the rations are increased for everybody, then the worker can make the adjustment within his own family.

12. Dissatisfaction exists among police groups; namely, Guardia Finanze, the Carabinieri, and the Agenzia Publica Sicurezza, who are not on the same ration level but do the same type of work. There has been a little talk of strikes, but trouble is not expected.

13. Transport. 80 trucks were lost to Rome and 80 more are being lost. 20 trucks were promised to this region from Potenza, if 20 were released to Salerno. The 20 were released to Salerno but the replacements have not arrived. Many of the trucks on hand are unserviceable. Those which were released were serviceable trucks. Large quantities of hemp need to be moved; also food supplies, fertilizer, etc. Civilian transport is being put to use as much as possible. 30 days food supply has been laid up in Benevento, which aids the transport situation somewhat.

14. Progress has been made in black market control. Tightening up in one way often aggravates the situation in another. Bakers have been found giving wet bread or short weight. It is felt that the margin of profit for retailers should be increased. The narrow margin at present is an incentive to cheat on the part of bakers.

15. There should be an allocation of food to restaurants and soft drink manufacturers. They now operate on black market supplies.

16. There is an urgent need for tires. Civilian public officials cannot fulfill their jobs without transport. The agricultural officials must get out to see the farmers to urge them to bring in their grain.

17. Plans are under way for the production of leather goods and shoes. Many farmers prefer tanned leather from which they can make their own shoes.

18. Region III is now ready to be turned over to the Italian Government whenever the Chief Commissioner sees fit.

Comments by Chief Commissioner: General MacFarlane expressed his pleasure with the successful work in Region III in regard to ration cards. He asked Colonel Poletti what percentage the 300,000 represented. Colonel Poletti replied that it was 300,000 out of 1,100,000. These 300,000 were spurious cards held by the bakers. The Chief Commissioner congratulated Colonel Poletti and Colonel Kincaid on their cleaning up campaign in Naples.

The Chief Commissioner also remarked that the Cardinal had spoken to him personally in favor of abolishing written examinations for students.

Referring to the price of wheat, General MacFarlane stated that there was a great deal to be said for giving farmers other incentives. Asked what he personally thought the price of wheat should be, Colonel Poletti replied that his figure was 1400 lire, the cost of labor being very high in Region III.

General MacFarlane said he was informed no more shoes or boots can be imported.

4032

With regard to rations for the Agenti di Publicca Sicurezza and others, the

Declassified E.O. 12356 Section 3.3/NND No. 788027

12. Dissatisfaction exists among police groups; namely; Guardia Finanze, the Carabinieri, and the Agenzia Publica Sicurezza, who are not on the same ration level but do the same type of work. There has been a little talk of strikes, but trouble is not expected.

13. Transport. 80 trucks were lost to Rome and 80 more are being lost. 20 trucks were promised to this region from Potenza, if 20 were released to Salerno. The 20 were released to Salerno but the replacements have not arrived. Many of the trucks on hand are unserviceable. Those which were released were serviceable trucks. Large quantities of hemp need to be moved; also food supplies, fertilizer, etc. Civilian transport is being put to use as much as possible. 30 days food supply has been laid up in Benevento, which aids the transport situation somewhat.

14. Progress has been made in black market control. Tightening up in one way often aggravates the situation in another. Bakers have been found giving wet bread or short weight. It is felt that the margin of profit for retailers should be increased. The narrow margin at present is an incentive to cheat on the part of bakers.

15. There should be an allocation of food to restaurants and soft drink manufacturers. They now operate on black market supplies.

16. There is an urgent need for tires. Civilian public officials cannot fulfill their jobs without transport. The agricultural officials must get out to see the farmers to urge them to bring in their grain.

17. Plans are under way for the production of leather goods and shoes. Many farmers prefer tanned leather from which they can make their own shoes.

18. Region III is now ready to be turned over to the Italian Government whenever the Chief Commissioner sees fit.

Comments by Chief Commissioner: General MacFarlane expressed his pleasure with the successful work in Region III in regard to ration cards. He asked Colonel Poletti what percentage the 300,000 represented. Colonel Poletti replied that it was 300,000 out of 1,100,000. These 300,000 were spurious cards held by the bakers. The Chief Commissioner congratulated Colonel Poletti and Colonel Kincaid on their cleaning up campaign in Naples.

The Chief Commissioner also remarked that the Cardinal had spoken to him personally in favor of abolishing written examinations for students.

Referring to the price of wheat, General MacFarlane stated that there was a great deal to be said for giving farmers other incentives. Asked what he personally thought the price of wheat should be, Colonel Poletti replied that his figure was 1400 lire, the cost of labor being very high in Region III.

General MacFarlane said he was informed no more shoes or boots can be imported.

4032

With regard to rations for the Agenti di Publicca Sicurezza and others, the Chief Commissioner pointed out that efforts are still being made to settle the matter.

General MacFarlane added his thanks to No. 3 District, PBS, and others for their help to ACC.

The problem of tires is also being dealt with; mention was made of the setting up of retreading plants in Bari and Naples. The emergency of trucks for Rome had to be met.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

The Chief Commissioner said that he agreed with Colonel Poletti on the subject of the desirability of increasing the ration. It would do much to stem the black market.

Region IV, Brigadier J.K. Dunlop.

1. The main function of Region IV since the last conference has been preparation for its task in the wake of the advancing Armies.

2. Provincial teams in men and equipment are moved forward when needed to come under the command of the SCAO's of the Armies.

3. Advanced Headquarters was opened on Route 6 near Sparanise. This move has proved valuable; cooperation with Armies has been close and cordial. The policy of having an Advanced Hq well forward close behind AMG's of 5th and 8th Armies will be continued.

4. The Littoria, Roma Province, and Viterbo teams are now under the command of AMG 5th Army Field. Rome Sub-Region team is under command of AMG 5th Army. We have been asked to take an immediate interest in agriculture, malaria control, and engineering works in the Pontine Marshes area.

5. In collaboration with SCAO 8th Army a proposal has been submitted for dealing with the area lying between the Rapido and Melfa Rivers and Highway No. 6. This devastated area will need a special organization to deal with it.

6. Supply arrangements have been coordinated with the Armies. Region IV domestic transport has in the past week moved well over 100 tons of stores for 5th Army AMG. Schooners came into Gaeta port on Friday afternoon, 26 May. This port was opened early due to excellent work of 5th Army AMG, Supply Commission here, Royal Navy and an engineer unit of the 5th Army.

7. The problem of transport remains very pressing. We have been able to put a little of the domestic transport of Region IV at the disposal of AMG 5 Army Field.

8. Doctors are scarce. A malariologist is to be put on a study of the Pontine Marsh problem.

9. Italian authorities are cooperating in connection with public safety. Carabinieri have been provided for Lazio Region. As Carabinieri are drawn from Gaeta pool for forward areas, replacements will be sent from Naples.

10. Regional Commissioners of Regions I and III have cooperated by releasing men when they were needed.

11. CAOs have often gone into communities 5 or 6 hours after advancing troops, taking food, medical aid and bulletins.

Comments by Chief Commissioner: Thanks are due to Brigadier Dunlop and Group Captain Benson for coming from operations to the Conference to tell their story. Region IV is a good example of planning ahead. It is essential that there should be close cooperation with Regions behind when the Armies move forward. There is an immense amount of work on the shoulders of one officer in an AMG spearhead. The closer the Regions can follow up to relieve the individual officers at the front, the smoother the work will go. We should continue to thin out behind in order to keep abreast of the job in front of us. The principle started in Sicily of combining provinces under one Provincial Commissioner must be applied elsewhere as we go forward.

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. Provincial teams in men and equipment are moved forward when needed to come under the command of the SCAO's of the Armies.

3. Advanced Headquarters was opened on Route 6 near Sparanise. This move has proved valuable; cooperation with Armies has been close and cordial. The policy of having an Advanced Hq well forward close behind AMG's of 5th and 8th Armies will be continued.

4. The Littoria, Roma Province, and Viterbo teams are now under the command of AMG 5th Army Field. Rome Sub-Region team is under command of AMG 5th Army. We have been asked to take an immediate interest in agriculture, malaria control, and engineering works in the Pontine Marshes area.

5. In collaboration with SCAO 8th Army a proposal has been submitted for dealing with the area lying between the Rapido and Melfa Rivers and Highway No. 6. This devastated area will need a special organization to deal with it.

6. Supply arrangements have been coordinated with the Armies. Region IV domestic transport has in the past week moved well over 100 tons of stores for 5th Army AMG. Schooners came into Gaeta port on Friday afternoon, 26 May. This port was opened early due to excellent work of 5th Army AMG, Supply Commission here, Royal Navy and an engineer unit of the 5th Army.

7. The problem of transport remains very pressing. We have been able to put a little of the domestic transport of Region IV at the disposal of AMG 5 Army Field.

8. Doctors are scarce. A malariologist is to be put on a study of the Pontine Marsh problem.

9. Italian authorities are cooperating in connection with public safety. Carabinieri have been provided for Lazio Region. As Carabinieri are drawn from Gaeta pool for forward areas, replacements will be sent from Naples.

10. Regional Commissioners of Regions I and III have cooperated by releasing men when they were needed.

11. CAOs have often gone into communities 5 or 6 hours after advancing troops, taking food, medical aid and bulletins.

Comments by Chief Commissioner: Thanks are due to Brigadier Dunlop and Group Captain Benson for coming from operations to the Conference to tell their story. Region IV is a good example of planning ahead. It is essential that there should be close cooperation with Regions behind when the Armies move forward. There is an immense amount of work on the shoulders of one officer in an AMG spearhead. The closer the Regions can follow up to relieve the individual officers at the front, the smoother the work will go. We should continue to thin out behind in order to keep abreast of the job in front of us. The principle started in Sicily of combining provinces under one Provincial Commissioner must be applied elsewhere as we go forward.

Region V, Colonel F.L. Whitley.

1. Conditions have improved considerably. There has been an awakening of the people from their general apathy and they now realize that we are working for their good.

2. In general our efforts are to gather a big harvest.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. Politically the Region is quiet. A request was received from a Catholic youth organization to have meetings. This is being investigated. The Prefect of Foggia was a high Carabinieri official and is not identified with any political party. In Campobasso Province the new Prefect is a lawyer. He is enthusiastic and energetic and also has not identified himself with a party. A new prefect has arrived in Chieti.

4. The food situation is good. Vegetable farming is a big aid. Markets have a sufficient supply to take care of the civilians and the Armies too, should they want supplies. Warehousing is a problem. Warehouses have been occupied by troops and it will be difficult to move them out. An excellent harvest is expected, but labor is scarce.

5. One quarter million sacks will be needed to care for grain in Foggia. 25,000 sacks a day will be required to handle 2,500 to 4,000 tons daily.

6. As an aid for grain collecting, two to four ships of about 5,000 tons could be used to great advantage. It is expected that 350,000 tons of wheat and barley will be harvested in Foggia alone.

7. Communal agricultural committees have been formed. Provincial committees should have been set up first.

8. 1,000 Italian soldiers to work on farms arrived on May 26. Additional groups arrive every two or three days. They need clothing and footwear. Footwear should be provided for farmers working on the harvest.

9. 70 civilian trucks will be inadequate for grain collection. A 24 hour run daily is anticipated, and the maximum haulage for one truck per day is estimated at 30 tons. No difficulties are expected in Campobasso and Chieti, however.

10. Crime is generally low. Black market activities are being curtailed. The Army is still in a minor way active in the black market.

11. Public Health continues favorably throughout the Region.

12. Education is being well handled and refugee work is being carried on.

13. An extra allowance should be given to farmers who comply fully in collecting grain. The price of 1000 lire was considered to be satisfactory, but naturally the farmers were not satisfied.

14. There is a great need for leather throughout the area. The prices being paid for shoes are now far too high.

Comments by Chief Commissioner: Region V has to follow up the 8th Army on the right hand side of the front line just as Region IV is doing on the left.

Regarding the occupation of warehouses by troops, orders have gone out on the subject. The importance of vacating these warehouses is appreciated.

The ships mentioned by Colonel Whitley are to be used for coastal, not export purposes.

Region VI, Brigadier M. Carr.

4031

1. The general situation in Sardinia is satisfactory and steadily improving. There is a decrease in crime, food is more plentiful, regular transfers of the Ita-

Declassified E.O. 12356 Section 3.3/NND No. 785021

want supplies. Warehousing is a problem. Warehouses have been occupied by troops and it will be difficult to move them out. An excellent harvest is expected, but labor is scarce.

5. One quarter million sacks will be needed to care for grain in Foggia. 25,000 sacks a day will be required to handle 2,500 to 4,000 tons daily.

6. As an aid for grain collecting, two to four ships of about 5,000 tons could be used to great advantage. It is expected that 350,000 tons of wheat and barley will be harvested in Foggia alone.

7. Communal agricultural committees have been formed. Provincial committees should have been set up first.

8. 1,000 Italian soldiers to work on farms arrived on May 26. Additional groups arrive every two or three days. They need clothing and footwear. Footwear should be provided for farmers working on the harvest.

9. 70 civilian trucks will be inadequate for grain collection. A 24 hour run daily is anticipated, and the maximum haulage for one truck per day is estimated at 30 tons. No difficulties are expected in Campobasso and Chieti, however.

10. Crime is generally low. Black market activities are being curtailed. The Army is still in a minor way active in the black market.

11. Public Health continues favorably throughout the Region.

12. Education is being well handled and refugee work is being carried on.

13. An extra allowance should be given to farmers who comply fully in collecting grain. The price of 1000 lire was considered to be satisfactory, but naturally the farmers were not satisfied.

14. There is a great need for leather throughout the area. The prices being paid for shoes are now far too high.

Comments by Chief Commissioner: Region V has to follow up the 8th Army on the right hand side of the front line just as Region IV is doing on the left.

Regarding the occupation of warehouses by troops, orders have gone out on the subject. The importance of vacating these warehouses is appreciated.

The ships mentioned by Colonel Whitley are to be used for coastal, not export purposes.

Region VI, Brigadier M. Carr.

4031

1. The general situation in Sardinia is satisfactory and steadily improving. There is a decrease in crime, food is more plentiful, regular transfers of the Italian Army are taking place, the prospects for harvest are very good, the internal transport situation is better, and morale has generally improved. No sulphur for future needs has yet arrived from Sicily, defascistization is making little headway, and there are still large numbers of prisoners awaiting trial.

2. There is very little political or subversive activity. The people are disappointed that no Sard was included in the new Cabinet. The main thought is that of uniting the nation and getting on with the war. This improvement in morale is due to the success of the Allied advance.

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. Certain commodities are still awaiting shipment to the mainland. Approval for extension of night fishing areas has been sought. The ban on schooner sailings prevents further progress in the plans for inter-island trade. The question of use of spare space in Allied ships is being taken up.

4. Food. With an increase in local supplies, the food situation is generally satisfactory. There has been a good season in tunny fishing, and market prices of fish have improved. The price for grain has been received with satisfaction. The High Commissioner feels that neither price nor propaganda will get the farmers to bring in grain to be used in other communes, and he wishes to set up military commissions to enforce the amassing of grain.

5. Transport. The scheme for registration of all civilian vehicles, coming into force on June 1st, should help the civil transport situation. A number of vehicles will be driven off the roads, and we hope to use them for official purposes.

6. Public Safety. A considerable decrease in crime has been reported, 60% are robbery and theft cases. A further attempt to escape from the Island was frustrated. The number of demonstrations has diminished. One disturbance took place in the Nuoro area on May 3 regarding ownership of land. Civil courts are functioning again in the proper locations. The administration of justice is severely handicapped by lack of transport, but the courts are trying to clear up the cases quickly.

7. There has been some improvement in prison accommodation. Italian Army authorities are being pressed strongly to remove the remainder of military prisoners from civil jails. It seems impossible to get Italian authorities to take interest in the matter of giving provisional liberty to the civilians, or to deal with them quickly.

8. Public Health. The situation is satisfactory. There has been a reduction in V.D. rate. A consignment of 23 tons of American Red Cross clothing was received and the scheme for distribution is being worked out. Shoes are badly needed.

9. Italian Troops. Between April 1st and May 20th, approximately 26,000 Italian troops transferred from the Island.

Region VII, Colonel R. G. Kirkwood.

1. General. Region VII was constituted on 23 April 1944, but headquarters was not functioning until May 1. The need for a firmer hand in ACC administration and advisory functions throughout Calabria was evident from the start. Progress has been made.

2. Staff. All officers, except one, ordered to Region HQ have now joined.

3. Peoples' Granary Program. The program commenced slowly but is now making steady progress. All preliminaries are in hand.

4. Labor. There have been labor disturbances, potentially but not actually serious, at Crotone and at the Sila Power Station. Neither situation has been satisfactorily settled, but both are quiescent. It is expected that the Italian Army will furnish labor for harvesting as needed. There will be an increase over former years in wages for harvest workers.

5. Legal. The Regional Legal officer has established advisory liaison with all Italian courts and court officials. Cases are being tried at a faster rate.

6. Education. Schools are open, but the situation is unsatisfactory

Declassified E.O. 12356 Section 3.3/NND No. 785021

satisfactory. There has been a good season in tunny fishing, and market prices of fish have improved. The price for grain has been received with satisfaction. The High Commissioner feels that neither price nor propaganda will get the farmers to bring in grain to be used in other communes, and he wishes to set up military commissions to enforce the amassing of grain.

5. Transport. The scheme for registration of all civilian vehicles, coming into force on June 1st, should help the civil transport situation. A number of vehicles will be driven off the roads, and we hope to use them for official purposes.

6. Public Safety. A considerable decrease in crime has been reported, 60% are robbery and theft cases. A further attempt to escape from the Island was frustrated. The number of demonstrations has diminished. One disturbance took place in the Nuoro area on May 3 regarding ownership of land. Civil courts are functioning again in the proper locations. The administration of justice is severely handicapped by lack of transport, but the courts are trying to clear up the cases quickly.

7. There has been some improvement in prison accommodation. Italian Army authorities are being pressed strongly to remove the remainder of military prisoners from civil jails. It seems impossible to get Italian authorities to take interest in the matter of giving provisional liberty to the civilians, or to deal with them quickly.

8. Public Health. The situation is satisfactory. There has been a reduction in V.D. rate. A consignment of 23 tons of American Red Cross clothing was received and the scheme for distribution is being worked out. Shoes are badly needed.

9. Italian Troops. Between April 1st and May 20th, approximately 26,000 Italian troops transferred from the Island.

Region VII, Colonel R. G. Kirkwood.

1. General. Region VII was constituted on 23 April 1944, but headquarters was not functioning until May 1. The need for a firmer hand in ACC administration and advisory functions throughout Calabria was evident from the start. Progress has been made.

2. Staff. All officers, except one, ordered to Region HQ have now joined.

3. Peoples' Granary Program. The program commenced slowly but is now making steady progress. All preliminaries are in hand.

4. Labor. There have been labor disturbances, potentially but not actually serious, at Crotone and at the Sila Power Station. Neither situation has been satisfactorily settled, but both are quiescent. It is expected that the Italian Army will furnish labor for harvesting as needed. There will be an increase over former years in wages for harvest workers.

5. Legal. The Regional Legal Officer has established advisory liaison with all Italian courts and court officials. Cases are being tried at a faster rate.

6. Education. Schools are open, but the situation is unsatisfactory since supplies are badly needed, and too many buildings are still occupied by refugees and Italian troops. The teachers are working hard.

7. Property Control. In Cosenza Province all Allied property, and some personal and lease-hold property, has been taken into custody. Progress is being made in the remainder of the Region.

Declassified E.O. 12356 Section 3.3/NND No. 785021

8. Agriculture. Sulphur, binder twine, and copper sulphate for agricultural purposes have been received in the Region and are being distributed.

9. Communications. Telephone and telegraph service has been reestablished everywhere.

10. Public Health. Nothing unusual on ordinary communicable diseases. In addition to the Italian medical authorities, close cooperation has been maintained with the British Military Mission located here. Active control measures are being taken against malaria and venereal disease.

11. Economics & Supply. There is an increase in the use of rail transportation, but limited rail facilities make distribution of supplies difficult. A supply accounting system is being established. During May the whole system of supply distribution was reorganized to remedy the state of chaos prevailing at the time of taking over. Prices are now stabilized and uniform throughout the Region.

A large shipment of charcoal has been held up due to lack of rail transportation.

The generous ration authorized for harvest workers will put a severe strain on ration stocks in Cosenza and Catanzaro Provinces. The rise in prices has been gradual, except in the case of meat.

12. Public Safety. Crimes of violence have not increased. Measures to control prostitution continue. Allied soldiers are a problem and throw a load upon our provincial public safety officers. There are no military police except in Reggio; there is need for more. There has been an improvement in the morale of the public due to the recent successes of the Allies.

Comments by the Chief Commissioner: It was a good thing to form a new Region out of Calabria, since Region II was too big, and I am glad to hear of the good work being done there. Calabria is important for the olive oil production which is a very vital product in Italy.

Eighth Army AMG, Group Captain C. E. Benson.

1. I wish to thank Regions IV and V for their cooperation in the push forward. The Pescara team is operating under AMG 5 Corps and the various teams will be taking over the first part of the administration today or tomorrow in Aquila Province.

2. Today everybody is looking toward the Front. Here is a brief picture of the arrangements which have been made in the various sectors and what is happening in the battle areas:

a. Adriatic Coast: (5 Corps) The most important problem here is one of supply. We are building up a stock pile in Chieti Province of 2000 tons of flour. This will be sufficient to feed all Pescara and Teramo for one month. It is not wise to bring more supplies forward as yet. No advance has been made on this front except for the capture of one small town.

b. Central Sector: There is indication that the Germans are pulling out; two small towns have been captured. One of them was completely ruined, the other 50% ruined, and there were practically no inhabitants. To meet the supply question on this front we are building up a stock pile of 300 tons in Castel di Sangro which will be fed from Isernia later on.

4030

c. Fighting Front: In the area captured up to 30 May we have actually occupied ten places of importance. The population of that area in peace time was

Declassified E.O. 12356 Section 3.3/NND No. 785021

addition to the Italian medical authorities, close cooperation has been maintained with the British Military Mission located here. Active control measures are being taken against malaria and venereal disease.

11. Economics & Supply. There is an increase in the use of rail transportation, but limited rail facilities make distribution of supplies difficult. A supply accounting system is being established. During May the whole system of supply distribution was reorganized to remedy the state of chaos prevailing at the time of taking over. Prices are now stabilized and uniform throughout the Region.

A large shipment of charcoal has been held up due to lack of rail transportation.

The generous ration authorized for harvest workers will put a severe strain on ration stocks in Cosenza and Catanzaro Provinces. The rise in prices has been gradual, except in the case of meat.

12. Public Safety. Crimes of violence have not increased. Measures to control prostitution continue. Allied soldiers are a problem and throw a load upon our provincial public safety officers. There are no military police except in Reggio; there is need for more. There has been an improvement in the morale of the public due to the recent successes of the Allies.

Comments by the Chief Commissioner: It was a good thing to form a new Region out of Calabria, since Region II was too big, and I am glad to hear of the good work being done there. Calabria is important for the olive oil production which is a very vital product in Italy.

Eighth Army AMG, Group Captain C. E. Benson.

1. I wish to thank Regions IV and V for their cooperation in the push forward. The Pescara team is operating under AMG 5 Corps and the various teams will be taking over the first part of the administration today or tomorrow in Aquila Province.

2. Today everybody is looking toward the Front. Here is a brief picture of the arrangements which have been made in the various sectors and what is happening in the battle areas:

a. Adriatic Coast: (5 Corps) The most important problem here is one of supply. We are building up a stock pile in Chieti Province of 2000 tons of flour. This will be sufficient to feed all Pescara and Teramo for one month. It is not wise to bring more supplies forward as yet. No advance has been made on this front except for the capture of one small town.

b. Central Sector: There is indication that the Germans are pulling out: two small towns have been captured. One of them was completely ruined, the other 50% ruined, and there were practically no inhabitants. To meet the supply question on this front we are building up a stock pile of 300 tons in Castel di Sangro which will be fed from Isernia later on.

c. Fighting Front: In the area captured up to 30 May we have actually occupied ten places of importance. The population of that area in peace time was about 40,000. Cassino, Pico, Piedimonte, and Pontecorvo have been completely destroyed, and there is no chance of inhabitants returning. There are only about 300 people living in semi-destroyed farm houses. The Germans had cleared the whole of the Cassino Plain up to 15 kilometers from the Hitler Line, where the number of refugees is about 20,000. From the stock pile at Venafro food for 20 days was supplied to all the recently captured towns in this sector, and we have more to go on for the next advance. Very few inhabitants were found in these places; they had

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 78 5021
4030

retired to the hills behind Roccaseca. We hear there are 20,000 refugees who came from Cassino, Pontecorvo, and Piedimonte. They are beginning to come down in huge numbers. It is practically impossible to stop them, and we are going to face a great refugee problem. In Gora, not yet captured, there are said to be another 20,000. The supply question is all right, thanks to Region IV, which is bringing food in from Gaeta.

The health situation is very good, only case of typhoid and 30 wounded civilians.

The banks have all been destroyed. The bank managers have gone, as have the C. Agrarios and the Sindacos, taking all the cash with them. There is no administration left and we must start afresh. No Carabinieri have been found, and only one PAI. We have brought in our own mobile police to stop civilians from coming back.

We have two serious problems. Medical personnel is short. Sick and wounded civilians have to be evacuated to backward areas, and we possess no ambulances whatsoever for this. For this reason more medical personnel is essential in the forward areas.

The second problem is that the Rapido River at Cassino has become a small lake. It is an excellent breeding place for malaria, and should be sprayed from the air.

Comments by Chief Commissioner: It would be a prudent plan to have at our disposal a number of trained Italian officials, so that we could put them in where the entire administrative machine had been moved. The Germans have not been feeding the people, and have even removed the existing livestock.

Fifth Army AMG, Colonel N.E. Fiske (in place of Brig. Gen. E.E. Hume).

Headquarters is moving today.

28 Communes have been taken over since the advance began. All of Naples Province is now under Region III, and five of the Communes of Frosinone Province are to be turned back to Region IV.

Food. Following the advancing armies, food has arrived almost immediately to the liberated areas. A stock pile of 150 tons has been set up at Terracina, and schooners are now unloading at the port of Gaeta.

Refugees. The second group of 11,000 refugees has been located. The situation is improving with the more rapid advance and less destruction.

Public Health. The shortage of trained medical personnel is keenly felt in the Fifth Army. In spite of the large number of civilian battle casualties, the health situation is good, except for the refugees from the Pontine Marshes. Sufficient medical supplies are available.

Public Safety. No serious crimes have been reported, except for the misconduct of the troops.

Rome. The Rome Administration is ready to go into the City, and the transport problem is being solved; we appreciate the trucks which have been turned over to us.

Comments by the Chief Commissioner: While visiting the areas which had been liberated at the front, he noticed that all personnel were doing their work very well indeed.

Declassified E.O. 12356 Section 3.3/NND No. 785021

civilians.

The banks have all been destroyed. The bank managers have gone, as have the C. Agrarios and the Sindacos, taking all the cash with them. There is no administration left and we must start afresh. No Carabinieri have been found, and only one P.I. We have brought in our own mobile police to stop civilians from coming back.

We have two serious problems. Medical personnel is short. Sick and wounded civilians have to be evacuated to backward areas, and we possess no ambulances whatsoever for this. For this reason more medical personnel is essential in the forward areas.

The second problem is that the Rapido River at Cassino has become a small lake. It is an excellent breeding place for malaria, and should be sprayed from the air.

Comments by Chief Commissioner: It would be a prudent plan to have at our disposal a number of trained Italian officials, so that we could put them in where the entire administrative machine had been moved. The Germans have not been feeding the people, and have even removed the existing livestock.

Fifth Army AMG, Colonel N.E. Fiske (in place of Brig. Gen. E.E. Hume).

Headquarters is moving today.

28 Communes have been taken over since the advance began. All of Naples Province is now under Region III, and five of the Communes of Frosinone Province are to be turned back to Region IV.

Food. Following the advancing armies, food has arrived almost immediately to the liberated areas. A stock pile of 150 tons has been set up at Terracina, and schooners are now unloading at the port of Gaeta.

Refugees. The second group of 11,000 refugees has been located. The situation is improving with the more rapid advance and less destruction.

Public Health. The shortage of trained medical personnel is keenly felt in the Fifth Army. In spite of the large number of civilian battle casualties, the health situation is good, except for the refugees from the Pontine Marshes. Sufficient medical supplies are available.

Public Safety. No serious crimes have been reported, except for the misconduct of the troops.

Rome. The Rome Administration is ready to go into the City, and the transport problem is being solved; we appreciate the trucks which have been turned over to us.

Comments by the Chief Commissioner: While visiting the areas which had been liberated at the front, he noticed that all personnel were doing their work very well indeed.

Refugee Branch (Italians), Lt. Colonel F. M. Brister.

1. Since the date of the last Conference the activities of the Branch have widened.

2. There are eight forward camps in the Eighth Army Area, both mobile and

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

static, with a capacity of 4,600, and a smaller one in the Fifth Army area.

3. Main camps are located at Aversa, Capua, Foggia and Naples, the latter having three camps with a holding capacity of 11,000. The main camps on the West have handled 45,000 refugees including about 9,000 since the latest Fifth Army push, have dealt with 91 battle casualties, and treated 4,750 in camp hospitals. Each camp has an infirmary sufficiently large to take care of all except chronic and very serious cases. 10 to 30% of all refugees have been treated for scabies. In these camps there have been 25 births, 11 deaths, 14 weddings, 47 christenings, and many confirmations. 90,000 garments have been issued to about 30,000 persons.

4. Social, religious and educational activities have been instituted in addition to the vital ones of food, medical care, disinfestation, inoculation, registration, etc. There are also work facilities for the refugees; these include baking, shoemaking and tinsmithing.

Comments by the Chief Commissioner: The refugee problem is a big one, and the principal aim is to reduce their number as far as possible. We must either get them back to their families or move them to King's Italy where they will not congest the Army Areas.

Displaced Persons Sub-Commission, Colonel C.B. Findlay.

1. Our biggest influx is from Yugoslavia. We have been getting about 8,000 a month. They are a pleasure to deal with: they never grumble and are very cheerful and willing. We do not keep these Yugoslavs. 27,000 have already been sent to Egypt. We have had this ceiling raised to 40,000 and some will possibly go to North Africa. Last Friday we shipped 600 Jews to Palestine. We had more trouble with them than with the Yugoslavs due to the red tape tied around them by several governments, but the Inter-Allied Governmental Committee on Refugees was very helpful to us. The Jews had a considerable amount of money which they wanted to take with them but this could not be allowed. A receipt was given them which will be redeemable at a rate of exchange to be decided later on.

2. We have a Record Office where we keep particulars of all non-Italians in Italy which will be a help after the war. We have arranged for Red Cross messages to be sent to non-liberated countries.

3. Regarding Welfare, we receive great help from the Red Cross workers. The men have been good, and the women workers are most valuable. The Red Cross has released a quantity of clothing but needles and thread are needed.

4. Our hospitals are doing a good job. Yugoslav nurses are being used to release Allied personnel for other jobs.

5. Regarding the future as we go northward, we shall come upon many internment camps. We have arranged to have these taken over. We will need more Allied personnel to look after them. I believe we could make use of wounded officers sent back from the front to Reinforcement Centers, when they are not being employed.

Executive Commissioner, Brigadier Lush.

The Executive Commissioner, Brigadier Lush, said that the Regional Control Section tried to minister to the needs of the Regional Commissioners, the Refugees Branch and the Displaced Persons Sub-Commission, who had spoken that morning. The Section also passed to them the desires and instructions of the various Sub-Commissions co-ordinating this work and ensuring that it was carried out in the field

Declassified E.O. 12356 Section 3.3/NND No. 785021

In these camps there have [illegible], and many confirmations. 90,000 garments have been issued to about 30,000 persons.

4. Social, religious and educational activities have been instituted in addition to the vital ones of food, medical care, disinfestation, inoculation, registration, etc. There are also work facilities for the refugees; these include baking, shoemaking and tinsmithing.

Comments by the Chief Commissioner: The refugee problem is a big one, and the principal aim is to reduce their number as far as possible. We must either get them back to their families or move them to King's Italy where they will not congest the Army Areas.

Displaced Persons Sub-Commission, Colonel C.B. Findlay.

1. Our biggest influx is from Yugoslavia. We have been getting about 8,000 a month. They are a pleasure to deal with: they never grumble and are very cheerful and willing. We do not keep these Yugoslavs. 27,000 have already been sent to Egypt. We have had this ceiling raised to 40,000 and some will possibly go to North Africa. Last Friday we shipped 600 Jews to Palestine. We had more trouble with them than with the Yugoslavs due to the red tape tied around them by several governments, but the Inter-Allied Governmental Committee on Refugees was very helpful to us. The Jews had a considerable amount of money which they wanted to take with them but this could not be allowed. A receipt was given them which will be redeemable at a rate of exchange to be decided later on.

2. We have a Record Office where we keep particulars of all non-Italians in Italy which will be a help after the war. We have arranged for Red Cross messages to be sent to non-liberated countries.

3. Regarding Welfare, we receive great help from the Red Cross workers. The men have been good, and the women workers are most valuable. The Red Cross has released a quantity of clothing but needles and thread are needed.

4. Our hospitals are doing a good job. Yugoslav nurses are being used to release Allied personnel for other jobs.

5. Regarding the future as we go northward, we shall come upon many internment camps. We have arranged to have these taken over. We will need more Allied personnel to look after them. I believe we could make use of wounded officers sent back from the front to Reinforcement Centers, when they are not being employed.

Executive Commissioner, Brigadier Lush.

The Executive Commissioner, Brigadier Lush, said that the Regional Control Section tried to minister to the needs of the Regional Commissioners, the Refugees Branch and the Displaced Persons Sub-Commission, who had spoken that morning. The Section also passed to them the desires and instructions of the various Sub-Commissions co-ordinating this work and ensuring that it was carried out in the field. He expressed the gratitude of the Regions towards the Sub-Commissions who, particularly in the recent phases of the Commission's work, had been most helpful to officers in the field.

4080

Brigadier Lush also emphasized the assistance which was always forthcoming from AAI. As an example he quoted the prompt arrangements made for the transport of 31,000 Italian soldiers from Sardinia to work in the Foggia harvest.

Declassified E.O. 12356 Section 3.3/NND No. 785021

The Executive Commissioner emphasised the necessity of conducting business through the proper channels. Apart from other reasons it was most essential in the work of the Commission to obtain from the Regions the views of the Italian people themselves. The Italians probably knew better than we what they wanted and what was good for their country and by obtaining information from the field we should avoid imposing upon them legislation or other schemes which might not be proper or suitable for the country. We had to build up from the bottom by knowing what the people needed and desired and what their reaction would be to proposals made by the Commission.

On the establishment side the Chief Commissioner might like to know how the 900 officers in the field were distributed. Figures were as follows:

Region I	-	83 officers.	These will be reduced. Less than 20 of them are Provincial Commissioners, the rest being specialists and financial experts.
Region II	-	70 "	
Region III	-	149 "	
Region IV	-	127 "	
Region V	-	145 "	
Region VI	-	39 "	
Region VII	-	39 "	
5th Army	-	56 "	
8th Army	-	87 "	
Rome Sub-Region	-	177 "	

Our policy was to reduce our strength in Italian Government territory but not so rapidly as would check the smooth running in advisory control. Where Allied troops were present in large numbers either in Military Government or Italian Government territory, there there was need for more Allied officers of the Commission. As the troops moved away, particularly in Italian Government territory, officers could be reduced. This axiom had a general bearing on the distribution of 1270 officers throughout the territory up to the Rimini-Pisa line.

Brigadier Lush stated that the Commission obtained ready help from the G-5 Section AFHQ. 93 promotions for American officers had been approved and more were under consideration, and after considerable delay the promotion of 170 British officers had been approved that morning.

Signor Zaniboni had been appointed by the Italian Government as High Commissioner for Italian refugees. At a meeting the day before Zaniboni had showed that he was fully aware of the apathy prevalent amongst the Italians regarding their own refugees. The High Commissioner appeared ready to start to work and to examine conditions in the provinces with a view to improvement.

In connection with the Displaced Persons Sub-Commission, as well as the Inter-Governmental Committee of Refugees, representatives of the War Refugee Board, Joint Distribution Committee, American Friends Society and the Friends Ambulance Unit had arrived in the territory and were working under the aegis of the Inter-Governmental Committee of Refugees. It was essential to co-ordinate the efforts of all these welfare and relief organizations to avoid confusion and duplication with other organizations such as the Red Cross.

In reply to the Chief Commissioner, Colonel Hancock said that the staff in Region I (Sicily) had been reduced from an initial number of about 250 officers, first of all to 160 and now to 83.

Declassified E.O. 12356 Section 3.3/NND No. 785027

avoid imposing upon them legislation of other [illegible] suitable for the country. We had to build up from the bottom by knowing what the people needed and desired and what their reaction would be to proposals made by the Commission.

On the establishment side the Chief Commissioner might like to know how the 900 officers in the field were distributed. Figures were as follows:

Region I	-	83 officers.	These will be reduced. Less than 20 of them are Provincial Commissioners, the rest being specialists and financial experts.
Region II	-	70	"
Region III	-	149	"
Region IV	-	127	"
Region V	-	145	"
Region VI	-	39	"
Region VII	-	39	"
5th Army	-	56	"
8th Army	-	87	"
Rome Sub-Region	-	177	"

Our policy was to reduce our strength in Italian Government territory but not so rapidly as would check the smooth running in advisory control. Where Allied troops were present in large numbers either in Military Government or Italian Government territory, there there was need for more Allied officers of the Commission. As the troops moved away, particularly in Italian Government territory, officers could be reduced. This axiom had a general bearing on the distribution of 1270 officers throughout the territory up to the Rimini-Pisa line.

Brigadier Lush stated that the Commission obtained ready help from the G-5 Section AFHQ. 93 promotions for American officers had been approved and more were under consideration, and after considerable delay the promotion of 170 British officers had been approved that morning.

Signor Zaniboni had been appointed by the Italian Government as High Commissioner for Italian refugees. At a meeting the day before Zaniboni had showed that he was fully aware of the apathy prevalent amongst the Italians regarding their own refugees. The High Commissioner appeared ready to start to work and to examine conditions in the provinces with a view to improvement.

In connection with the Displaced Persons Sub-Commission, as well as the Inter-Governmental Committee of Refugees, representatives of the War Refugee Board, Joint Distribution Committee, American Friends Society and the Friends Ambulance Unit had arrived in the territory and were working under the aegis of the Inter-Governmental Committee of Refugees. It was essential to co-ordinate the efforts of all these welfare and relief organizations to avoid confusion and duplication with other organizations such as the Red Cross.

In reply to the Chief Commissioner, Colonel Hancock said that the staff in Region I (Sicily) had been reduced from an initial number of about 250 officers, first of all to 160 and now to 83.

- - - - - - - - - - - - - - - - - -

The Conference adjourned at 1245 and re-opened at 1430.

- - - - - - - - - - - - - - - - - -

Declassified E.O. 12356 Section 3.3/NND No. 785021

II -- REPORTS BY INDEPENDENT SUB-COMMISSIONS.

Reports by the Army, Naval, and Air Sub-Commissions are included in the classified supplement to these Minutes.

- - - - - - - -

Communications Sub-Commission, Colonel J. L. Henderson.

1. This Sub-Commission has recently taken over Civil Censorship as a third branch.

2. In Italian Government Territory communications for civilian use have been restored. About 70% of the total number of telegraph offices in Italian Government territory are in service.

3. The civil telephone service is now authorized for calls within provincial boundaries. About 12% of the communes now have telephone service, including all the larger towns. Direct telephone service is available for official use from Salerno to all provincial capitals on the Mainland and to Palermo, Messina, and Catania in Sicily.

4. The following new services have been started:

a. Registered, insured and express letters.
b. Newspaper post.
c. Air mail Italy, Sicily, Sardinia, Tripoli.
d. Maximum letter weight raised from 90 grams to 210 grams.
e. International Red Cross Service.

5. The first inward foreign mail arrived in April and included letters from the U.S.A., U.K., Africa, India, and Australia.

6. The volume of mail handled at Naples is over a million letters a month plus a quarter of a million prisoner of war letters.

7. The Civil Censorship Branch has increased the staff of this sub-commission by about 50 officers and 50 enlisted men. This Branch will cover mail, telegraph, and telephone censoring.

8. During May a policy was decided on by the Chief Commissioner, in agreement with AFHQ and AAI, to turn over the operational control of civil censorship in Italian Government Territory to the Italian Government and simultaneously to permit control to be exercised by the Italian Military authorities. The transfer will be effected next month. The transfer of control to the Italian military authorities is made to place the censorship on its proper basis as an instrument of military security and to avoid any continuance of censorship as a political matter.

9. The Communications Sub-Commission has also gone into the question of releasing accommodations held by the Armies. Many post offices are occupied by troops or offices of the military.

Public Relations Branch, Major L. Fielden.

1. Representatives have been sent to Regions I and VI and to 5 and 8 Armies.

2. We have continued the publication of the Weekly Bulletin.

Declassified E.O. 12356 Section 3.3/NND No. 778021

Communications Sub-Commission, Colonel J. L. Henderson.

1. This Sub-Commission has recently taken over Civil Censorship as a third branch.

2. In Italian Government Territory communications for civilian use have been restored. About 70% of the total number of telegraph offices in Italian Government territory are in service.

3. The civil telephone service is now authorized for calls within provincial boundaries. About 12% of the communes now have telephone service, including all the larger towns. Direct telephone service is available for official use from Salerno to all provincial capitals on the Mainland and to Palermo, Messina, and Catania in Sicily.

4. The following new services have been started:

a. Registered, insured and express letters.
b. Newspaper post.
c. Air mail Italy, Sicily, Sardinia, Tripoli.
d. Maximum letter weight raised from 90 grams to 210 grams.
e. International Red Cross Service.

5. The first inward foreign mail arrived in April and included letters from the U.S.A., U.K., Africa, India, and Australia.

6. The volume of mail handled at Naples is over a million letters a month plus a quarter of a million prisoner of war letters.

7. The Civil Censorship Branch has increased the staff of this sub-commission by about 50 officers and 50 enlisted men. This Branch will cover mail, telegraph, and telephone censoring.

8. During May a policy was decided on by the Chief Commissioner, in agreement with AFHQ and AAI, to turn over the operational control of civil censorship in Italian Government Territory to the Italian Government and simultaneously to permit control to be exercised by the Italian Military authorities. The transfer will be effected next month. The transfer of control to the Italian military authorities is made to place the censorship on its proper basis as an instrument of military security and to avoid any continuance of censorship as a political matter.

9. The Communications Sub-Commission has also gone into the question of releasing accommodations held by the Armies. Many post offices are occupied by troops or offices of the military.

Public Relations Branch, Major L. Fielden.

1. Representatives have been sent to Regions I and VI and to 5 and 8 Armies.

2. We have continued the publication of the Weekly Bulletin. 1028

3. The Public Relations Branch notes trends of opinion. The exchange of representatives between the Russian Government and the Badoglio Government brought the entire Italian set-up under review in the Italian press.

4. Cooperation received from some parts of ACC has been extremely good. If the sub-commissions will cooperate we can give a good show in the press. By the middle of May we had a good showing in the Allied press and there were headlines in the New York press saying that ACC was now in capable hands.

RESTRICTED

declassified E.O. 12356 Section 3.3/NND No. 785021

5. News of AMG operations in the front are difficult to get across since cables are limited. However, the press has used many reports from the front recently.

6. A difference is noticed between the British and American press. Here there are only two British correspondents, both well up with Italian affairs. They comment very little indeed. There has been a score on the American side who are up on politics. They write a great deal, filling columns of the American press. We can deduce that the British public is not as interested in politics.

7. The Allied Publications Board has to deal with licensing of papers in liberated Italy. This is a difficult question. We are extremely short of newsprint and there is insufficient censorship personnel. Priorities have been drawn up. Papers which will be given precedence are in three categories; namely, morale papers with Allied news and propaganda, papers for the political parties, and cultural and religious papers. These priorities necessitate having publication centers where the priorities will come into operation and censorship can be done.

Declassified E.O. 12356 Section 3.3/NND No. 78502/

politics. They write a great deal, filling columns of the American press. We can deduce that the British public is not as interested in politics.

7. The Allied Publications Board has to deal with licensing of papers in liberated Italy. This is a difficult question. We are extremely short of newsprint and there is insufficient censorship personnel. Priorities have been drawn up. Papers which will be given precedence are in three categories; namely, morale papers with Allied news and propaganda, papers for the political parties, and cultural and religious papers. These priorities necessitate having publication centers where the priorities will come into operation and censorship can be done.

Declassified E.O. 12356 Section 3.3/NND No. 785021

III - ADDRESS BY CHIEF COMMISSIONER, LIEUTENANT GENERAL SIR NOEL MASON MACFARLANE.

The chief event in the political field has been the formation of the new Government including representatives of all six political parties which had previously been in opposition. The new Cabinet is pulling together well but has hardly had time to prove its strength. The new Government has been quite well received in Rome and Northern Italy.

The King will transfer his powers to the Crown Prince when the Allies reach Rome. It is hoped that the badly needed political truce will now continue, and it is also hoped that political structures available in Rome will further strengthen the matter.

The new Government has taken over all obligations to the Allies of its predecessors. It has collaborated well with ACC. The price of wheat was settled in close collaboration with the Italian Government. We shall be able to find out, through trial and error, any adjustment that may be needed. No efforts will be spared to get the best amassi possible. A large number of people, including the Church, has been preaching this to the public.

The unfortunate results of an interview given by the Crown Prince to the TIMES threatened at one time to produce friction and injure harmony, but both sides agreed quickly and sensibly to let the matter drop.

Since the last meeting, a great deal of work has been done in preparing for the coming harvest, and equal efforts have been made in getting ready to follow up the Armies so that ACC can take over and carry on when new regions are reached.

One of our headaches is the threat of inflation, which has been gradually growing. The Anti-Inflation Committee is now reaching the end of its work, and will produce shortly its recommendations to end this menace.

It is our job to run Italy and give our Governments the picture from the Italian angle. From our angle it is becoming increasingly obvious that the primary means for encouraging the amassi and the harvest, and the solving of a large number of our major difficulties is to increase the food ration.

With regard to our internal administration, we must have cooperation and liaison between the many different units in our large complex organization. The larger and more complex the organization becomes, the more essential it is for work to pass through normal channels, and only in cases of emergency should deviation be made from this policy.

We are glad that Messrs. Murphy and MacMillan, some of the members of the Advisory Council, General Dunnell, Colonel Spofford, and Mr. Lloyd are present. We are also glad to have our friends from the Red Cross, and we all know just how much we owe them in the field.

IV -- REPORTS BY ADMINISTRATIVE SECTION

Interior Sub-commission, Lt. Col. R.G.B. Spicer

1. The most outstanding event since the last report has been the publication of Royal Decree No. 111. This decree puts local government on a uniform and approved basis throughout Italian Government Territory, and by implementation, which has been effected, will insure that a uniform system is adopted throughout Military Government Territory, thus eliminating various and varying regional orders.

2. In regard to the institution of local government bodies, the progress is slow, but undoubtedly depends upon the personalities of the Prefects and of some Regional Commissioners.

3. Wherever a Giunta Comunale has been established, it has been a success. It is essential that officers of ACC or AMG who say "I can't be bothered with a Giunta--I want one man", be firmly instructed to adopt a different attitude.

4. Survey and report tours have been made by officers of the Sub-commission, and observations are being sent to Regional Commissioners.

5. The third course organized by this Sub-commission was held for the purpose of instructing officers in the more intricate details of local government. 43 of-

Declassified E.O. 12356 Section 3.3/NND No. 785021

The King will transfer his powers to the Crown Prince when the Allies reach Rome. It is hoped that the badly needed political truce will now continue, and it is also hoped that political structures available in Rome will further strengthen the matter.

The new Government has taken over all obligations to the Allies of its predecessors. It has collaborated well with ACC. The price of wheat was settled in close collaboration with the Italian Government. We shall be able to find out, through trial and error, any adjustment that may be needed. No efforts will be spared to get the best amassi possible. A large number of people, including the Church, has been preaching this to the public.

The unfortunate results of an interview given by the Crown Prince to the TIMES threatened at one time to produce friction and injure harmony, but both sides agreed quickly and sensibly to let the matter drop.

Since the last meeting, a great deal of work has been done in preparing for the coming harvest, and equal efforts have been made in getting ready to follow up the Armies so that ACC can take over and carry on when new regions are reached.

One of our headaches is the threat of inflation, which has been gradually growing. The Anti-Inflation Committee is now reaching the end of its work, and will produce shortly its recommendations to end this menace.

It is our job to run Italy and give our Governments the picture from the Italian angle. From our angle it is becoming increasingly obvious that the primary means for encouraging the amassi and the harvest, and the solving of a large number of our major difficulties is to increase the food ration.

With regard to our internal administration, we must have cooperation and liaison between the many different units in our large complex organization. The larger and more complex the organization becomes, the more essential it is for work to pass through normal channels, and only in cases of emergency should deviation be made from this policy.

We are glad that Messrs. Murphy and MacMillan, some of the members of the Advisory Council, General Dunnell, Colonel Spofford, and Mr. Lloyd are present. We are also glad to have our friends from the Red Cross, and we all know just how much we owe them in the field.

IV -- REPORTS BY ADMINISTRATIVE SECTION

Interior Sub-commission, Lt. Col. R.G.B. Spicer

1. The most outstanding event since the last report has been the publication of Royal Decree No. 111. This decree puts local government on a uniform and approved basis throughout Italian Government Territory, and by implementation, which has been effected, will insure that a uniform system is adopted throughout Military Government Territory, thus eliminating various and varying regional orders.

2. In regard to the institution of local government bodies, the progress is slow, but undoubtedly depends upon the personalities of the Prefects and of some Regional Commissioners.

3. Wherever a Giunta Comunale has been established, it has been a success. It is essential that officers of ACC or AMG who say "I can't be bothered with a Giunta--I want one man", be firmly instructed to adopt a different attitude.

4. Survey and report tours have been made by officers of the Sub-commission, and observations are being sent to Regional Commissioners.

5. The third course organized by this Sub-commission was held for the purpose of instructing officers in the more intricate details of local government. 43 officers have now attended. 1627

6. A fully cooperative and harmonious working liaison has been established between the new Minister of the Interior and his staff.

7. Every encouragement should be given to the democratic institutions of local government, and those responsible in the field must carry out that program with enthusiasm.

Declassified E.O. 12356 Section 3.3/NND No. 778021

8. The Italian Government is short of trained administrative officials. A Prefect pool is being formed at the moment, so these officers will be available when wanted in the forward areas. Men will not be drawn from this pool, however, if there is a suitable local man available.

Public Safety Sub-Commission, Colonel A. E. Young.

1. There have been indications of increasing confidence and assertiveness among the Carabinieri and Guardia di Finanza.

2. Replacement centers for Carabinieri personnel have been set up at Bari and Naples. Feeding of Carabinieri and Guardia di Finanza is now satisfactorily settled by provision of either Allied or Italian Military rations. Clothing is the most pressing need.

3. The decree of 6 December was rescinded by the Council of Ministers and no militia will now be permitted to transfer to the Carabinieri.

4. Minister of Interior is making re-disposition of Questori to give the greatest effect, and also making provision for appointments which will be necessary as a result of the Allied advance.

5. Italian Army supplies are not available for Agents of Public Safety. Arrangements are being made for Heavy Workers' ration. First supply of footwear has already been received. Clothing is still needed. Great assistance has been received from Industry and Commerce Sub-Commission in this matter.

6. The prison crisis which was evident at the beginning of the month has now considerably abated. Crimes of violence and disorder are still appreciable but give no real cause for anxiety or alarm. The forgeries in Sicily are of high standard. 38 arrests have been made and the matter is well in hand.

7. For reasons of military security an inter-provincial control of movement in AMG territory has been imposed. The restricted movement may affect economic rehabilitation, but the results even in a short period of operation have been highly satisfactory.

8. Acting in conjunction with the Italian Government, motor vehicle licensing has been standardized. This will facilitate road checks to reduce unauthorized civilian vehicles, unnecessary travel, and improper use of Allied petrol.

Comments by Chief Commissioner:

Asked whether the Carabinieri for Rome were without sufficient clothing, Gen. Browning said that all possible was being done to provide clothing for them, and the remedy was in the hands of the Carabinieri, who must get their clothing factories working. If they could not supply their own needs, we should have to furnish them with battledress.

In reply to the Chief Commissioner's query, Colonel Young stated that he hoped there would be some Carabinieri in Rome whom we could employ.

Public Health Sub-commission, Brigadier G. S. Parkinson

1. There have been no deaths from the smallpox epidemic. The vaccinations have all been "taking", thus showing the general susceptibility of the population.

2. Malaria is one of the greatest problems we have to face. We have in Naples a first class malaria control unit, and we are fortunate in having members of the Rockefeller Foundation. The work being carried out is on the control side and the experimental side. Good results have been obtained is using DDT powder as a larvi-

Declassified E.O. 12356 Section 3.3/NND No. 785021

1. There have been indications of increasing confidence and assertiveness among the Carabinieri and Guardia di Finanza.

2. Replacement centers for Carabinieri personnel have been set up at Bari and Naples. Feeding of Carabinieri and Guardia di Finanza is now satisfactorily settled by provision of either Allied or Italian Military rations. Clothing is the most pressing need.

3. The decree of 6 December was rescinded by the Council of Ministers and no militia will now be permitted to transfer to the Carabinieri.

4. Minister of Interior is making re-disposition of Questori to give the greatest effect, and also making provision for appointments which will be necessary as a result of the Allied advance.

5. Italian Army supplies are not available for Agents of Public Safety. Arrangements are being made for Heavy Workers' ration. First supply of footwear has already been received. Clothing is still needed. Great assistance has been received from Industry and Commerce Sub-Commission in this matter.

6. The prison crisis which was evident at the beginning of the month has now considerably abated. Crimes of violence and disorder are still appreciable but give no real cause for anxiety or alarm. The forgeries in Sicily are of high standard. 38 arrests have been made and the matter is well in hand.

7. For reasons of military security an inter-provincial control of movement in AMG territory has been imposed. The restricted movement may affect economic rehabilitation, but the results even in a short period of operation have been highly satisfactory.

8. Acting in conjunction with the Italian Government, motor vehicle licensing has been standardized. This will facilitate road checks to reduce unauthorized civilian vehicles, unnecessary travel, and improper use of Allied petrol.

Comments by Chief Commissioner:

Asked whether the Carabinieri for Rome were without sufficient clothing, Gen. Browning said that all possible was being done to provide clothing for them, and the remedy was in the hands of the Carabinieri, who must get their clothing factories working. If they could not supply their own needs, we should have to furnish them with battledress.

In reply to the Chief Commissioner's query, Colonel Young stated that he hoped there would be some Carabinieri in Rome whom we could employ.

Public Health Sub-commission, Brigadier G. S. Parkinson

1. There have been no deaths from the smallpox epidemic. The vaccinations have all been "taking", thus showing the general susceptibility of the population.

2. Malaria is one of the greatest problems we have to face. We have in Naples a first class malaria control unit, and we are fortunate in having members of the Rockefeller Foundation. The work being carried out is on the control side and the experimental side. Good results have been obtained is using DDT powder as a larvicide instead of Paris Green. Pumping work is being carried out and an allocation of planes has been obtained for use in spraying breeding places. Posters have been printed to help inform the public. The Pontine Marshes constitute a hazard, but restriction on the movement of population would help. In a recent test, it was found that 50% of the population are potential carriers of malaria.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. Venereal disease control is still not satisfactory. In Naples, 2000 hospital beds for prostitutes care for about 3500 a month. The problem among troops is one for unit control which military authorities should take up.

4. Medical supplies are coming in well except for some articles. It is hoped that two laboratories will be functioning in Naples shortly.

5. Sanitary conditions in towns have improved beyond our expectations.

6. The great difficulty is transport. Ambulances are needed to evacuate sick and wounded from the front areas.

7. Personnel is desperately short. Italians have been helpful, and Italian medical officers are being employed.

- - - - - - - - - - - - - -

The report by the Legal Sub-commission is included in the classified supplement to these Minutes.

- - - - - - - - - - - - - -

Education Sub-commission, Lt. Col. T. V. Smith.

1. Little has been carried out with respect to derequisitioning, but more is being done about finding outside rooms, and doubling or trebling shifts of classes. In Avellino Province, there has been experimentation with tents as school houses.

2. Our collaboration with the new Minister of Education has been satisfactory. The Ministry is approaching its problems seriously and energetically. It is moving to lift the Fascist ban against foreign professors, to complete the work of defascistization in the schools, and to strengthen the school system from bottom to top.

3. There have been student strikes against lengthening of the school term in Sicily. The Minister is determined to improve educational standards. He complains that our own publicity overplays student demonstration, and stimulates into articulate exhibitionism a perfectly natural but otherwise unexpressed student uneasiness.

4. Inspection visits to Calabria and Sicily have been made. Classes were visited in many schools, and school officials were engaged in earnest discussion of two main problems; the completion of a card file on defascistization, and the compilation of dependable statistics on school plants, school attendance, school administration, etc.

5. Much experimentation has been going on in AMG Region III in the field of youth and adult education.

6. The distribution of text books is now complete. While we have not been able to print all required, the 200,000 distributed have made more than a dent upon the pressing need. We now approach the task of printing more than a million during the summer, and a supply of good quality paper has been received from the U.S.A.

Property Control Sub-commission, Lt. Col. C. R. Harris.

1. The Italian Government has passed a decree abrogating the application of the War Law of 1938 to the property of Governments and Nationals of the United Nations and France. Arrangements have been made for a formal distribution of the same to the owners, and in their absence, to the Property Control Sub-commission. This decree will be published in a few days, and it will be applied to Military Government Territory.

4026

Declassified E.O. 12356 Section 3.3/NND No. 785024

and wounded from the front areas.

7. Personnel is desperately short. Italians have been helpful, and Italian medical officers are being employed.

- - - - - - - - - - - - - - -

The report by the Legal Sub-commission is included in the classified supplement to these Minutes.

- - - - - - - - - - - - - - -

Education Sub-commission, Lt. Col. T. V. Smith.

1. Little has been carried out with respect to derequisitioning, but more is being done about finding outside rooms, and doubling or trebling shifts of classes. In Avellino Province, there has been experimentation with tents as school houses.

2. Our collaboration with the new Minister of Education has been satisfactory. The Ministry is approaching its problems seriously and energetically. It is moving to lift the Fascist ban against foreign professors, to complete the work of defascistization in the schools, and to strengthen the school system from bottom to top.

3. There have been student strikes against lengthening of the school term in Sicily. The Minister is determined to improve educational standards. He complains that our own publicity overplays student demonstration, and stimulates into articulate exhibitionism a perfectly natural but otherwise unexpressed student uneasiness.

4. Inspection visits to Calabria and Sicily have been made. Classes were visited in many schools, and school officials were engaged in earnest discussion of two main problems; the completion of a card file on defascistization, and the compilation of dependable statistics on school plants, school attendance, school administration, etc.

5. Much experimentation has been going on in AMG Region III in the field of youth and adult education.

6. The distribution of text books is now complete. While we have not been able to print all required, the 200,000 distributed have made more than a dent upon the pressing need. We now approach the task of printing more than a million during the summer, and a supply of good quality paper has been received from the U.S.A.

Property Control Sub-commission, Lt. Col. C. R. Harris.

1. The Italian Government has passed a decree abrogating the application of the War Law of 1938 to the property of Governments and Nationals of the United Nations and France. Arrangements have been made for a formal distribution of the same to the owners, and in their absence, to the Property Control Sub-commission. This decree will be published in a few days, and it will be applied to Military Government Territory.

4026

2. Financial arrangements have also been agreed, under which the Italian Government will advance such monies as are required for the maintenance of United Nations and French properties.

3. Real properties will continue to be managed by the banks appointed for

Declassified E.O. 12356 Section 3.3/NND No. 785027

this purpose, under the direction of the Property Control Sub-Commission.

4. Relations with the Minister of Finance have been admirable. He appreciates that the property of foreigners in Italy must be properly treated.

Monuments & Fine Arts Sub-Commission, Major E. T. de Wald

1. Administrative

a. Pamphlets of Protected Monuments in Italy, Nos. 1 and 2 have been distributed. There were many demands for these in Sardinia and Liberated Italy. During last week List No. 3, Lazio, Abruzzi and Molise were distributed to the Fifth and Eighth Armies. List No. 4, the Marches, Tuscany and Umbria has just come off the press.

b. Liaison with MAAF established. MAAF has requested information and lists. Lt. Hart went to Sardinia for the editing of information concerning air-damage in enemy occupied Italy from air-photographs. An air-damage file has been set up.

c. Liaison with Italian Officials. We have held fortnightly meetings with officials of the Italian Government concerning preservation of monuments and art treasures.

2. Activity in the Field. Major Newton reported on the condition of the Monte Cassino Abbey. Two officers were sent to the Fifth Army, one for the field and the other for Rome.

Comments by Chief Commissioner: All appreciated the issuance of the Guide to Rome and Lists of Monuments for the Services.

Vice President, Administrative Section - Air Commodore The Rt. Hon. The Viscount Stansgate

1. Air reconnaissance photographs reveal the condition of a city as the Germans retreat and can prove if damage was done by the Germans themselves. The Air Force crews are willing to risk themselves in order to have places of artistic value marked on maps. This consideration for the preservation of art treasures is something new in the history of warfare.

2. It was with pride that the Administrative Section contributed to the work described by Lt. Col. Mrister and Group Captain Benson.

3. We work in close collaboration with the Italian Government, in order to show our confidence in them to pave the way to the day when Italy will govern itself.

4. Everywhere there are welcome signs of recovery.

V — REPORTS BY ECONOMIC SECTION.

Industry & Commerce Sub-Commission, Colonel W. Evans.

1. Survey of the utilization of the industrial resources for:

a. Products needed by the Allied forces. A considerable contribution [illegible] made in the production of industrial gases. Various hemp products include

Declassified E.O. 12356 Section 3.3/NND No. 778502

1. Administrative

a. Pamphlets of Protected Monuments in Italy, Nos. 1 and 2 have been distributed. There were many demands for these in Sardinia and Liberated Italy. During last week List No. 3, Lazio, Abruzzi and Molise were distributed to the Fifth and Eighth Armies. List No. 4, the Marches, Tuscany and Umbria has just come off the press.

b. Liaison with MAAF established. MAAF has requested information and lists. Lt. Hart went to Sardinia for the editing of information concerning air-damage in enemy occupied Italy from air-photographs. An air-damage file has been set up.

c. Liaison with Italian Officials. We have held fortnightly meetings with officials of the Italian Government concerning preservation of monuments and art treasures.

2. Activity in the Field. Major Norton reported on the condition of the Monte Cassino Abbey. Two officers were sent to the Fifth Army, one for the field and the other for Rome.

Comments by Chief Commissioner: All appreciated the issuance of the Guide to Rome and lists of monuments for the Services.

Vice President, Administrative Section - Air Commodore The Rt. Hon. The Viscount Stansgate

1. Air reconnaissance photographs reveal the condition of a city as the Germans retreat and can prove if damage was done by the Germans themselves. The Air Force crews are willing to risk themselves in order to have places of artistic value marked on maps. This consideration for the preservation of art treasures is something new in the history of warfare.

2. It was with pride that the Administrative Section contributed to the work described by Lt. Col. Brister and Group Captain Benson.

3. We work in close collaboration with the Italian Government, in order to show our confidence in them to pave the way to the day when Italy will govern itself.

4. Everywhere there are welcome signs of recovery.

V — REPORTS BY ECONOMIC SECTION.

Industry & Commerce Sub-Commission, Colonel W. Evans.

1. Survey of the utilisation of the industrial resources for:

a. Products needed by the Allied forces. A considerable contribution has been made in the production of industrial gases. Various hemp products include canvas, rope, twine, and sacks. There has been some cement production, and engineering materials have been allocated to the Services.

b. Products needed to meet essential civilian requirements.

(1) After food, fertiliser is one of the most essential civilian

Declassified E.O. 12356 Section 3.3/NND No. 778021

requirements. It is being produced in Sicily.

(2) Textiles and shoes. Requisitions for Regions I to VI were submitted to, and passed by G-5, AFHQ, but it is not known if they will be supplied.

(3) Fabrics. Arrangements have been made to repair Army uniforms, but there will be only about 100,000 available by the end of the year. Cotton cloth manufacture can be stepped up. Requisitions for raw cotton have been submitted. There are some stocks on hand, and some is being imported.

(4) Footwear. The lack of shoes is more critical than that of clothing. A great number went into the black market. The draft of proposed legislation to control the situation was submitted to the Italian Government; in the meantime, all leather has been blocked. A request for 500,000 shoes as immediate essential requirement has been made to AFHQ. As a temporary expedient, we have organized a factory to repair shoes. We cannot get more leather which is badly needed.

(5) Glass. No coal could be supplied for the manufacture of glass.

(6) Paper. There is no possibility of making paper in the available factories without cellulose.

(7) Tires. The tire situation is serious. No local resources are available, and importation of tires is imperative.

(8) Other essential civilian requirements produced or about to be produced are tobacco, soap, and matches.

c. Products needed by the United Nations such as almonds, argols, bergamot oil, citric acid, cadmium, lemons, oranges, sulphur, and wines have been exported to the value of approximately L. 400,000,000.

Comments by Chief Commissioner: A Factory Coordinating Committee with the Services is being established.

Labor Sub-Commission, Colonel J. R. Bain

1. During the month our main energies have been directed to labor disputes, allegedly impending stoppages and the consequent examination of wage structures to ascertain what are the facts in each alleged grievance. Reasonably satisfactory progress has been made.

2. The answer on the labor front is food, not wages. A general increase in wages will merely inflate the cost of commodities that are available.

3. Unfortunately, we find that whenever workers ask for an increase, even ACC officers, under pressure, urge, "Give them something." The result is that the Labor Sub-Commission has the appearance of being the only body to say "No."

4. Always there is the implied threat of a strike. I don't believe we will have a strike, and even if we did, it would not last, and perhaps a trial of strength is necessary. We cannot continue to raise wages because of pressure.

Declassified E.O. 12356 Section 3.3/NND No. 785021

but there will be only about 100,000 available by the end of the year. Cotton cloth manufacture can be stepped up. Requisitions for raw cotton have been submitted. There are some stocks on hand, and some is being imported.

(4) Footwear. The lack of shoes is more critical than that of clothing. A great number went into the black market. The draft of proposed legislation to control the situation was submitted to the Italian Government; in the meantime, all leather has been blocked. A request for 500,000 shoes as immediate essential requirement has been made to AFHQ. As a temporary expedient, we have organized a factory to repair shoes. We cannot get more leather which is badly needed.

(5) Glass. No coal could be supplied for the manufacture of glass.

(6) Paper. There is no possibility of making paper in the available factories without cellulose.

(7) Tires. The tire situation is serious. No local resources are available, and importation of tires is imperative.

(8) Other essential civilian requirements produced or about to be produced are tobacco, soap, and matches.

c. Products needed by the United Nations such as almonds, argols, bergamot oil, citric acid, cadmium, lemons, oranges, sulphur, and wines have been exported to the value of approximately L. 400,000,000.

Comments by Chief Commissioner: A Factory Coordinating Committee with the Services is being established.

Labor Sub-Commission, Colonel J. R. Bain

1. During the month our main energies have been directed to labor disputes, allegedly impending stoppages and the consequent examination of wage structures to ascertain what are the facts in each alleged grievance. Reasonably satisfactory progress has been made.

2. The answer on the labor front is food, not wages. A general increase in wages will merely inflate the cost of commodities that are available.

3. Unfortunately, we find that whenever workers ask for an increase, even ACC officers, under pressure, urge, "Give them something." The result is that the Labor Sub-Commission has the appearance of being the only body to say "No."

4. Always there is the implied threat of a strike. I don't believe we will have a strike, and even if we did, it would not last, and perhaps a trial of strength is necessary. We cannot continue to raise wages because of pressure.

5. The Italian is good at "back door" methods, often the easy way; but he should be stopped and made to face the facts honestly.

6. There is an absence of respect for the authority of the Italian Government.

7. The answer is more food. There can be no general increase in wages. The food position is improving.

Declassified E.O. 12356 Section 3.3/NND No. 785021

8. A few examples of what we have found may be of interest, and help indicate that things are not as they appear on the surface and that there appears to be sabotage of our effort to preserve the economy of the country:

a. Always the "base wage" is quoted, but there is in addition Temporary Increase, Family Allowances, and about 54 Indemnities.

b. L. 1000 loan when told NOT to; 150% increase on one indemnity; British officer 'approved' wage increase on his own.

c. Wholesale upgrading to get into higher wage group; 'forgetting' important elements in wage; 'forgetting' advances in kind repaid at ridiculously low rate; 70% on each item NOT on total.

9. We must not go to Rome with a mental or actual precommittment of wages higher than the Army scale. The ration, it is believed, will be the same; only after a period of trial will examination of the wage situation be considered.

Comments by the Chief Commissioner: The work of the Labor Sub-Commission is one of the most difficult and thankless jobs to carry out.

Regarding the increase of food, this matter is more important than currency, inflation, and labor wage problems.

The Chief Commissioner stressed working together as a team. This crops up frequently in the work of the Labor Sub-Commission, because people are apt to forget that we have one authority to control labor and wage questions, and quite naturally there is a tendency to deal with these questions as they arise. The proper court is to consult the Labor Sub-Commission before deciding them. This applies mostly to the Services, who should work in close collaboration with this Sub-Commission.

Agriculture Sub-Commission, Lt. Colonel W. A. Hartman.

1. Agriculture.

a. Crop condition. Better than average. Field observations indicate that with continued good weather we will have higher than normal yields and a bumper crop.

b. Amassing. Progress in establishing organization and amassing machinery is well in hand. Six Royal Decrees will soon be passed for the blocking of crops on farms. Necessary forms are being distributed to the field as rapidly as they come off the press. People's Granary, Bulletin No. I, released on 12 May, contains a summary of suggestions which may be helpful to RCs and PCs. Bulletin No. II contains an outline of action taken in Matera Province, to ensure the collection of a maximum amount of wheat.

c. Sacks, Binder Twine and Warehouses. Every effort is being made to locate all available sacks and allocate them according to the needs. Supplies of binder twine are being shipped to the most important wheat production areas as rapidly as availability permits. They may be a little short. Imports during June will be transported to the most critical areas as soon as the ships arrive.

d. Other Agricultural Supplies. Copper sulphate, ammonium nitrate, rope, bailing wire, super phosphate, and other farm supplies have been allocated.

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. L. 1000 loan when told NOT to; 150% increase on one indemnity; British officer 'approved' wage increase on his own.

c. Wholesale upgrading to get into higher wage group; 'forgetting' important elements in wage; 'forgetting' advances in kind repaid at ridiculously low rate; 70% on each item NOT on total.

9. We must not go to Rome with a mental or actual precommittment of wages higher than the Army scale. The ration, it is believed, will be the same; only after a period of trial will examination of the wage situation be considered.

Comments by the Chief Commissioner: The work of the Labor Sub-Commission is one of the most difficult and thankless jobs to carry out.

Regarding the increase of food, this matter is more important than currency, inflation, and labor wage problems.

The Chief Commissioner stressed working together as a team. This crops up frequently in the work of the Labor Sub-Commission, because people are apt to forget that we have one authority to control labor and wage questions, and quite naturally there is a tendency to deal with these questions as they arise. The proper court is to consult the Labor Sub-Commission before deciding them. This applies mostly to the Services, who should work in close collaboration with this Sub-Commission.

Agriculture Sub-Commission, Lt. Colonel W. A. Hartman.

1. Agriculture.

a. Crop condition. Better than average. Field observations indicate that with continued good weather we will have higher than normal yields and a bumper crop.

b. Amassing. Progress in establishing organization and amassing machinery is well in hand. Six Royal Decrees will soon be passed for the blocking of crops on farms. Necessary forms are being distributed to the field as rapidly as they come off the press. People's Granary, Bulletin No. I, released on 12 May, contains a summary of suggestions which may be helpful to RCs and PCs. Bulletin No. II contains an outline of action taken in Matera Province, to ensure the collection of a maximum amount of wheat.

c. Sacks, Binder Twine and Warehouses. Every effort is being made to locate all available sacks and allocate them according to the needs. Supplies of binder twine are being shipped to the most important wheat production areas as rapidly as availability permits. They may be a little short. Imports during June will be transported to the most critical areas as soon as the ships arrive.

d. Other Agricultural Supplies. Copper sulphate, ammonium nitrate, rope, bailing wire, super phosphate, and other farm supplies have been allocated.

2. Fisheries.

a. Thirty tuna nets have been placed in position in the waters adjoining Sicily, Sardinia, and the mainland. A preliminary estimate of the catch of tuna is between 1500 to 2000 tons.

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. Arrangements have been made for a schooner service between Palermo and Naples for importing surplus tuna to Naples. The first ship should arrive on June 5th.

c. 175 fishermen from the Island of Procida have been transferred to the Calabrian coast to increase the catch of fish for consumption in Naples. A minimum of 500 qtls. should reach the Naples market each week following May 27.

d. The Allied Flag Officer for Western Italy has authorized fishing with lights 1½ hours before sunrise and from dusk to 1½ hours after sunset in the Gulfs of Naples and Salerno. Night fishing has also been authorized off the coast 15 miles south of Salerno to Reggio. This will result in a considerable increase in production.

3. Forestry.

a. A coordinated fuel wood and charcoal production and distribution plan has been prepared to eliminate the present competition.

b. Following a conference with the Ministry and with key Italian Forestry officials reorganization of the Royal Forestry Corps and the development of a coordinated timber harvest and sawmill program will take place to meet civilian and military needs, especially for constructional timber.

Food Sub-Commission, Colonel W. J. Legg.

1. General statement of Food Situation. Arrangements have been made for the importation of supplies and the forwarding of food to the Eighth and Fifth Armies. Plans have been laid for the supplying of Rome. The overall situation is satisfactory, and represents about 30 to 40 days supply for the whole of occupied Italy.

2. Plans for Distribution of Grain from Surplus to Deficient Areas. Distribution problems are increasing. We are ensuring an adequate supply of flour for harvesters. We are constantly in touch with Eighth and Fifth Armies to ensure their immediate supplies and to make plans for the opening up of advance supply depots.

A twenty days supply for Rome has already left. It includes flour and other foods, hospital comforts, and a large supply of incidentals such as matches, soap, milk, and coffee. Further supplies will be sent forward in accordance with the Rome supply program.

3. New Ration Scale - Heavy Workers. A new heavy workers ration scale will operate from the first of June and will eliminate the difficulties in regard to the heavy workers rations. All workers directly employed by or for the Armed Forces including public utilities workers, foresters, and firemen, will receive increased rations.

The ration of pasta in the "A" Scale is 100 grams a day for heavy workers. This will be increased to 113 grams. On the "B" Scale a ration of 50 grams of pasta a day is permitted. In this way the division between the Army workers and the non-Army workers is maintained.

Through rationing and enforcement measures we are cooperating with Regio 4024 III to reduce the number of forgers and counterfeiters. There has been a reduction from 15 to 7% since May.

Declassified E.O. 12356 Section 3.3/NND No. 785021

d. The Allied Flag Officer for Western Italy has authorized fishing with lights 1½ hours before sunrise and from dusk to 1½ hours after sunset in the Gulfs of Naples and Salerno. Night fishing has also been authorized off the coast 15 miles south of Salerno to Reggio. This will result in a considerable increase in production.

3. Forestry.

a. A coordinated fuel wood and charcoal production and distribution plan has been prepared to eliminate the present competition.

b. Following a conference with the Ministry and with key Italian Forestry officials reorganisation of the Royal Forestry Corps and the development of a coordinated timber harvest and sawmill program will take place to meet civilian and military needs, especially for constructional timber.

Food Sub-Commission, Colonel W. J. Legg.

1. General statement of Food Situation. Arrangements have been made for the importation of supplies and the forwarding of food to the Eighth and Fifth Armies. Plans have been laid for the supplying of Rome. The overall situation is satisfactory, and represents about 30 to 40 days supply for the whole of occupied Italy.

2. Plans for Distribution of Grain from Surplus to Deficient Areas. Distribution problems are increasing. We are ensuring an adequate supply of flour for harvesters. We are constantly in touch with Eighth and Fifth Armies to ensure their immediate supplies and to make plans for the opening up of advance supply depots.

A twenty days supply for Rome has already left. It includes flour and other foods, hospital comforts, and a large supply of incidentals such as matches, soap, milk, and coffee. Further supplies will be sent forward in accordance with the Rome supply program.

3. New Ration Scale - Heavy Workers. A new heavy workers ration scale will operate from the first of June and will eliminate the difficulties in regard to the heavy workers rations. All workers directly employed by or for the Armed Forces including public utilities workers, foresters, and firemen, will receive increased rations.

The ration of pasta in the "A" Scale is 100 grams a day for heavy workers. This will be increased to 113 grams. On the "B" Scale a ration of 50 grams of pasta a day is permitted. In this way the division between the Army workers and the non-Army workers is maintained.

Through rationing and enforcement measures we are cooperating with Dept. 4024 III to reduce the number of forgers and counterfeiters. There has been a reduction from 15 to 7% since May.

4. Ration Cards - Progress Report. Plans have been laid to build up a record of persons entitled to bread ration cards. This is being prepared by the Regional Commissioners and the information will be available by 15 June. We will be able in time to issue a national ration card.

Plans have been laid for the movement of grain during the forthcoming

Declassified E.O. 12356 Section 3.3/NND No. 778021

harvest and details will be circulated to the Regional Commissioners.

There is a good number of sacks in the hands of the Provincial officials. They were frozen at one time by the Food Sub-Commission but have now been released for the harvest.

Comments by the Chief Commissioner: Asked by the Chief Commissioner, Colonel Legg said that an adequate supply of milk would be available for the children of Rome.

Public Works & Utilities Sub-Commission, Lt. Colonel L. A. Jenny.

1. Military Highways. Military highways and bridges are being reconstructed throughout occupied Italy. We have been directed also to take over military highways in Sicily and Sardinia. An extensive requisition has been made for highway construction equipment from the United States. Considerable difficulty is experienced in financing projects, and at times money is not available to pay contractors.

2. Rates for Utility Services. Considerable progress has been made. More applications for rate adjustments for gas, water, and electric companies are expected as soon as the Decree permitting increases in Italian Government Territory has been passed.

3. Electricity Rationing. Local Boards have been set up in accordance with the Italian Decree, working under the general supervision and direction of this Sub-Commission. The problem of further rationing with the movement forward of our Armed Forces is being given consideration.

4. Power Line to Rome. Several hundred men are at work on the reconstruction of this line, following the Armies as closely as possible. Field supervision of the work is under direction of PBS, with an electrical officer of this Sub-Commission to assist. Any apparatus designed for 150 volts alternating current would not function in Rome, since they use a different voltage.

5. Assignments to Regions. An effort has been made to assign Public Works and electrical engineers to Regions where required.

6. Inspections. The new Minister of Public Works and the Director of this Sub-Commission made an inspection trip through Sicily. Visits were also made to Region V and Region II to settle certain important outstanding military problems.

7. Malaria Control. We are cooperating with the Malaria Control Branch of the Public Health Sub-Commission.

Finance Sub-Commission, Colonel E. H. Foley.

1. As part of the reconstitution of the Italian Cabinet on 21 April, Lt. Colonel Guido Jung resigned as Minister of Finance and was replaced by Ing. Quinto Quintieri (non-party), president of the Bank of Calabria, and Dott. Antonio Pesenti, Communist Party, a former professor of Economics, jailed by the Fascist Government in 1934, has been appointed Under-Secretary. These officials have shown themselves to be very cooperative.

2. Colonel Grafftey-Smith, Joint Director of Finance Sub-Commission, and Colonel Crawshaw, Chief Accountant, recently returned from London, where various problems in connection with accounting for funds and supplies were discussed.

3. In order to coordinate ACC policy in the field of inflation control, the Chief Commissioner has appointed the Allied Anti-Inflation Committee with the

Declassified E.O. 12356 Section 3.3/NND No. 785021

said that an adequate supply of milk would be available for the children of Rome.

Public Works & Utilities Sub-Commission, Lt. Colonel L. A. Jenny.

1. Military Highways. Military highways and bridges are being reconstructed throughout occupied Italy. We have been directed also to take over military highways in Sicily and Sardinia. An extensive requisition has been made for highway construction equipment from the United States. Considerable difficulty is experienced in financing projects, and at times money is not available to pay contractors.

2. Rates for Utility Services. Considerable progress has been made. More applications for rate adjustments for gas, water, and electric companies are expected as soon as the Decree permitting increases in Italian Government Territory has been passed.

3. Electricity Rationing. Local Boards have been set up in accordance with the Italian Decree, working under the general supervision and direction of this Sub-Commission. The problem of further rationing with the movement forward of our Armed Forces is being given consideration.

4. Power Line to Rome. Several hundred men are at work on the reconstruction of this line, following the Armies as closely as possible. Field supervision of the work is under direction of PBS, with an electrical officer of this Sub-Commission to assist. Any apparatus designed for 150 volts alternating current would not function in Rome, since they use a different voltage.

5. Assignments to Regions. An effort has been made to assign Public Works and electrical engineers to Regions where required.

6. Inspections. The new Minister of Public Works and the Director of this Sub-Commission made an inspection trip through Sicily. Visits were also made to Region V and Region II to settle certain important outstanding military problems.

7. Malaria Control. We are cooperating with the Malaria Control Branch of the Public Health Sub-Commission.

Finance Sub-Commission, Colonel E. H. Foley.

1. As part of the reconstitution of the Italian Cabinet on 21 April, Lt. Colonel Guido Jung resigned as Minister of Finance and was replaced by Ing. Quinto Quintieri (non-party), president of the Bank of Calabria, and Dott. Antonio Pesenti, Communist Party; a former professor of Economics, jailed by the Fascist Government in 1934, has been appointed Under-Secretary. These officials have shown themselves to be very cooperative.

2. Colonel Grafftey-Smith, Joint Director of Finance Sub-Commission, and Colonel Crawshaw, Chief Accountant, recently returned from London, where various problems in connection with accounting for funds and supplies were discussed.

3. In order to coordinate ACC policy in the field of inflation control, the Chief Commissioner has appointed the Allied Anti-Inflation Committee with the Deputy Chief Commissioner as Chairman. This Committee, which includes Mr. Harold Glasser of the U. S. Treasury and Mr. E.M.H. Lloyd, the British Financial Adviser in the Middle East, is reviewing all current anti-inflation measures and will make recommendations.

4. Progress has been made on revisions of taxation measures and on the preparation of the budget for the next fiscal year.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 778502

5. Detailed financial plans have been laid for the occupation of Rome. The Ministry of Finance and the Banca d'Italia have designated representatives who will proceed to Rome and, under the orders of the Senior Finance Officer, Fifth Army AMG, aid in maintaining continuity in bank operations and control. The central records of the Finance Ministry, the central bank, and the Exchange Control Institute will be safeguarded.

6. The personal remittance system is functioning smoothly and at the present time it is estimated that payment orders amounting to more than 300,000 dollars have been issued by U. S. Banks and 3,000 pounds by the Bank of England to the Italian banks responsible for making payment to the designated payees in Italy.

7. A new form of counterfeiting appeared last month in Region I. The gang was arrested and plates, press, and notes seized.

8. The competent Italian Ministries have agreed in principle to the employment of the Magazzina Generali as the agency to handle and account for civilian supplies in Region III.

Transportation Sub-Commission, Lt. Colonel L. E.Vining.

1. Railways. Military control on the mainland and in Sardinia is still maintained. Since 1 April the responsibility for the operation of Bari Division was taken over by the Italian State Railways. Technical personnel however still continue operation in the Ports. The volume of civil freight traffic again shows an increase.

A revised system of securing rail transportation has been issued for ACC and civilian traffic in order to;

a. simplify rail movement;
b. maintain a stricter control of consignments;
c. ensure that no unauthorized traffic is moved.

2. Road Transport. 604 British and American trucks were made available to the various Regions and AMG.

The Italian Government will shortly standardize, by Royal Decree, all road haulage tariff rates in Italian Government Territory. Another Royal Decree will bring all civilian vehicles into Regional and Provincial pools under penalty of confiscation. It is anticipated that through the Consorzies, all civilian trucks will be brought under control and be available for transportation of essential supplies under ACC direction.

3. Schooners. Movements by schooner have increased but it must still be regarded as an unreliable means, although the tightening of control should improve matters. A new scheme formulated by MEDBO for the operation of schooners is now awaiting final approval.

The DSTO retains a prior call on all schooners and it appears doubtful if many will be available for civil movement as rail devastation in forward areas is likely to cause an extra call for schooners.

The amount of movement required to and from Sicily and the mainland is such that it appears coastal schooners will have to be kept to a minimum.

Declassified E.O. 12356 Section 3.3/NND No. 785021

6. The personal remittance system is functioning smoothly and at the present time it is estimated that payment orders amounting to more than 300,000 dollars have been issued by U. S. Banks and 3,000 pounds by the Bank of England to the Italian banks responsible for making payment to the designated payees in Italy.

7. A new form of counterfeiting appeared last month in Region I. The gang was arrested and plates, press, and notes seized.

8. The competent Italian Ministries have agreed in principle to the employment of the Magazzina Generali as the agency to handle and account for civilian supplies in Region III.

Transportation Sub-Commission, Lt. Colonel L. E.Vining.

1. Railways. Military control on the mainland and in Sardinia is still maintained. Since 1 April the responsibility for the operation of Bari Division was taken over by the Italian State Railways. Technical personnel however still continue operation in the Ports. The volume of civil freight traffic again shows an increase.

A revised system of securing rail transportation has been issued for ACC and civilian traffic in order to;

a. simplify rail movement;
b. maintain a stricter control of consignments;
c. ensure that no unauthorized traffic is moved.

2. Road Transport. 604 British and American trucks were made available to the various Regions and AFG.

The Italian Government will shortly standardize, by Royal Decree, all road haulage tariff rates in Italian Government Territory. Another Royal Decree will bring all civilian vehicles into Regional and Provincial pools under penalty of confiscation. It is anticipated that through the Consorzies, all civilian trucks will be brought under control and be available for transportation of essential supplies under ACC direction.

3. Schooners. Movements by schooner have increased but it must still be regarded as an unreliable means, although the tightening of control should improve matters. A new scheme formulated by MEDBO for the operation of schooners is now awaiting final approval.

The DSTO retains a prior call on all schooners and it appears doubtful if many will be available for civil movement as rail devastation in forward areas is likely to cause an extra call for schooners.

The amount of movement required to and from Sicily and the mainland is such that it appears coastal schooners will have to be kept to a minimum.

4023

Shipping Sub-Commission, Mr. Ian Campbell.

The main item of interest has been the appointment of Lt. General Matteini as Head of the Italian Merchant Marine replacing the former Minister who was removed at the suggestion of the Shipping Sub-Commission.

Declassified E.O. 12356 Section 3.3/NND No. 778021

Schooners. The number of schooners available has a total capacity of 39,000 tons. The cargo carried by this fleet will reach a total of 31,000 tons. The actual chartering of the schooners will be handled by an Italian Government agency, which will help bring about a better cooperation of the schooner fleet as a whole.

Schooner traffic tends to help the black market, but the permit system as a control is helping to arrest this traffic, and the transportation of unauthorized persons is also coming under control.

Deep Sea Vessels. These are generally in a poor condition with the exception of those which were trading at ports not in the Mediterranean. They are being repaired by us and put back into service.

During the past month two Italian tankers and one passenger vessel have been placed under Allied control, having been released from Portuguese ports. There are eight more to come from Spain. They should be released soon, as the crews have reached Gibraltar to man them.

Schooner traffic between Sardinia and Naples will begin soon.

Declassified E.O. 12356 Section 3.3/NND No. 785021

persons is also coming under control.

Deep Sea Vessels. These are generally in a poor condition with the exception of those which were trading at ports not in the Mediterranean. They are being repaired by us and put back into service.

During the past month two Italian tankers and one passenger vessel have been placed under Allied control, having been released from Portuguese ports. There are eight more to come from Spain. They should be released soon, as the crews have reached Gibraltar to man them.

Schooner traffic between Sardinia and Naples will begin soon.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Vice President, Economic Section - Colonel D. S. Adams (for Hon. Mr. Henry Grady)

1. With the occupation of additional areas the Regions must be adequately staffed with the necessary technical officers; this because of the ceiling established for total officer personnel. It is necessary that we call forward from longer established Regions, officers to staff the new Regions. This will require numerous changes of assignment. A complete and correct file of all our sub-commissions' personnel and their respective assignments is maintained by Headquarters Economic Section. Changes of assignment must be worked out with the Sub-Commission concerned, the Establishment Branch, and cleared with the Regional Commissioner. Every effort is being made to cooperate with the interested parties in order that these changes will create the least disturbance and in order to make the best use of our limited number of officers.

2. A development since our last meeting has been the establishment of a Coal Division, which has been placed in Transportation Sub-Commission; this for the reason that the importation and distribution of coal was handled by a subsidiary of the Italian State Railways, which are under the jurisdiction of the Ministry of Communications, with whom the Transportation Sub-Commission deals on various matters. This division is now engaged in working out a plan with the Italian Government for the development of a civilian organization that will be competent to take over and handle the importation and distribution of coal. This Coal Division will become the agency that eventually will screen all of our coal requirements and deal as an ACC agency, direct with AFHQ on these matters. This should ensure much greater consideration being given to coal requirements for essential industries.

3. Trucks are limited in number and too much importance cannot be placed on the matter of maintenance. Trucks have to be allocated to the various Regions on the basis of their real needs only. In forward areas a splendid job is being done in getting truck loads of food into towns, many times within a few hours after their capture. However, it is still necessary that we maintain the fine record made in clearing our supplies promptly from Naples port, as well as other ports, and transport must be continued in other rear areas for the distribution of supplies and the handling of the coming harvest. This means that equipment presently assigned must be utilized to its fullest capacity and in double shifts. More trucks are coming but recent cables do not yet give us definite arrival dates.

4. The matter of price control has not been touched on, as it is one that is not exclusive to any of our sub-commissions, but is handled by the Price Group of the Economic Section. This group is made up of specialist officers of the several sub-commissions involved, together with Mr. Wadleigh of the Economic Section. In addition to the matter of routine price matters, this group developed much information and material needed in recommending a price for wheat and now have the responsibility of establishing the prices of other grains and pulses which must be related to the price of wheat. These prices are being worked out in cooperation with the Ministry of Agriculture, so that the prices may be correlated closely in all Italian territory. The Minister of Industry and Commerce, and the Minister of Agriculture, have agreed to set up a price office in order to collaborate with our price group in this work. The price of wheat established is one that will give the average producer not only his cost of production, but a substantial profit besides. When compared to the price of wheat in various other producing countries, it will be realized the producer is being paid a substantial price. The price is about 80% more than is paid to the producer in the United States or Canada. Price alone will not guarantee the amassing of wheat. Further, we cannot set the price high enough to compete with black market prices. It is felt that a higher price would only promote inflation; however, the price has been agreed with the Italian Government, and now that it has been established, for this most important commodity

Declassified E.O. 12356 Section 3.3/NND No. 785021

personnel and their respective assignments is maintained by Headquarters Economic Section. Changes of assignment must be worked out with the Sub-Commission concerned, the Establishment Branch, and cleared with the Regional Commissioner. Every effort is being made to cooperate with the interested parties in order that these changes will create the least disturbance and in order to make the best use of our limited number of officers.

2. A development since our last meeting has been the establishment of a Coal Division, which has been placed in Transportation Sub-Commission; this for the reason that the importation and distribution of coal was handled by a subsidiary of the Italian State Railways, which are under the jurisdiction of the Ministry of Communications, with whom the Transportation Sub-Commission deals on various matters. This division is now engaged in working out a plan with the Italian Government for the development of a civilian organization that will be competent to take over and handle the importation and distribution of coal. This Coal Division will become the agency that eventually will screen all of our coal requirements and deal as an ACC agency, direct with AFHQ on these matters. This should ensure much greater consideration being given to coal requirements for essential industries.

3. Trucks are limited in number and too much importance cannot be placed on the matter of maintenance. Trucks have to be allocated to the various Regions on the basis of their real needs only. In forward areas a splendid job is being done in getting truck loads of food into towns, many times within a few hours after their capture. However, it is still necessary that we maintain the fine record made in clearing our supplies promptly from Naples port, as well as other ports, and transport must be continued in other rear areas for the distribution of supplies and the handling of the coming harvest. This means that equipment presently assigned must be utilized to its fullest capacity and in double shifts. More trucks are coming but recent cables do not yet give us definite arrival dates.

4. The matter of price control has not been touched on, as it is one that is not exclusive to any of our sub-commissions, but is handled by the Price Group of the Economic Section. This group is made up of specialist officers of the several sub-commissions involved, together with Mr. Wadleigh of the Economic Section. In addition to the matter of routine price matters, this group developed much information and material needed in recommending a price for wheat and now have the responsibility of establishing the prices of other grains and pulses which must be related to the price of wheat. These prices are being worked out in cooperation with the Ministry of Agriculture, so that the prices may be correlated closely in all Italian territory. The Minister of Industry and Commerce, and the Minister of Agriculture, have agreed to set up a price office in order to collaborate with our price group in this work. The price of wheat established is one that will give the average producer not only his cost of production, but a substantial profit besides. When compared to the price of wheat in various other producing countries, it will be realized the producer is being paid a substantial price. The price is about 80% more than is paid to the producer in the United States or Canada. Price alone will not guarantee the amassing of wheat. Further, we cannot set the price high enough to compete with black market prices. It is felt that a higher price would only promote inflation; however, the price has been agreed with the Italian Government, and now that it has been established, for this most important commodity we have now a price anchor to which to relate other prices and endeavor to hold the inflation movement at this general level.

Comments by Chief Commissioner: It is necessary to establish a level for prices, and as wheat is the first large commodity and due for amassing soon, the price at 1000 lire per quintal will be the base for the fixation of prices for all kinds of consumer goods.

Declassified E.O. 12356 Section 3.3/NND No. 785021

VI -- DEPUTY CHIEF COMMISSIONER, CAPTAIN ELLERY W. STONE, USNR.

1. The detailed explanation of the many problems of this Commission has been so complete during this Conference that any remarks of mine would seem to be a duplication of effort.

The basic problem before us is the question of increasing the daily ration, not only because of the physical needs of the people and our own responsibility due to our promises, but because it is and must be the keystone to the prevention of runaway inflation, like that which occurred in Germany after the last war. It must be prevented here, and the steps we take may well serve as a guide to similar efforts in other countries of Europe.

In my opinion the daily ration must be increased.

2. We have now had four of these conferences. Even the severest critic could not help but see that material progress is being made by this Commission, but much as we have accomplished, we are only just under way. We have many problems ahead, but our experience will make our performance there even better.

On behalf of the Chief Commissioner I want to thank all of you for sitting through this Conference and for your contributions.

- - - - - - - - - - - - - -

The Conference adjourned at 1820 hours.

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

DISTRIBUTION:

1 - CC
1 - DCC
1 - SC
1 - DSC
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Reg. Com.
7 - FRB
1 - 8 Army AMG
3 - 5 Army AMG
5 - G-5, AFHQ

Declassified E.O. 12356 Section 3.3/NND No. 778502

The basic problem before us is the question of increasing the daily ration, not only because of the physical needs of the people and our own responsibility due to our promises, but because it is and must be the keystone to the prevention of runaway inflation, like that which occurred in Germany after the last war. It must be prevented here, and the steps we take may well serve as a guide to similar efforts in other countries of Europe.

In my opinion the daily ration must be increased.

2. We have now had four of these conferences. Even the severest critic could not help but see that material progress is being made by this Commission, but much as we have accomplished, we are only just under way. We have many problems ahead, but our experience will make our performance there even better.

On behalf of the Chief Commissioner I want to thank all of you for sitting through this Conference and for your contributions.

- - - - - - - - - - - - - -

The Conference adjourned at 1820 hours.

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

DISTRIBUTION:

1 - CC
1 - DCC
1 - SG
1 - DSG
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Reg. Com.
7 - PRB
1 - 8 Army AMG
3 - 5 Army AMG
5 - G-5, AFHQ

Declassified E.O. 12356 Section 3.3/NND No. 785021

8 JUN 1944

Interior

SECRET

HEADQUARTERS ALLIED CONTROL COMMISSION

APO 394

:: S E C R E T ::
:: Auth: CC, ACC ::
:: Date: 3 June 1944 ::
:: Init: ::

SUPPLEMENT TO MINUTES OF MONTHLY CONFERENCE --- 30 MAY 1944

Army Sub-commission, Major General Langley Browning

1. The Army Sub-commission is an agency set up by direct order of the Combined Chiefs of Staff with the functions of re-organizing and rehabilitating the Italian Army, and providing and accounting for supplies issued to the Italian Armed Forces (Navy, Army and Air) by the Allies.

2. Proposals have been put forward to C.C.S. by Gen. ALEXANDER, whereby the Italian Army will amount to a total strength of 341,170, sub-divided into:

Combat Div in the line	14,100
10 I.S. Divs, distributed over Italy, Sicily and Sardinia	101,200
Troops employed by the Allies (Labor Bns, Port Dets, etc.)	180,000
Central Italian Administration	45,870

3. A single ration scale for all Italian troops is to replace in due course the "basic" and "combat" scales.

4. An establishment for the A.S.C. has been put forward to permit a central directing headquarters, a liaison staff with major Italian formations, and an executive and liaison staff to supervise the issue and accounting for supplies to the Italian Armed Forces. This has not been approved and we are still 11 officers and over 100 men short, despite having a large number on loan.

5. The reorganization and rehabilitation of the Italian Army is a very complex matter due to numerous factors:

a. the best troops are either PW's, or north of the present line.
b. the standard of Italian efficiency is lower than normal.
c. a large percentage of the available Italian troops are in Sardinia, and shipping is short.
d. the pre-war Italian Army was organized on an area basis, and therefore, many depots, data, and files are in German hands.
e. industry is mainly in the North, and this affects clothing, boots and equipment generally for the Italian Army.
f. communications are difficult, due to their comparative lack in this mountainous country, and priority of transportation for the Allies.
g. transition from an enemy to a co-belligerent status is unprecedented.
h. graft, corruption, and nepotism was rampant for many years with the Fascist regime.
i. the Italian conception of producing efficiency and raising morale is very far below and very different to Allied standards.

6. We are tackling all this in three ways:

4021

a. by exercising pressure on the Italian military authorities to put their own house in order and make the fullest use of their own resources,
b. by backing them up in every possible and legitimate way, and
c. by advising them of our views as to what they must do to make their Army "in fact effective", and thus worthy of the issue of supplies from Allied sources.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Army Sub-commission, Major General Langley Browning

1. The Army Sub-commission is an agency set up by direct order of the Combined Chiefs of Staff with the functions of re-organizing and rehabilitating the Italian Army, and providing and accounting for supplies issued to the Italian Armed Forces (Navy, Army and Air) by the Allies.

2. Proposals have been put forward to C.C.S. by Gen. ALEXANDER, whereby the Italian Army will amount to a total strength of 341,170, sub-divided into:

Combat Div in the line.....	14,100
10 I.S. Divs, distributed over Italy, Sicily and Sardinia.....	101,200
Troops employed by the Allies (Labor Bns, Port Dets, etc.).....	180,000
Central Italian Administration.....	45,870

3. A single ration scale for all Italian troops is to replace in due course the "basic" and "combat" scales.

4. An establishment for the A.S.C. has been put forward to permit a central directing headquarters, a liaison staff with major Italian formations, and an executive and liaison staff to supervise the issue and accounting for supplies to the Italian Armed Forces. This has not been approved and we are still 11 officers and over 100 men short, despite having a large number on loan.

5. The reorganization and rehabilitation of the Italian Army is a very complex matter due to numerous factors:

a. the best troops are either PW's, or north of the present line.
b. the standard of Italian efficiency is lower than normal.
c. a large percentage of the available Italian troops are in Sardinia, and shipping is short.
d. the pre-war Italian Army was organized on an area basis, and therefore, many depots, data, and files are in German hands.
e. industry is mainly in the North, and this affects clothing, boots and equipment generally for the Italian Army.
f. communications are difficult, due to their comparative lack in this mountainous country, and priority of transportation for the Allies.
g. transition from an enemy to a co-belligerent status is unprecedented.
h. graft, corruption, and nepotism was rampant for many years with the Fascist regime.
i. the Italian conception of producing efficiency and raising morale is very far below and very different to Allied standards.

6. We are tackling all this in three ways:

a. by exercising pressure on the Italian military authorities to put their own house in order and make the fullest use of their own resources,
b. by backing them up in every possible and legitimate way, and
c. by advising them of our views as to what they must do to make their Army "in fact effective", and thus worthy of the issue of supplies from Allied sources.

4021

7. There is little contact and comradeship between officers and men. There is little thought of welfare, amenities, and good living conditions for the troops. There are many officers who are not suitable as leaders in a modern army. This is inevitable when promotion is by seniority, NOT merit; and when cadets for commission are chosen by influence, birth or financial status, without regard to ability, character and powers of leadership.

Declassified E.O. 12356 Section 3.3/NND No. 785021

8. Things are sorting out gradually; the Italians are cooperating according to their own lights, and there is an abundance of good-will among the Allies to solve all problems.

Comments by Chief Commissioner: General Browning was asked whether there were any signs of epuration. The reply was, "No." It was felt that some might be needed at the Military Academy among the cadets, who were under the Fascist regime.

- - - - - - - - - - -

Naval Sub-commission, Commodore I. M. Palmer

1. Work of this Sub-commission has been carried on at Taranto during the past six weeks.

2. The Italian fleet has been carrying out patrolling, convoy, and troop-carrying duties. Submarines are employed on training duties.

3. 7000 men are employed at the Taranto dockyards. The Franco Tosi shipbuilding works employs about 5000 men. The lack of boots and clothing has caused a reduction of working parties by about 25%.

4. Since the 8th of September, 1943, the following Allied ships have been refitted with major repairs: 1 cruiser, 28 destroyers, and 110 minor craft. Refits to Italian ships have included 12 cruisers, 14 destroyers, 28 torpedo boats, 24 submarines, and others. The best record is the number of ships docked which total 449, consisting of 110 Allied warships, 72 Allied merchant ships, 228 Italian warships, 15 Italian merchant ships, and 24 Italian submarines.

5. Two 880 ton floating docks are at present being built in the Franco Tosi Shipyard, who also carry out a large amount of incidental repairs for the Allied Military, for railway engines, and the production in bulk of certain spare parts for landing craft.

- - - - - - - - - - -

Air Sub-Commission, Air Vice Marshal W.A.B. Bowen-Buscarlet.

1. The Italian Air Force has continued to support the Allied war effort.

2. The Fighter Wing has been employed on offensive sweeps on the Dalmatian Coast. With the beginning of the land offensive in Italy the operational control of this unit passed from the Desert Air Force to the 242 Group. During April 215 operational sorties were carried out and up to the 26th of May 290. Results have been good, damage having been inflicted on rolling stock, M/T, barges, schooners, and small craft.

3. The Bomber Transport Wing during April flew a total of 150 sorties on supply-dropping missions in Yugoslavia and Albania. A net total of 145 tons of supplies were dropped. Bad weather conditions in the Balkans have hampered supply dropping this month. A severe blow was received on May 14 when 5 Cant 1007 aircraft were lost and two others severely damaged in a surprise attack by enemy aircraft. In spite of this the morale of the Cant crews is unshaken. Due to the difficulty in keeping the long-range fighters serviceable, it has been decided, for the present, to drop supplies at night. It is hoped to average six aircraft per night throughout the month, subject to weather conditions.

4. The Seaplane Wing continues to carry out very valuable work as part of the Mediterranean Area Coastal Air Forces. U-Boat hunts, convoy escort duties and air/sea rescue are their main duties. In addition there have been many sorties for courier services, anti-aircraft cooperation and parachute dropping exercises.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Naval Sub-commission, Commodore I. M. Palmer

1. Work of this Sub-commission has been carried on at Taranto during the past six weeks.

2. The Italian fleet has been carrying out patrolling, convoy, and troop-carrying duties. Submarines are employed on training duties.

3. 7000 men are employed at the Taranto dockyards. The Franco Tosi shipbuilding works employs about 3000 men. The lack of boots and clothing has caused a reduction of working parties by about 25%.

4. Since the 8th of September, 1943, the following Allied ships have been refitted with major repairs: 1 cruiser, 28 destroyers, and 110 minor craft. Refits to Italian ships have included 12 cruisers, 14 destroyers, 28 torpedo boats, 24 submarines, and others. The best record is the number of ships docked which total 449, consisting of 110 Allied warships, 72 Allied merchant ships, 228 Italian warships, 15 Italian merchant ships, and 24 Italian submarines.

5. Two 880 ton floating docks are at present being built in the Franco Tosi Shipyard, who also carry out a large amount of incidental repairs for the Allied Military, for railway engines, and the production in bulk of certain spare parts for landing craft.

- - - - - - - - - - -

Air Sub-Commission, Air Vice Marshal W.A.B. Bowen-Buscarlet.

1. The Italian Air Force has continued to support the Allied war effort.

2. The Fighter Wing has been employed on offensive sweeps on the Dalmatian Coast. With the beginning of the late offensive in Italy the operational control of this unit passed from the Desert Air Force to the 242 Group. During April 215 operational sorties were carried out and up to the 26th of May 290. Results have been good, damage having been inflicted on rolling stock, M/T, barges, schooners, and small craft.

3. The Bomber Transport Wing during April flew a total of 150 sorties on supply-dropping missions in Yugoslavia and Albania. A net total of 145 tons of supplies were dropped. Bad weather conditions in the Balkans have hampered supply dropping this month. A severe blow was received on May 14 when 5 Cant 1007 aircraft were lost and two others severely damaged in a surprise attack by enemy aircraft. In spite of this the morale of the Cant crews is unshaken. Due to the difficulty in keeping the long-range fighters serviceable, it has been decided, for the present, to drop supplies at night. It is hoped to average six aircraft per night throughout the month, subject to weather conditions.

4. The Seaplane Wing continues to carry out very valuable work as part of the Mediterranean Area Coastal Air Forces. U-Boat hunts, convoy escort duties and air/sea rescue are their main duties. In addition there have been many sorties for courier services, anti-aircraft cooperation and parachute dropping exercises.

5. Future operations will be limited by our ability to maintain our rather elderly aircraft in serviceable condition. The Prime Minister has said that the Italian Air Force will be reinforced with British aircraft. It was thought that Allied aircraft was meant.

Declassified E.O. 12356 Section 3.3/NND No. 785021

6. The maintenance and equipment aspect of the I.A.F. shows a slight ~~improvement~~, but there is still the "go slow" element in the Italian Air Ministry whose inefficiency and red-tape hamper the operational side. Requisitioning of Air Force property still goes on. Usually it is the British Army which does this.

7. The labor dispute at the Alfa-Romeo works has been settled. The Sanita Works at Benevento has staged a remarkable recovery, and will eventually be the main I.A.F. fighter repair base.

- - - - - - - - - - - -

Legal Sub-commission, Colonel G. R. Upjohn

1. Since the last meeting, 24 spy cases have been reviewed at Hq, ACC:

a. 12 spies were sentenced to death and conviction confirmed.
b. 6 were sentenced to death and conviction commuted.
c. 2 were sentenced to imprisonment.
d. 1 was sentenced to imprisonment, but sentence was quashed.
e. 3 were found not guilty.

2. Other cases in Naples have shown a decrease due to increased activity of Naples Courts, and arrangements have now been completed for transfer of all curfew, speeding, and prostitution cases to Italian Courts.

3. In Italian Government territory, the Chief Commissioner's policy remains the same - that only exceptional cases will be tried by AMG Courts.

4. There is a big accumulation of cases in Sardinia. The situation has improved substantially since 19 additional judges have been provided.

5. The situation in Bari is not very satisfactory. A special committee of representatives from the Legal Sub-commission and the Ministry of Justice is now at Bari to consider ways and means of improving the position.

6. The Court of Cassation has been set up at Salerno and will be ready to move to Rome on short notice.

7. Relations with the new Minister of Justice and his staff are good. The Epuration Decree providing for the punishment of Fascists has been their greatest work this month. They have personnel ready for Rome, which it is hoped will be adequate in the early stages of occupation.

8. The Italian Military Courts are very short of personnel, but it is hoped that arrangements will soon be made for the repatriation of PW's to act as judges.

9. The revision of general orders dealing with labor relations and other economic matters is in hand.

- - - - - - - - - - - - -

4020

Attention is directed to the security classification of this Supplement.

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

Declassified E.O. 12356 Section 3.3/NND No. 785021

- - - - - - - - - - - -

Legal Sub-commission, Colonel G. R. Upjohn

1. Since the last meeting, 24 spy cases have been reviewed at Hq, ACC:

a. 12 spies were sentenced to death and conviction confirmed.
b. 6 were sentenced to death and conviction commuted.
c. 2 were sentenced to imprisonment.
d. 1 was sentenced to imprisonment, but sentence was quashed.
e. 3 were found not guilty.

2. Other cases in Naples have shown a decrease due to increased activity of Naples Courts, and arrangements have now been completed for transfer of all curfew, speeding, and prostitution cases to Italian Courts.

3. In Italian Government territory, the Chief Commissioner's policy remains the same - that only exceptional cases will be tried by AMG Courts.

4. There is a big accumulation of cases in Sardinia. The situation has improved substantially since 19 additional judges have been provided.

5. The situation in Bari is not very satisfactory. A special committee of representatives from the Legal Sub-commission and the Ministry of Justice is now at Bari to consider ways and means of improving the position.

6. The Court of Cassation has been set up at Salerno and will be ready to move to Rome on short notice.

7. Relations with the new Minister of Justice and his staff are good. The Epuration Decree providing for the punishment of Fascists has been their greatest work this month. They have personnel ready for Rome, which it is hoped will be adequate in the early stages of occupation.

8. The Italian Military Courts are very short of personnel, but it is hoped that arrangements will soon be made for the repatriation of PW's to act as judges.

9. The revision of general orders dealing with labor relations and other economic matters is in hand.

- - - - - - - - - - - - -

4020

Attention is directed to the security classification of this Supplement.

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

Declassified E.O. 12356 Section 3.3/NND No. 78 5021

0548

Declassified E.O. 12356 Section 3.3/NND No. 785021

1400

Int (53)

RAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

4/22.3/As.

8 June 44.

SUBJECT : Regional Conferences.

TO : All Adm Sub-Commissions.

Please amend 4/22.3/AS of 7 June.

Regional ~~II~~ Conference will be held at Naples on 14 June and not on 13 June.

III

4019

S. H. WHITE Lt Col.
For CCAO Adm Sec.

0549

Declassified E.O. 12356 Section 3.3/NND No. 785021

1394.

18/B

52

NEAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

1/223/AS

4 June 1944

SUBJECT : Regional Conferences.

TO : All Admin Sub-Comms.

The following is a list of Regional Conferences to be held in June. To enable arrangements to be made, will Sub-Commissions please state (personally or by phone will suffice) which conferences will be attended by their representatives.

DATE.	DAY.	REGION.	LOCATION.
~~3~~	Sat.	V	Campobasso.
~~7~~	Wed.	VII	Catanzaro.
10	Sat.	V	Campobasso.
14 14	Wed. Wed	VI II	Sardinia. Naples.
17	Sat.	V	Campobasso.
21	Wed.	I	Palermo.
22	Thu.	II	Potenza.
~~23~~	~~Fri.~~	~~III~~	~~Naples.~~
24	Sat.	V	Campobasso.

H.H. Wade Lt/Col

R.H. WADE.
Colonel
Dep. Admin Section.

1318

0550

Declassified E.O. 12356 Section 3.3/NND No. 785021

1384

C C

JUN 6187 1944 A.C.C.

(51)

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. Section
APO 394

6 June 1944.

Ref/107/CA.

SUBJECT: Minutes of Regional Commissioners Conference, 31 May 1944.

TO : Distribution as per Minutes.

The following amendments will be made to the Minutes of the Regional Commissioners Conference held on Wednesday, 31 May 1944 : amended. 7/6.

First page, Opening Remarks by Executive Commissioner

Para.4, line 2, delete "Region VII" substitute "Region VIII".

Para.5, line 2, delete "Region VIII en bloc" substitute "Region VII en bloc".

Norman E. Fiske, Maj

NORMAN E. FISKE,
Colonel,
Deputy Executive
Commissioner.

4013

1376

RECEIVED ADJ. GEN'L'S
JUN 5 1944
WAR DEPT.

6134

50

MINUTES OF

Regional Commissioners Conference

Wednesday, 31.May.44.

Presiding: BRIGADIER M. S. LUSH.

ACTION.

Opening remarks by Brigadier Lush, Executive Commissioner.

The Executive Commissioner said that he thought that great progress had been made in all Regions. The AMG with the Armies and Regions IV and V were operating to their full capacity in the combat areas and much had been done, not only in Region III, but in Italian Government territory.

He expressed appreciation of the reports, both official and unofficial, which had been sent to him by Regional Commissioners and which gave him a much fuller picture of what was going on in the field.

Operations were now in full swing and all the forward elements needed constant support. The duty of the Regional Control & Military Government Section was to maintain the balance between the needs of AMG and the Regions in Italian Government territory. The problems of the latter were not made the less difficult and must always be sympathetically considered.

Staff of Regions IV and V had been practically completed. Staff of Region VIII had not yet been earmarked although their supply side had been set in motion with the idea of setting up a forward supply group in the western ports as they fell into our hands.

Consideration had been given to the idea of picking up the bulk of the staff of Region VII en bloc and placing them in Region VIII when liberated as the nucleus of a Regional staff.

He was grateful to Regional Commissioners in Italian Government territory for the prompt assistance they had given in surrendering officers for forward areas. He emphasised the necessity of very careful selection of the officers chosen to remain in Italian Government territory. Regional Commissioners must take care not to allow officers to dig themselves in too much and it was for Regional Commissioners to advise Headquarters as to those best fitted for advisory work and those who were obviously the men for executive work in the forward areas. In the liberated Regions we had to adopt the policy of helping the administration of the Italian Government with the minimum of highly selected men.

106

Brigadier Lush said that he had noted in the reports given by Regional Commissioners at the previous day's meeting very little reference to the progress of local government. He asked Regional Commissioners to remember that the development of local government, the only basis of sound administration, was the primary duty of Regional Commissioners. The economic problems would be often more obvious and clearly most important but they should not be allowed to exclude attention to the administrative side of Regional work.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION.

Opening remarks by Brigadier Lush, Executive Commissioner.

The Executive Commissioner said that he thought that great progress had been made in all Regions. The AMG with the Armies and Regions IV and V were operating to their full capacity in the combat areas and much had been done, not only in Region III, but in Italian Government territory.

He expressed appreciation of the reports, both official and unofficial, which had been sent to him by Regional Commissioners and which gave him a much fuller picture of what was going on in the field.

Operations were now in full swing and all the forward elements needed constant support. The duty of the Regional Control & Military Government Section was to maintain the balance between the needs of AMG and the Regions in Italian Government territory. The problems of the latter were not made the less difficult and must always be sympathetically considered.

Staff of Regions IV and V had been practically completed. Staff of Region VIII had not yet been earmarked although their supply side had been set in motion with the idea of setting up a forward supply group in the western ports as they fell into our hands.

Consideration had been given to the idea of picking up the bulk of the staff of Region VII en bloc and placing them in Region VIII when liberated as the nucleus of a Regional staff.

He was grateful to Regional Commissioners in Italian Government territory for the prompt assistance they had given in surrendering officers for forward areas. He emphasised the necessity of very careful selection of the officers chosen to remain in Italian Government territory. Regional Commissioners must take care not to allow officers to dig themselves in too much and it was for Regional Commissioners to advise Headquarters as to those best fitted for advisory work and those who were obviously the men for executive work in the forward areas. In the liberated Regions we had to adopt the policy of helping the administration of the Italian Government with the minimum of highly selected pers. 10 3.6

Brigadier Lush said that he had noted in the reports given by Regional Commissioners at the previous day's meeting very little reference to the progress of local government. He asked Regional Commissioners to remember that the development of local government, the only basis of sound administration, was the primary duty of Regional Commissioners. The economic problems would be often more obvious and clearly most important but they should not be allowed to exclude attention to the administrative side of Regional work.

He asked Regional Commissioners to let Headquarters know of any shortcomings that might be apparent. After four months of re-organisation there must be matters which needed correction and co-ordination to the advantage of officers in the field. Headquarters must know from Regional Commissioners what should be done in this respect.

1. Ration Card Percentage.

The Executive Commissioner explained the Chief Commissioner's policy of distributing to each Province sufficient food to feed on the

Declassified E.O. 12356 Section 3.3/NND No. 785021

ration scale the percentage of the population recommended by the Provincial Commissioner as entitled to ration cards. ~~The food distributed on the ration cards should represent the difference between the amount of food which the Italians could produce locally for themselves and what was necessary to support life in the Province.~~ Regional Commissioners had been asked to produce percentage figures. This would be taken as a guide to food to be issued.

See Page 67

Colonel Legg explained. He said that based on the number of growers entitled to retention allowance so much food would be allotted to a Prefect whose job it would then be to see that the people were fed. The detailed responsibility would be that of the organisation SEPRAL. It will therefore be necessary to reduce the number of holders of ration cards to fit in with the allotment of food. As a working basis the standard figure of 65% has been adopted. According to the views of Regional Commissioners adjustments in relation to this figure would be made but the percentage figure would need to be kept under review and the recommendations of Regional Commissioners would be called for at intervals. Reductions or increases in the percentage figure would be considered, but there should be no arbitrary reduction. Parallel with this there would be required an epuration of ration cards. Colonel Hancock, Region I, explained how the system was working in Sicily. It was agreed that a similar system should operate throughout all Regions. Food Sub-Commission would prepare instructions to the Regions.

Food Sub-Commission.

Later in the meeting Colonel Legg announced that on an examination of the figures it was found that, excluding Region III, the percentage for the total population for ration card issues worked out at 71%. The figure 65% would have to be re-considered.

2. Epuration.

Colonel Wilmer said the Epuration decree was signed by the Italian Government. This decree is punitive in Italian Government territory. The death penalty is applicable for some crimes.

The Executive Commissioner read out the Chief Commissioner's directive regarding the arrest and suspension of Italian officials encountered in territory to be captured in the future. Lists of posts were being prepared by the Administrative Section and other Sub-Commissions. Arrangements had been completed for the handing over of the arrested officials to the Italian Government.

Adm Sec.

Colonel Spicer was asked to help by providing a pool of Italian officials from which appointments could be made in order that administration could be carried on. The appointment of an Italian staff to watch the epuration process will also be considered.

Colonel Wilmer stated that the decree could be made applicable to Military Government territory. Colonel Young reminded the meeting of Executive Memorandum No.45.

Brigadier Carr asked about the epuration of the CC.RR and it was answered that this was the responsibility of the Commanding General of the CC.RR. A directive was requested to amend Clause 4 of the decree of December 28th. Executive Commissioner suggested either the appointment of an officer to watch the process of epuration and defascistization, or the formation of a committee. Colonel Young said he had proposals on the subject [illegible]

Declassified E.O. 12356 Section 3.3/NND No. 785021

Colonel Legg explained. He said that based on the number of growers entitled to retention allowance so much food would be allotted to a Prefect whose job it would then be to see that the people were fed. The detailed responsibility would be that of the organisation SEPRAL. It will therefore be necessary to reduce the number of holders of ration cards to fit in with the allotment of food. As a working basis the standard figure of 65% has been adopted. According to the views of Regional Commissioners adjustments in relation to this figure would be made but the percentage figure would need to be kept under review and the recommendations of Regional Commissioners would be called for at intervals. Reductions or increases in the percentage figure would be considered, but there should be no arbitrary reduction. Parallel with this there would be required an epuration of ration cards. Colonel Hancock, Region I, explained how the system was working in Sicily. It was agreed that a similar system should operate throughout all Regions. Food Sub-Commission would prepare instructions to the Regions.

Food Sub-Commission.

Later in the meeting Colonel Legg announced that on an examination of the figures it was found that, excluding Region III, the percentage for the total population for ration card issues worked out at 71%. The figure 65% would have to be re-considered.

2. Epuration.

Colonel Wilmer said the Epuration decree was signed by the Italian Government. This decree is punitive in Italian Government territory. The death penalty is applicable for some crimes.

The Executive Commissioner read out the Chief Commissioner's directive regarding the arrest and suspension of Italian officials encountered in territory to be captured in the future. Lists of posts were being prepared by the Administrative Section and other Sub-Commissions. Arrangements had been completed for the handing over of the arrested officials to the Italian Government.

Adm Sec.

Colonel Spicer was asked to help by providing a pool of Italian officials from which appointments could be made in order that administration could be carried on. The appointment of an Italian staff to watch the epuration process will also be considered.

Colonel Wilmer stated that the decree could be made applicable to Military Government territory. Colonel Young reminded the meeting of Executive Memorandum No. 45.

Brigadier Carr asked about the epuration of the CC.RR and it was answered that this was the responsibility of the Commanding General of the CC.RR. A directive was requested to amend Clause 4 of the decree of December 28th. Executive Commissioner suggested either the appointment of an officer to watch the process of epuration and defascistization, or the formation of a committee. Colonel Young said he had proposals on the subject which he would submit. To remove all officials might mean chaos for a short period though it was generally agreed that a clean sweep would be the best in the long run. The Executive Commissioner said that the policy was to move as many as possible, using discretion sparingly and only in exceptional cases.

Declassified E.O. 12356 Section 3.3/NND No. 785021

50A

3. Staff M ers.

(a) Colonel Albright said the ceiling for al_ Ita_y up to the Rimini-Pisa line was 1270 officers, 635 American and 635 British. We must hold to this ceiling. It had been computed that for all Italy a further 300 officers and 600 EM/ORs would be necessary. Inquiry as to the possibility of getting these officers posted now for training to avoid inexperienced officers having to be employed if rapid tactical moves occurred, had not yet been satisfactorily answered. No information was available as to where these personnel were to come from.

Further cuts must come in Regions III, IV and Rome Staffs, and Regional Commissioners must plan future cuts now. Directive
Est. Br. to be issued shortly would include provisional figures. Specialist officers would also be affected. Officers would be required to double up jobs inside Sections. There will be a shortage of Provincial Officers.

(b) Complaints have been received that specialist officers were being improperly employed or moved without reference to the Sub-Commissions concerned. There must be clearance between Regional Commissioners and Sub-Commissions. When Regional Commissioners use officers on other jobs, e.g., Police Officers as Supply Officers, it must be reported. No transfers to be made within specialist duties without authority of Headquarters. In considering organisation and re-organisation of Regional Staffs, Economic and Administrative Sections will give numbers required with suggested names in an Appendix. Colonel Kirkwood suggested a purge; some officers were good, many were poor. Executive Commissioner reminded Regional Commissioners that, as was said at last conference, they must take the responsibility of reporting in writing on officers. Headquarters cannot act without Regional Commissioners' written statement.

(c) Transport (Item 6a). Back Regions must release military vehicles for forward areas and make up by requisitioning civilian vehicles. The Italian Government would also have to be supplied. Assistance could be given if Regional Commissioners would de-requisition unwanted vehicles notifying the Italian authorities that this had been done. It was also necessary that all superfluous stores held by Regions (typewriters, official furniture, etc) should be reported in order that they may be re-allocated. Tyres are in short supply everywhere. This situation everywhere was well realised and AFHQ were constantly being asked for tyres. Unfortunately military tyres did not fit Italian vehicles. Region IV made a very strong plea for transport to be allocated now; this was promised as far as possible.

(d) Reporting of stolen cars. The importance of reporting stolen cars was stressed. Reports must be sent in at once to avoid reduction of transport strength. US Army administrative procedure requires that these "reports of survey" be forwarded at once and on approval such vehicles can be replaced if replacements are available. When applying for tyres, full details of the car concerned must be supplied.

(e) Italian drivers. Regional Headquarters must make arrangements for
Est. Br. the housing and feeding of the drivers and provision of places for safeguarding cars. The provision of some form of uniform, e.g., standard overall, for Italian civilian drivers, was suggested and Establishment Branch asked to consider this.

(f) 2675th Regiment. Colonel Parkin said Companies of this Regiment

Declassified E.O. 12356 Section 3.3/NND No. 785702

Est. Br.

Specialist officers would also be affected. Officers would be required to double up jobs inside Sections. There will be a shortage of Provincial Officers.

(b) Complaints have been received that specialist officers were being improperly employed or moved without reference to the Sub-Commissions concerned. There must be clearance between Regional Commissioners and Sub-Commissions. When Regional Commissioners use officers on other jobs, e.g., Police Officers as Supply Officers, it must be reported. No transfers to be made within specialist duties without authority of Headquarters. In considering organisation and re-organisation of Regional Staffs, Economic and Administrative Sections will give numbers required with suggested names in an Appendix. Colonel Kirkwood suggested a purge; some officers were good, many were poor. Executive Commissioner reminded Regional Commissioners that, as was said at last conference, they must take the responsibility of reporting in writing on officers. Headquarters cannot act without Regional Commissioners' written statement.

(c) Transport (Item 6a). Back Regions must release military vehicles for forward areas and make up by requisitioning civilian vehicles. The Italian Government would also have to be supplied. Assistance could be given if Regional Commissioners would de-requisition unwanted vehicles notifying the Italian authorities that this had been done. It was also necessary that all superfluous stores held by Regions (typewriters, official furniture, etc) should be reported in order that they may be re-allocated. Tyres are in short supply everywhere. This situation everywhere was well realised and AFHQ were constantly being asked for tyres. Unfortunately military tyres did not fit Italian vehicles. Region IV made a very strong plea for transport to be allocated now; this was promised as far as possible.

(d) Reporting of stolen cars. The importance of reporting stolen cars was stressed. Reports must be sent in at once to avoid reduction of transport strength. US Army administrative procedure requires that these "reports of survey" be forwarded at once and on approval such vehicles can be replaced if replacements are available. When applying for tyres, full details of the car concerned must be supplied. 1015

Est. Br.

(e) Italian drivers. Regional Headquarters must make arrangements for the housing and [illegible]ng of the drivers and provision of places for safeguarding cars. The provision of some form of uniform, e.g., standard overall, for Italian civilian drivers, was suggested and Establishment Branch asked to consider this.

(f) 2675th Regiment. Colonel Parkin said Companies of this Regiment were commanded by junior officers. Senior officers should back these junior officers. A memorandum of which the main features were read, is to be published.

(g) Administrative requirements for June.

(i) Efficiency reports on officers for the period 1st Jan to 30th June. General instructions for the preparation of the efficiency reports will be despatched by 10th June to all Regions. Efficiency reports must be in this Headquarters by 15th July.

Declassified E.O. 12356 Section 3.3/NND No. 785021

(ii) Need to tighten up the arrangements for safe-guarding Commission vehicles.

Regional Commissioners.

(iii) Promotion and reduction of NCOs must be the subject of reports addressed to C.O. 2675th Regt. They will be acted on when received.

(h) Investigation of Rumours.

Cases of rumours reflecting on the integrity of officers have been reported. Two investigating officers have been appointed and will be sent to Regions where necessary, but if proper enquiry is made rumours might be discounted before those officers went out. This should be done immediately.

4. Collection of Commodities.

(a) Grain (Granio di Popolo). The Executive Commissioner said that all officers must be used for harvesting of commodities. Colonel Adams said that the schemes had been fully explained and asked for questions:-

Region I - Was a fee admissible for volunteer committee members? Reply, No. The assessment committee members were on the pay roll. Pages 13-14 of the appropriate decree were being amended to make all administrative officers responsible to the Provincial Inspector.

Region VI - asked for binder twine. Informed supplies were being distributed.

(b) Courts to deal with delinquents.

Legal Sub-Com.

Colonel Zellars said we must hit hard and hit quickly. All Regional Commissioners agreed, also agreeing that imprisonment would be much more effective than fines. Colonel Upjohn explained that AMG Courts could not handle this in Italian Government territory. The present decree provided for up to 3 years imprisonment; a new decree was coming out which would increase this. Colonel Upjohn was asked to press for the speeding up of hearing of cases. Italian Courts to give priority to these cases for public effect.

In Regions III and V, AMG Courts could be used, but Region III had decided to use Italian Courts as far as possible except in very bad cases, and where undue delay seemed likely.

(c) Composition of Committees.

Composition of the communal committees - could CC.RR officials function on the committees? Yes, though this provision was merely to keep them in the picture; they would have no right to vote. It was further suggested that a consumer could act on communal committees, and it was agreed that where a suitable person was available he could be co-opted.

5. Regional Reports.

(a) Colonel Bowman explained that it was not intended to distribute Regional reports to all the Regions. They were for the use of this HQ, but copies could be had on application either to the Regions concerned or this HQ. Distribution was considered satisfactory.

Regional

(b) Pro-Forma Monthly Report. Regional Commissioners agreed that no

Declassified E.O. 12356 Section 3.3/NND No. 785021

appointed and will be sent to Regions where necessary, but if proper enquiry is made rumours might be discounted before these officers went out. This should be done immediately.

4. Collection of Commodities.

(a) Grain (Granio di Popolo). The Executive Commissioner said that all officers must be used for harvesting of commodities. Colonel Adams said that the schemes had been fully explained and asked for questions:-

Region I - Was a fee admissible for volunteer committee members? Reply, No. The assessment committee members were on the pay roll. Pages 13-14 of the appropriate decree were being amended to make all administrative officers responsible to the Provincial Inspector.

Region VI - asked for binder twine. Informed supplies were being distributed.

(b) Courts to deal with delinquents.

Legal Sub-Com.

Colonel Zellars said we must hit hard and hit quickly. All Regional Commissioners agreed, also agreeing that imprisonment would be much more effective than fines. Colonel Upjohn explained that AMG Courts could not handle this in Italian Government territory. The present decree provided for up to 3 years imprisonment; a new decree was coming out which would increase this. Colonel Upjohn was asked to press for the speeding up of hearing of cases. Italian Courts to give priority to these cases for public effect.

In Regions III and V, AMG Courts could be used, but Region III had decided to use Italian Courts as far as possible except in very bad cases, and where undue delay seemed likely.

(c) Composition of Committees.

Composition of the communal committees - could CC.RR officials function on the committees? Yes, though this provision was merely to keep them in the picture; they would have no right to vote. It was further suggested that a consumer could act on communal committees, and it was agreed that where a suitable person was available he could be co-opted.

5. Regional Reports.

(a) Colonel Bowman explained that it was not intended to distribute Regional reports to all the Regions. They were for the use of this HQ, but copies could be had on application either to the Regions concerned or this HQ. Distribution was considered satisfactory.

Regional Comrs.

(b) Pro-Forma Monthly Report. Regional Commissioners agreed that no amendment to the form of report was necessary except that a short para should be added to the report dealing with Finance. Agreed. Executive Commissioner stressed that reports must be factual and must not contain demands for personnel or supplies, which must be submitted in the usual way.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION.

(c) Regional Commissioners reported that they were getting material from the Information Section. Generally the feeling was that reports were a necessary evil and that they could be handled so long as sufficient time was given to collect the necessary data and information. Agreed that Civil Affairs Branch should ensure that a reasonable period is allowed between calling for report and date of submission.

Civil Affairs Branch.

(d) Distribution within HQ. ACC. This is a matter for the HQ. Regional Commissioners were invited to suggest when submitting reports that they should be circulated in special quarters.

6. Transport Officers' Duties.

It was explained that Transport Officers were entitled to communicate direct with the Transportation Sub-Commission on all technical matters, but on all questions involving policy the Regional Commissioner must take action.

7. Italian Armed Forces.

(a) Clothing. Colonel Pidsley (Army Sub-Commission) stated that there was no Allied Nations clothing scale for the Italian Armed Forces. The policy is that United Nations should make up deficiencies in essentials. The Army were receiving Battledress dyed "forest green"; the CC.RR had their own special uniform and no Battledress was being issued to them. Repair factories were functioning and would help in the repair of clothing etc. The question of boots was a different one; 8,000 pairs were being distributed to the CC.RR and 2,000 to the GG.FF.

(b) Underclothing. This was not being distributed now but is being retained for the colder weather.

(c) Rations. At present in the Italian Army there were two ration scales; "basic" for troops in back areas, and "combat" for those in the fighting zones. These scales were being abolished and would be replaced by one scale in future.

(d) Drivers. The Executive Commissioner stressed ACC's need for Italian drivers and pointed out that the ones we were getting now were bad. Colonel Pidsley reported that drivers were being trained at a school and that ACC would probably get trained drivers in due course. Exchanges of trained for untrained drivers could probably be effected.

Est. Offr.

The Executive Commissioner instructed Major Friend James, Liaison Officer, to take up with AAI the question of Italian POWs in battledress which could only be distinguished from British battledress by a flash on their arm. This flash was the "white boot of Italy". This could be mistaken for a divisional sign and it is considered that a better distinguishing mark should be found.

Liaison Offr HQ. AAI.

4014

8. Prisons.

Colonel Young explained that the position with regard to prisons, at one time in danger of becoming a scandal, was getting better. The Italian Government have appointed a Prison Director and an Inspectorate.

Declassified E.O. 12356 Section 3.3/NND No. 785021

reports that they should be circulated in special quarters.

6. Transport Officers' Duties.

It was explained that Transport Officers were entitled to communicate direct with the Transportation Sub-Commission on all technical matters, but on all questions involving policy the Regional Commissioner must take action.

7. Italian Armed Forces.

(a) Clothing. Colonel Pidsley (Army Sub-Commission) stated that there was no Allied Nations clothing scale for the Italian Armed Forces. The policy is that United Nations should make up deficiencies in essentials. The Army were receiving Battledress dyed "forest green"; the CC.RR had their own special uniform and no Battledress was being issued to them. Repair factories were functioning and would help in the repair of clothing etc. The question of boots was a different one; 8,000 pairs were being distributed to the CC.RR and 2,000 to the GG.FF.

(b) Underclothing. This was not being distributed now but is being retained for the colder weather.

(c) Rations. At present in the Italian Army there were two ration scales; "basic" for troops in back areas, and "combat" for those in the fighting zones. These scales were being abolished and would be replaced by one scale in future.

(d) Drivers. The Executive Commissioner stressed ACC's need for Italian drivers and pointed out that the ones we were getting now were bad. Colonel Pidsley reported that drivers were being trained at a school and that ACC would probably get trained drivers in due course. Exchanges of trained for untrained drivers could probably be effected.

Est. Offr.

The Executive Commissioner instructed Major Friend James, Liaison Officer, to take up with AAI the question of Italian POWs in battledress which could only be distinguished from British battledress by a flash on their arm. This flash was the "white boot of Italy". This could be mistaken for a divisional sign and it is considered that a better distinguishing mark should be found.

Liaison Offr HQ. AAI.

4014

8. Prisons.

Colonel Young explained that the position with regard to prisons, at one time in danger of becoming a scandal, was getting better. The Italian Government have appointed a Prison Director and an Inspectorate. AAI have given a lot of assistance and three main prisons have already been handed back to ACC. In future AAI will not requisition prisons unless operationally necessary. Regional Commissioners were requested to keep pressing for de-requisitioning of prisons which were considered not operationally necessary for the Army.

Reg.Coms.

9. Emergency Supplies.

Colonel Bowman spoke on this subject from the liaison standpoint and stated that it was imperative that needs should be forecast and supplies estimated well in advance. The policy of planning ahead should be one which Regional Commissioners should keep constantly

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION.

Est.Br and Economic Sec. before them. While there were many items they could not estimate for, there were many they could. A memorandum on Supplies (Military and Civil) that will give guidance on sources and methods is under consideration.

10. Arrest of Italian Nationals.

Civil Affairs Branch. It was agreed to adopt the procedure set out in HQ letter 316/64/CA. Colonel Wilmer said it was working satisfactorily in Regions II and VII..(No.2 District).

11. Other Business.

(a) The Chief Commissioner desires Vice Presidents to consult Regional Commissioners on subjects which would affect the work of ACC. Regional Commissioners should similarly consult Provincial Commissioners in order that the views of all are collated - a clear picture can thus be obtained of the effects of rulings or decisions taken.

(b) Ration Scale for Harvesters. Colonel Hancock raised the question of a ration scale for harvesters. It was pointed out that by local usage and custom farmers always kept in reserve sufficient supplies of food to meet harvesters' needs. The publication of a special ration scale seemed to be unnecessary unless it was confined to "imported labour". There was a danger that food supplies would be diverted into channels where they would not really be necessary.

Discussion showed general agreement that actual need should be the criterion. Colonel Legg said he would consider the question. Executive Commissioner promised a ruling by letter on June 1st.

Region IV.

Pub.Rels Branch.

(c) Control of entry into Rome. It was decided that no one would be allowed into Rome from any Region or ACC HQ without a permit signed by the Chief Commissioner. Road blocks would be established on all roads leading to Rome to stop an influx of civilians. The policy was "stay put" until the position was more settled. The Italian Press would be used to state policy and issue instructions

Food Sub-Commission.

(d) Civilian Supplies (Inter-Regional Trading). It was recommended that reports be submitted to ACC of quantities of food available for inter-Regional distribution and Regional trading. Colonel Legg explained the situation and stated that a directive would be got out to cover the matter.

(e) Civilian Movement. Region V(Colonel Whittley) asked if the restriction on civilian movement in certain areas could be raised to permit movement over 40 Km. instead of 10 Km. This would greatly assist the harvesting. GSI(b) and Security Branch to arrange if possible.

(f) Wine Control. Transportation Sub-Commission (Lt.Col.Vining) reported that stocks of wine greatly in excess of bids were being carried on freight trains. Permits appeared to be issued indiscriminately. Colonel Legg undertook to investigate cases and to fix a suitable ration basis. The use of schooners would

Food Sub-

Declassified E.O. 12356 Section 3.3/NND No. 785021

Civil Affairs Branch.

316/64/CA. Colonel Wilmer said it was working satisfactorily in Regions II and VII. (No. 3 District).

11. Other Business.

(a) The Chief Commissioner desires Vice Presidents to consult Regional Commissioners on subjects which would affect the work of ACC. Regional Commissioners should similarly consult Provincial Commissioners in order that the views of all are collated - a clear picture can thus be obtained of the effects of rulings or decisions taken.

(b) Ration Scale for Harvesters. Colonel Hancock raised the question of a ration scale for harvesters. It was pointed out that by local usage and custom farmers always kept in reserve sufficient supplies of food to meet harvesters' needs. The publication of a special ration scale seemed to be unnecessary unless it was confined to "imported labour". There was a danger that food supplies would be diverted into channels where they would not really be necessary.

Discussion showed general agreement that actual need should be the criterion. Colonel Legg said he would consider the question. Executive Commissioner promised a ruling by letter on June 1st.

Region IV.

Pub. Rels Branch.

(c) Control of entry into Rome. It was decided that no one would be allowed into Rome from any Region or ACC HQ without a permit signed by the Chief Commissioner. Road blocks would be established on all roads leading to Rome to stop an influx of civilians. The policy was "stay put" until the position was more settled. The Italian Press would be used to state policy and issue instructions

Food Sub-Commission.

(d) Civilian Supplies (Inter-Regional Trading). It was recommended that reports be submitted to ACC of quantities of food available for inter-Regional distribution and Regional trading. Colonel Legg explained the situation and stated that a directive would be got out to cover the matter.

(e) Civilian Movement. Region V (Colonel Whittley) asked if the restriction on civilian movement in certain areas could be raised to permit movement over 40 Km. instead of 10 Km. This would greatly assist the harvesting. GSI(b) and Security Branch to arrange if possible.

Food Sub-Commission.

(f) Wine Control. Transportation Sub-Commission (Lt. Col. Vining) reported that stocks of wine greatly in excess of bids were being carried on freight trains. Permits appeared to be issued indiscriminately. Colonel Legg undertook to investigate cases and to fix a suitable ration basis. The use of schooners would help in this wine trading and in other directions if the policy could be defined. Executive Commissioner said he would press MEDBO through Shipping Sub-Commission for a decision.

The proceedings terminated at 1720 hours.

Declassified E.O. 12356 Section 3.3/NND No. 785021

0563

Declassified E.O. 12356 Section 3.3/NND No. 785021

Regional Conferences

Unit

F.6 Please (HH)

1 Turn

2

PRECIS FOR CONFERENCE

DIRECTOR, INTERIOR SUB COMMISSION

1. The outstanding event since my last report has been the publishing of the Royal Decree #111. This Decree puts local government on a uniform and approved basis throughout restored Italy and by implementation, which has been effected, will ensure that a uniform system is adopted throughout occupied Italy, thus having the effect of eliminating various and varying regional orders.

2. I have good cause to be grateful to the late Minister of Interior for the expeditious manner in which he had dealt with this subject and it would be wrong of me not to recognize his whole attitude of co-operation in this particular matter publicly.

3. It is, of course, not possible to apply all the conditions of the Royal Decree in all occupied areas since some of these at present are not composed of entire provinces. But what can be done, should be done. Progress, as the lines move forward, in the matters of local government, can be moved pari passu without misunderstanding or complexity. Insufficient interest, insufficient progress, insufficient understanding has been shown in certain areas. Failure to appreciate the importance of the value of the rehabilitation of local government, is not to see the wood for the trees.

4013

5

0564

Declassified E.O. 12356 Section 3.3/NND No. 785021

4. It cannot be repudiated that in regard to the institution of local government bodies, progress is slow. This undoubtedly depends upon the personalities of the prefects, and even more upon the personalities of the ACC or AMG officers commanding in the areas. It is true that the decree, by virtue of its 60-days period of gestation, need not be a breathing body until the 22nd of June, but that does not imply that a "dolce far niente" attitude should be adopted in the interim, or that a Caesarean operation should be necessary in bodies which, apart from the lack of drive, are normally healthy and anxious to produce healthy children in the form of Giunte.

In no case yet, have I found or been informed that where a Giunta Comunale has been established, that it has not been a success, and all false impressions that such Giuntas will create political or dangerous cauci are, I think, already completely dispelled, except in a few lethargic areas.

5. It is essential, in my judgment, that the CAOs and PCs who say: "I can't be bothered with a Giunta - I want one man", should be firmly instructed to adopt a different attitude.

6. Survey and report tours have been made of Sardinia, Provinces of Regions II and VII since my last report. Detailed observations have, as a result, been completed, and these have been or are being sent to Regional Commissioners.

4012

0565

Declassified E.O. 12356 Section 3.3/NND No. 785021

7. The 3rd Course organized by this Sub-Commission was held for the purpose of imparting to officers the more intricate details of local government, and I can only say that as the Courses multiply, so, we hope, does the efficiency of the Course. 43 officers have now attended. The particular interest shown by those attending this last course was gratifying. I would also take this opportunity of thanking those many lecturers who have helped us make the Course of interest, and I trust their patience will not become exhausted.

8. A fully co-operative and harmonious working liaison has been established in regard to the new Minister of the Interior, His Excellency, Signor Aldisio and his staff. Particularly am I grateful to him for his help in regard to Rome planning which we are undertaking at the request of General Hume.

9. I am not here to preach a Sermon on Democracy, but it is definitely my duty as Director of this Sub-Commission to ensure that insofar as ACC/AMG are able, every encouragement is given to the democratic institutions of local government and that every help is given to those responsible in the field to carry out that program with enthusiasm. .

Prefects - I II VII - fascia 1 VI

Very Confidential

1010

Prefect Pool Process of formation

Reggente di Prefettura

U. Homa for Hilton a

Lt. Col. Spicer
Interior - Sub-Com.

(49)

ALLIED CONTROL COMMISSION

Monthly Conference - 30 May 1944

A G E N D A

Morning Session - 0930

1. Opening remarks by Chief Commissioner.

2. Reports by Regional Control and Military Government Section:

Region I	- Colonel A.N. Hancock
Region II	- Colonel J.T. Zellars
Region III	- Colonel C. Poletti
Region IV	- Brigadier P.K. Dunlop
Region V	- Colonel F.L. Whitley
Region VI	- Brigadier M. Carr
Region VII	- Colonel R.G. Kirkwood
Eighth Army AMG	- Gp-Capt. C.E. Benson
Fifth Army AMG	- Brig. Gen. E.E. Hume
Refugee Branch (Italians)	- Lt.Col. F.M. Brister
Displaced Persons Sub-Commission	- Colonel C.B. Findlay
Executive Commissioner	- Brigadier M.S. Lush

Recess 1100 to 1115

3. Reports by Independent Sub-Commissions:

1115 to 1245

Naval Sub-Commission	- Rear Adm. C.E. Morgan
Army Sub-Commission	- Maj.Gen. L. Browning
Air Sub-Commission	- Air Vice Marshal W.A.B. Bowen-Buscarlet
Communications Sub-Commission	- Colonel J.L. Henderson
War Materials Disposal Sub-Commission	- Major J.A. Campbell
Public Relations Branch	- Major L. Fielden

Afternoon Session - 1430

4. Address by Chief Commissioner.

5. Reports by Administrative Section:

1445 to 1615

Interior Sub-Commission	- Lt. Col. R.G.B. Spicer
Public Safety Sub-Commission	- Colonel A.E. Young
Public Health Sub-Commission	- Brigadier G.S. Parkinson
Legal Sub-Commission	- Colonel G.R. Upjohn
Education Sub-Commission	- Lt. Col. T.V. Smith
Property Control Sub-Commission	- Lt. Col. G.R. Harris
Monuments & Fine Arts Sub-Commission	- Major E.T. de Wald
Vice President	- Air Commo. The Rt Hon The Viscount Stansgate

1609

6. Reports by Economic Section:

1630 to 1800

Industry & Commerce Sub-Commission	- Colonel W. Evans
Labour Sub-Commission	- Colonel J.R. Bain
Agriculture Sub-Commission	- Lt. Col. W.A. Hartman

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. Reports by Regional Control and Military Government Section:

Region I	- Colonel A.N. Hancock
Region II	- Colonel J.T. Zellars
Region III	- Colonel C. Poletti
Region IV	- Brigadier P.K. Dunlop
Region V	- Colonel F.L. Whitley
Region VI	- Brigadier M. Carr
Region VII	- Colonel R.G. Kirkwood
Eighth Army AMG	- Gp-Capt. C.E. Benson
Fifth Army AMG	- Brig. Gen. E.E. Hume
Refugee Branch (Italians)	- Lt.Col. F.M. Brister
Displaced Persons Sub-Commission	- Colonel C.B. Findlay
Executive Commissioner	- Brigadier M.S. Lush

Recess 1100 to 1115

3. Reports by Independent Sub-Commissions:

1115 to 1245

Naval Sub-Commission	- Rear Adm. C.E. Morgan
Army Sub-Commission	- Maj.Gen. L. Browning
Air Sub-Commission	- Air Vice Marshal W.A.B. Bowen-Buscarlet
Communications Sub-Commission	- Colonel J.L. Henderson
War Materials Disposal Sub-Commission	- Major J.A. Campbell
Public Relations Branch	- Major L. Fielden

Afternoon Session - 1430

4. Address by Chief Commissioner.

5. Reports by Administrative Section:

1445 to 1615

Interior Sub-Commission	- Lt. Col. R.G.B. Spicer
Public Safety Sub-Commission	- Colonel A.E. Young
Public Health Sub-Commission	- Brigadier G.S. Parkinson
Legal Sub-Commission	- Colonel G.R. Upjohn
Education Sub-Commission	- Lt. Col. T.V. Smith
Property Control Sub-Commission	- Lt. Col. C.R. Harris
Monuments & Fine Arts Sub-Commission	- Major E.T. de Wald
Vice President	- Air Commo. The Rt Hon The Viscount Stansgate

1609

6. Reports by Economic Section:

1630 to 1800

Industry & Commerce Sub-Commission	- Colonel W. Evans
Labour Sub-Commission	- Colonel J.R. Bain
Agriculture Sub-Commission	- Lt. Col. W.A. Hartman
Food Sub-Commission	- Colonel W.J. Legg
Public Works & Utilities Sub-Commission	- Lt. Col. L.A. Jenny
Finance Sub-Commission	- Colonel E.H. Foley
Transportation Sub-Commission	- Lt. Col. L.E. Vining
Shipping Sub-Commission	- Mr. Ian Campbell
Vice President	- Colonel D.S. Adams (for Hon. Mr. Henry Grady)

7. Closing remarks by Deputy Chief Commissioner.

Declassified E.O. 12356 Section 3.3/NND No. 765021

Declassified E.O. 12356 Section 3.3/NND No. 785021

(47)

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

ACC/18/B/Int

19 May 1944

SUBJECT: Precis of address by Director, Interior Sub-Commission

TO : Vice President, Administrative Section

I forward for your information and transmission copies of my precis for the conference.

R. G. B. SPICER
Lt Colonel
Director
Interior Sub-Commission

Encl: as above

4008

1063

0569

Declassified E.O. 12356 Section 3.3/NND No. 785021

1212

9 MAY

Int

(46)

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

1/6.1/Ag.

19 May 44.

SUBJECT: Consultation with Regional Commissioners.

TO : Heads of Sub-Commissions Adm Sec.

1 Attached letter reference CC 008 dated 17 May addressed to VP Adm Sec is forwarded for your information and compliance.

2 The matter will be discussed at the next Adm Sec Conference to be held at 11.00 hrs Tuesday 23 May, will you please be prepared.

Adjt

Put up to me Tuesday morning next.

1 May 19-

4007

R.H. CRIPPS.
Lt Colonel.
for VP Adm Sec.

0570

Declassified E.O. 12356 Section 3.3/NND No. 785021

46A

COPY

COPY

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394. (Office of the Deputy President)

CC 003

17 May 44.

SUBJECT : Consultation with Regional Commissioners on Matters of Policy.

TO : Vice Presidents of Adm Sec, Economic Sec and Political Section.

1 When considering matters of policy which affect the whole territory, such as price of crops, wages, food prices, legislation, I wish Vice Presidents to ensure that the views of the Regional Commissioners are sought. Regional Commissioners after consultation with their staffs, administrative and technical, are in a better position than any one in the field to advise Vice Presidents for they have a comprehensive responsibility, can weigh the value of opinions given by various specialist officers in their Regions, and should have a general and intimate knowledge of conditions in those Regions.

2 When for instance the price to be paid for a crop has to be fixed I should expect Regional Commissioners to be asked for their views in sufficient time for them to consult their Provincial Commissioners and Technical officers. These views can then be considered by the Vice Presidents with their Sub-Commissions who will, of course, have obtained technical information from their representatives in the field.

3 The same procedure should be followed if important legislation is under consideration. Vice Presidents should not depend wholly on the technical advice of Sub-Commissions who are possibly not in a position to gauge the effect of their proposals in the Province.

4 Having obtained the Regional views and discussed them with their Sub-Commissions, Vice Presidents should submit their final recommendations in writing to me, with copies to other Vice Presidents, in order that the matter may, if I so rule, be discussed at a Vice Presidents' Meeting before my decision is made.

4006

(SGND)

NOEL MASON MACFARLANE,
Lieutenant General
Chief Commissioner.

Control Commission

18/B

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394

RECEIVED AFHQ SEC
3217
8 APR P.M.

MONTHLY CONFERENCE 14 APRIL 1944

(45)

The Conference was opened at 0930 hours by the Chief Commissioner, Lieutenant General Sir Noel Mason MacFarlane, who welcomed the Regional Commissioners, guests, and members of the Advisory Council. General MacFarlane pointed out that the Commission is still suffering "growing pains" in the third month of its present incarnation, but stated that he is quite pleased with the manner in which the problems are being sorted out and tackled. Sincere appreciation was given for work well done, both in the Regions and at Headquarters, which show that the organization has begun to pull together as a team.

The Chief Commissioner commented that the Commission was a sort of "Cinderella" in its present position; some people had written considerable criticism of us. He stated that constructive criticism would be very gladly welcomed. A fitting end to the Cinderella story would be in the glass factory at Venice.

In closing the Chief Commissioner pointed out that the conferences gave the Commission a chance to get tabloid expression of problems and the ways ACC was trying to deal with them.

I. REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

A. Regional Commissioner, Region I (Sicily), Lt Col A. N. Hancock.

1. There has been considerable activity in the Region.

2. Marshal Badoglio visited Catania and Messina in order to institute Muscotto as High Commissioner. His earnestness and sincerity impressed everyone wherever he went; it is thought he stands a good chance of becoming the "grand old man of Italy." Signor Reale was also a visitor to Sicily.

3. It is noted that the Separatist movement is not dead. Now that there is freedom of speech and press, it is necessary to frame a policy in regard to the future of this movement.

4. Dr. Fano, Minister of Telecommunications and Posts, visited the Island. Communication has been extended to the Mainland and is operating between all communes. Since 16 March Sicilian railways have been devoted to civilian transportation. Repair of railway between Catania - Messina and Messina - Palermo is recommended. This would relieve Messina from its semi-isolation.

4005

5. Regarding the distribution of food, the black market supply is low. Allotments of wheat are erroneous, since they are based on reports that 50% of the population grow their own, whereas only 17% are engaged in agriculture. It is recommended that the monthly allotment of wheat to Sicily be increased and price of bread raised, which would improve the present situation. The present low price is maintained by a subsidy which seems impossible to maintain because of lack of tax income. A slight rise in the price of bread would not entail hardship, and would enable the subsidy to cease.

6. Crime and public safety show slight improvement in spite of several up-

Declassified E.O. 12356 Section 3.3/NND No. 785021

General Sir Noel Mason MacFarlane, who welcomed the Regional Commissioners, guests, and members of the Advisory Council. General MacFarlane pointed out that the Commission is still suffering "growing pains" in the third month of its present incarnation, but stated that he is quite pleased with the manner in which the problems are being sorted out and tackled. Sincere appreciation was given for work well done, both in the Regions and at Headquarters, which show that the organization has begun to pull together as a team.

The Chief Commissioner commented that the Commission was a sort of "Cinderella" in its present position; some people had written considerable criticism of us. He stated that constructive criticism would be very gladly welcomed. A fitting end to the Cinderella story would be in the glass factory at Venice.

In closing the Chief Commissioner pointed out that the conferences gave the Commission a chance to get tabloid expression of problems and the ways ACC was trying to deal with them.

I. REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

A. Regional Commissioner, Region I (Sicily), Lt Col A. N. Hancock.

1. There has been considerable activity in the Region.

2. Marshal Badoglio visited Catania and Messina in order to institute Musotto as High Commissioner. His earnestness and sincerity impressed everyone wherever he went; it is thought he stands a good chance of becoming the "grand old man of Italy." Signor Reale was also a visitor to Sicily.

3. It is noted that the Separatist movement is not dead. Now that there is freedom of speech and press, it is necessary to frame a policy in regard to the future of this movement.

4. Dr. Fano, Minister of Telecommunications and Posts, visited the Island. Communication has been extended to the Mainland and is operating between all commands. Since 18 March Sicilian railways have been devoted to civilian transportation. Repair of railway between Catania - Messina and Messina - Palermo is recommended. This would relieve Messina from its semi-isolation.

4005

5. Regarding the distribution of food, the black market supply is low. Allotments of wheat are erroneous, since they are based on reports that 50% of the population grow their own, whereas only 17% are engaged in agriculture. It is recommended that the monthly allotment of wheat to Sicily be increased and price of bread raised, which would improve the present situation. The present low price is maintained by a subsidy which seems impossible to maintain because of lack of tax income. A slight rise in the price of bread would not entail hardship, and would enable the subsidy to cease.

6. Crime and public safety show slight improvement in spite of several uprisings. A plea was made to Interior Sub-Commission to give juridical powers under Italian Government to Public Health, Public Welfare and Public Safety Institutions formed by AMG together with an assurance of continuation.

7. The collaboration of sub-commissions was requested to assure closer cohesion between Ministries and High Commissioner for Sicily. Ministries have been communicating direct with the Prefects.

8. The Ministries have been duplicating public officials; that is, making appointments when AMG nominees were already in office, which is contrary to the terms of transfer.

Declassified E.O. 12356 Section 3.3/NND No. 785021

9. The Italian press has been encouraging displaced nationals to register for eventual return to previous domicile in Tripolitania, Cirenaica, and North Africa.

10. A Royal Decree suspends for 1944 State exams for doctors, veterinary surgeons and other professions but allows candidates to practice. This was noted as a dangerous practice.

11. Sulphur exports to U.K. for the month have been 10,000 tons.

12. The first group of refugees numbering 1,054 reached Syracuse during the Easter period.

Comments by Chief Commissioner: The Chief Commissioner referred to the question of central organization with High Commissioner stating that he had spoken to Marshal Badoglio who is in favor of carrying on as formerly with AMG. General MacFarlane also asked about the disturbance connected with French troops in Trapani. There was nothing further to report at the time on this matter.

B. Regional Commissioner, Region II (Southern Italy), Lt Col C. H. McCaffrey.

1. The situation is unsatisfactory. Popular opinion is still strongly with the Allies but against the Badoglio Government. The people will neither cooperate nor help; they only do so because of our support.

2. In Matera Province the prosecution of several cases was necessary in order to force the amassing of grain. Often instructions from the Ministries will vary thereby giving excuses for delay in work.

3. There are three groups of subversive Fascists in the Region, but it is believed they are being successfully dealt with by police and counter espionage agents.

4. The Minister of the Interior has undertaken to remove three AMG Prefects, and he has also shown his desire to reinstate Fascist Prefects.

5. Regarding de-Fascistization the following removals have been made: 13 in Bari, none since December in Brindisi, none in Lecce, 50 in Taranto. After much hard work in removing Fascists under AMG, the Ministries have been putting back in office one by one those removed under AMG. This is bringing complaints from the Italian population. The Fascist youth organization GIL is being revived, only it is now called GI.

6. Policing is in good order, there having been but few disturbances and no violent ones.

7. The 200 gram bread ration has been retained; medical supplies have been coming in good and hospitals functioning well.

8. While the refugee situation has been improving, Italian families object to more people being pushed in on them, and there is further objection from the refugees themselves as to their families being split up. Good reception centers are functioning in several provinces. Morale has rapidly improved.

9. The crop situation looks very encouraging. The wheat crops should be favorable if proper rainfall is forthcoming. It is important to decide now on a policy in regard to amassing of wheat.

Comments by Chief Commissioner: The Chief Commissioner commented on the gloomy Fascist picture painted by Colonel McCaffrey by stating that it was the Advisory Council

Declassified E.O. 12356 Section 3.3/NND No. 763021

Easter period.

Comments by Chief Commissioner: The Chief Commissioner referred to the question of central organisation with High Commissioner stating that he had spoken to Marshal Badoglio who is in favor of carrying on as formerly with AMG. General MacFarlane also asked about the disturbance connected with French troops in Trapani. There was nothing further to report at the time on this matter.

B. Regional Commissioner, Region II (Southern Italy), Lt Col G. H. McCaffrey.

1. The situation is unsatisfactory. Popular opinion is still strongly with the Allies but against the Badoglio Government. The people will neither cooperate nor help; they only do so because of our support.

2. In Matera Province the prosecution of several cases was necessary in order to force the amassing of grain. Often instructions from the Ministries will vary thereby giving excuses for delay in work.

3. There are three groups of subversive Fascists in the Region, but it is believed they are being successfully dealt with by police and counter espionage agents.

4. The Minister of the Interior has undertaken to remove three AMG Prefects, and he has also shown his desire to reinstate Fascist Prefects.

5. Regarding de-Fascistization the following removals have been made: 13 in Bari, none since December in Brindisi, none in Lecce, 50 in Taranto. After much hard work in removing Fascists under AMG, the Ministries have been putting back in office one by one those removed under AMG. This is bringing complaints from the Italian population. The Fascist youth organization GIL is being revived, only it is now called GI.

6. Policing is in good order, there having been but few disturbances and no violent ones.

7. The 200 gram bread ration has been retained; medical supplies have been coming in good and hospitals functioning well.

8. While the refugee situation has been improving, Italian families object to more people being pushed in on them, and there is further objection from the refugees themselves as to their families being split up. Good reception centers are functioning in several provinces. Morale has rapidly improved.

9. The crop situation looks very encouraging. The wheat crops should be favorable if proper rainfall is forthcoming. It is important to decide now on a policy in regard to amassing of wheat.

Comments by Chief Commissioner: The Chief Commissioner commented on the gloomy Fascist picture painted by Colonel McCaffrey by stating that it was the Advisory Council appointed by the Moscow Conference which suggested that the portion of Southern Italy should be handed back to Southern administration. It is ACC's job to make it run in the best possible way. General MacFarlane further pointed out that the Communist Party's acceptance of the Badoglio Government may help the present attitude toward this government by broadening its base.

Colonel McCaffrey, when asked what could be done to help this gloomy picture, replied that the broadening of the base of the government as soon as possible and the cleaning out of Fascists now in office would serve this end.

Declassified E.O. 12356 Section 3.3/NND No. 775021

General MacFarlane then asked that all the Regional Commissioners should bring such cases to his attention immediately so that they might be taken up with Marshal Badoglio for consideration by the Italian Government to get the desired action.

C. Regional Commissioner, Region III (Campania), Lt Col C. Poletti.

1. ACC/AMG have been doing a very fine job with progress made in all fields. There have been no disturbances of any kind; even in politics there is no state of discontent. The policy of the Chief Commissioner to allow the Giunta party meetings has proven very valuable. The people now have the sense of being able to express themselves.

2. Cleaning up garbage has been facilitated by 60 trucks now working in Naples alone, which places the city in much better shape. Constant pressure is placed on the Italians to improve the situation. 5,000 drums have been obtained for distribution throughout the city for collecting refuse and garbage.

3. Satisfactory progress has been made in public works with improvements on roads, streets, side walks and sewers.

4. The most urgent problem is that of the "black market." A reorganization of distribution of AMG food has taken place and we are now using our own transport to take food from docks to district warehouses. The police have been strengthened; individually they now have a greater appreciation of their jobs. Some of the head racketeers have been pulled in and it is hoped to bring about prosecution and sentences speedily. "Out of bounds" signs which have been dealt out in cooperation with PBS have given good results. A price list which is restricted to essential goods is to be made up for the Italians. In the communes citizen squads have been started with efforts to make the people feel that honesty can be achieved.

5. A fishing agency has been established and 5 Italian commissioners appointed. Markets have been opened and prices for fish will be fixed. Fishermen are at present opposed to this action, because it will mean a lower price for fish.

6. An attempt has been made to improve transportation.

7. The "battle" is still being fought against other regions. It is felt necessary at times to issue permits to persons so they may enter other regions to bring food into Naples. Attention of other Regional Commissioners was invited to the fact that there is quite a concentration of the population in Naples.

8. It is needful for the Italian Government to give some direction on agriculture and also on welfare. Will there be an amassing system? Millions of lire are being spent on welfare. It is desired that a program be given.

9. Colonel Poletti believes the Fascists are being cleaned out, but states they they require careful watching to keep them from coming back.

Comments by Chief Commissioner: The Chief Commissioner explained that pressure has been put on the Italian Government to get directives on agriculture, but no such directives have been obtained. If no such directives are forthcoming in the very near future, severe pressure will be brought to bear. The Agriculture Sub-Commission also needs this cooperation.

4004

General MacFarlane expressed his appreciation for the splendid work done by ACC together with PBS, No. 3 District and Base Sub-Area in connection with the Vesuvius emergency operations. The job was rapidly and efficiently done.

D. Regional Commissioner, Region V (Foggia & Campobasso), Colonel F. L. Whitley.

Declassified E.O. 12356 Section 3.3/NND No. 765021

discontent. The policy of the Chief Commissioner to allow the Giunta party meetings has proven very valuable. The people now have the sense of being able to express themselves.

2. Cleaning up garbage has been facilitated by 60 trucks now working in Naples alone, which places the city in much better shape. Constant pressure is placed on the Italians to improve the situation. 5,000 drums have been obtained for distribution throughout the city for collecting refuse and garbage.

3. Satisfactory progress has been made in public works with improvements on roads, streets, side walks and sewers.

4. The most urgent problem is that of the "black market." A reorganization of distribution of AMG food has taken place and we are now using our own transport to take food from docks to district warehouses. The police have been strengthened; individually they now have a greater appreciation of their jobs. Some of the head racketeers have been pulled in and it is hoped to bring about prosecution and sentences speedily. "Out of bounds" signs which have been dealt out in cooperation with PBS have given good results. A price list which is restricted to essential goods is to be made up for the Italians. In the communes citizen squads have been started with efforts to make the people feel that honesty can be achieved.

5. A fishing agency has been established and 5 Italian commissioners appointed. Markets have been opened and prices for fish will be fixed. Fishermen are at present opposed to this action, because it will mean a lower price for fish.

6. An attempt has been made to improve transportation.

7. The "battle" is still being fought against other regions. It is felt necessary at times to issue permits to persons so they may enter other regions to bring food into Naples. Attention of other Regional Commissioners was invited to the fact that there is quite a concentration of the population in Naples.

8. It is needful for the Italian Government to give some direction on agriculture and also on welfare. Will there be an emassing system? Millions of lire are being spent on welfare. It is desired that a program be given.

9. Colonel Poletti believes the Fascists are being cleaned out, but states they they require careful watching to keep them from coming back.

Comments by Chief Commissioner: The Chief Commissioner explained that pressure has been put on the Italian Government to get directives on agriculture, but no such directives have been obtained. If no such directives are forthcoming in the very near future, severe pressure will be brought to bear. The Agriculture Sub-Commission also needs this cooperation.

4004

General MacFarlane expressed his appreciation for the splendid work done by ACC together with PBS, No. 3 District and Base Sub-Area in connection with the Vesuvius emergency operations. The job was rapidly and efficiently done.

D. Regional Commissioner, Region V (Foggia & Campobasso), Colonel F. L. Whitley.

1. This Region was activated only about two months ago. This is the first report of activities.

2. The political situation is quite satisfactory, with political agitators causing only a little disturbance. The people in general stand by the turn of war; but the masses are apathetic, living from day to day. Some are seeking political advantage. One incident arose in which a political meeting of 9 March at Bari was called without notifying the Regional Commissioner. Through this occasion a vice-

Declassified E.O. 12356 Section 3.3/NND No. 785021

sindaco lost his post. Another case was noted where Carabinieri were endeavoring to round up absentees without permission. Military police have assisted the Carabinieri greatly. It is found they have to be watched when on their own.

Activity of the Bonito Brothers has caused several political disturbances. There was one incident at Gargano when District 2 had cut off electricity without advising the people. When a pasta factory could not turn out its product the Bonito Brothers endeavored to organize a riot. Colonel Whitley asked that in the future notification be given of any intended cut-off of utilities to avoid recurrences.

3. Regarding the food situation new ration cards are being instituted. Supply of olive oil is inadequate. Meat prices are sky high. People in the agricultural areas are to be reduced to a proper quota. 90% of the communes have 80% of the people engaged in agriculture, or 72% are thus engaged.

4. Forestry is underway on the Gargano Peninsula. A company of New Zealanders is at present logging for military purposes. There is a forest guard party to see that regard is given to conservation.

5. Herds of deer have been destroyed by Air Corps units on hunting parties.

6. Potatoes are being planted; some are spoiling due to lack of transport. Grain planting has been completed to about 90%. It is planned to amass 40% in Foggia Province and 18 to 20% in Campobasso and other provinces. 20,000 sacks are needed as well as the necessary twine in order properly to amass the grain. Care will need to be exercised by stencilling to see that the bags do not get into the black market.

7. Inland fisheries are being developed as well as the sea fishing industry throughout Foggia Province. A tariff is placed on fish exported to keep from robbing the local markets, since fish command a far higher price in other localities. Fishermen need nets and cordage. At present most of the fishing is carried on in sailing schooners. More people who have power schooners should be encouraged to enter into the fishing business.

E. Regional Commissioner, Region VI (Sardinia), Brigadier M. Carr.

1. The general situation is satisfactory. There is a lack of transportation and tires for vehicles. Too many Italian troops are still in Sardinia. Political situation is satisfactory.

2. Food situation has improved. Stocks of flour have enabled us to set up warehouses out in the provinces. The shortage of olive oil is very much felt. A consignment is on the way from the Mainland.

3. On the legal side, the civilian courts are to be reconstituted. Major Palmieri from ACC has been working on this project. 35 more judges are required. Over 5,000 cases are awaiting trial by military tribunals. The number is piling up. Detention prisons have been overcrowded. Situation has been improving somewhat.

4. With reference to industry and commerce, lack of transportation has been a severe handicap. No progress has been made in obtaining small vessels for inter-island trade. Six small schooners which are lying idle in port of Cagliari have been requested. Night fishing is to begin, and if this increases the fish intake there will be a need for more transportation.

5. Wheat is in good condition with but slight damage from cold. A need exists for sulphur and fertilizer.

6. Crime has increased, especially robberies and thefts, full reports of

Declassified E.O. 12356 Section 3.3/NND No. 775021

3. Regarding the food situation new ration cards are being instituted. Supply of olive oil is inadequate. Meat prices are sky high. People in the agricultural areas are to be reduced to a proper quota. 90% of the communes have 80% of the people engaged in agriculture, or 72% are thus engaged.

4. Forestry is underway on the Gargano Peninsula. A company of New Zealanders is at present logging for military purposes. There is a forest guard party to see that regard is given to conservation.

5. Herds of deer have been destroyed by Air Corps units on hunting parties.

6. Potatoes are being planted; some are spoiling due to lack of transport. Grain planting has been completed to about 90%. It is planned to amass 40% in Foggia Province and 18 to 20% in Campobasso and other provinces. 20,000 sacks are needed as well as the necessary twine in order properly to amass the grain. Care will need to be exercised by stencilling to see that the bags do not get into the black market.

7. Inland fisheries are being developed as well as the sea fishing industry throughout Foggia Province. A tariff is placed on fish exported to keep from robbing the local markets, since fish command a far higher price in other localities. Fishermen need nets and cordage. At present most of the fishing is carried on in sailing schooners. More people who have power schooners should be encouraged to enter into the fishing business.

E. Regional Commissioner, Region VI (Sardinia), Brigadier M. Carr.

1. The general situation is satisfactory. There is a lack of transportation and tires for vehicles. Too many Italian troops are still in Sardinia. Political situation is satisfactory.

2. Food situation has improved. Stocks of flour have enabled us to set up warehouses out in the provinces. The shortage of olive oil is very much felt. A consignment is on the way from the Mainland.

3. On the legal side, the civilian courts are to be reconstituted. Major Falchieri from ACC has been working on this project. 35 more judges are required. Over 5,000 cases are awaiting trial by military tribunals. The number is piling up. Detention prisons have been overcrowded. Situation has been improving somewhat.

4. With reference to industry and commerce, lack of transportation has been a severe handicap. No progress has been made in obtaining small vessels for inter-island trade. Six small schooners which are lying idle in port of Cagliari have been requested. Night fishing is to begin, and if this increases the fish intake there will be a need for more transportation.

5. Wheat is in good condition with but slight damage from cold. A need exists for sulphur and fertilizer.

6. Crime has increased, especially robberies and thefts, full reports of which have been rendered.

7. Preliminary arrangements have been made for taking 10,000 refugees if there is an emergency.

8. Health situation is satisfactory, however there is an increase in prostitution and venereal disease. All available medical supplies have been distributed to the provinces and there have been complaints about shortages. It is hoped that this situation has been dealt with.

9. Throughout the month of March transportation with the mainland was sus-

Declassified E.O. 12356 Section 3.3/NND No. 785021

45B

pended.

10. There is need for a policy in regard to emassing.

Comments by Chief Commissioner: General MacFarlane remarked that the Shipping Sub-Commission could let the Conference know about the six schooners at Cagliari.

F. Eighth Army AMG, Gp Captain C. E. Benson.

1. No political problems. AMG Eighth Army has been undergoing a period of reorganization. Adriatic Coast in Campobasso Province now divided in control. Provinces of Benevento and Naples are still under administrative control of Region III. Only operation orders from Army bring AMG Eighth Army into the picture. The Northern Coast is severely handicapped as Allied Forces have not captured provincial capital.

2. Food situation is satisfactory. There is a railhead and food can be distributed by our own trucks. There is one tendency which has been noted on which help is needed from ACC; namely, warehouses have been threatened with requisitioning for billeting purposes. These warehouses will be needed at harvest-time for storage of crops.

3. No report can be given on health, disturbances or public safety. All is going along well.

4. In Campobasso Province the food supplies are going to be built up. Stocks in Aquila have been built up with food for one month for 40,000 people.

5. A new Prefect is needed in Campobasso Province.

6. With reference to transport, we are at present lucky to have 50 trucks which were handed over by the Army. When AMG moves on it will be difficult for Campobasso to feed itself. The availability of these trucks is vital.

7. There is nothing to report concerning Benevento and Naples Provinces except labor prices. It has been found difficult to get the necessary labor to work on bridges and roads which the Army requires because of the excessive prices in provinces.

8. The campaign against disease is a troublesome problem now. Places are being cleaned up, but we are desperately short of doctors.

G. Fifth Army AMG, Brigadier General E. E. Hume.

1. Some AMG personnel of Fifth Army were reassigned to Eighth Army accompanying the military units transferred from one army to the other.

2. Arrangements were made with Region III for their administration of those communes in the rear of Fifth Army area (between rear Corps and rear Army lines); this to include anti-malarial work.

3. The wholesale evacuation of civilian population from the Anzio-Nettuno Area was a considerable undertaking. Care has been taken to safeguard labor requirements and the cattle in the area.

4. Casualties of AMG personnel in the beachhead area have been: 3 officers wounded, one enlisted man disabled by wounds and shortly to be evacuated to the United States. Four Carabinieri were killed. Our supply depot was destroyed by shell fire and we have been bombed out of three separate headquarters.

4003

5. In regard to Carabinieri affairs it was again brought out that Carabinieri [illegible] Car Depot. The 200 Carabinieri taken, in spite of protests, for permanent

Declassified E.O. 12356 Section 3.3/NND No. 785021

1. No political problems. AMG Eighth Army has been undergoing a period of reorganization. Adriatic Coast in Campobasso Province now divided in control. Provinces of Benevento and Naples are still under administrative control of Region III. Only operation orders from Army bring AMG Eighth Army into the picture. The Northern Coast is severely handicapped as Allied Forces have not captured provincial capital.

2. Food situation is satisfactory. There is a railhead and food can be distributed by our own trucks. There is one tendency which has been noted on which help is needed from ACC; namely, warehouses have been threatened with requisitioning for billeting purposes. These warehouses will be needed at harvest-time for storage of crops.

3. No report can be given on health, disturbances or public safety. All is going along well.

4. In Campobasso Province the food supplies are going to be built up. Stocks in Aquila have been built up with food for one month for 40,000 people.

5. A new Prefect is needed in Campobasso Province.

6. With reference to transport, we are at present lucky to have 50 trucks which were handed over by the Army. When AMG moves on it will be difficult for Campobasso to feed itself. The availability of these trucks is vital.

7. There is nothing to report concerning Benevento and Naples Provinces except labor prices. It has been found difficult to get the necessary labor to work on bridges and roads which the Army requires because of the excessive prices in provinces.

8. The campaign against disease is a troublesome problem now. Places are being cleaned up, but we are desperately short of doctors.

G. Fifth Army AMG, Brigadier General E. E. Hume.

1. Some AMG personnel of Fifth Army were reassigned to Eighth Army accompanying the military units transferred from one army to the other.

2. Arrangements were made with Region III for their administration of those communes in the rear of Fifth Army area (between rear Corps and rear Army lines); this to include anti-malarial work.

3. The wholesale evacuation of civilian population from the Anzio-Nettuno Area was a considerable undertaking. Care has been taken to safeguard labor requirements and the cattle in the area.

4. Casualties of AMG personnel in the beachhead area have been: 3 officers wounded, one enlisted man disabled by wounds and shortly to be evacuated to the United States. Four Carabinieri were killed. Our supply depot was destroyed by shell fire and we have been bombed out of three separate headquarters.

4003

5. In regard to Carabinieri affairs it was again brought out that Carabinieri must be kept for Rome. The 200 Carabinieri taken, in spite of protests, for permanent assignment to Sicily, have been ready to depart for more than a fortnight, but are still without orders.

6. It is suggested that some arrangement may be made whereby a part of the livestock (chiefly sheep) from the Anzio-Nettuno Area be brought out for use as food. The evacuation of the bulk of the civilian population greatly increased the problem of caring for these sheep. The Moslem troops of the French Expeditionary Corps are very desirous of having fresh mutton made available, and have their own facilities for slaughtering, etc.

Declassified E.O. 12356 Section 3.3/NND No. 783021

7. Recent changes have reduced the commissioned personnel of AMG Fifth Army to about 25.

8. Movements within the Fifth Army area are being closely checked by military police. Civilians are evacuated from the most forward zone. Behind this is a second zone in which civilians are allowed to remain, but unauthorized movement between towns and villages is prohibited. In the rest of the Army area the 10 kilometer rule applies. In general civilians are not permitted to go north of the Volturno River. A special control officer at Capua issues passes in exceptional cases. All military personnel having official business in the forward areas should hold passes from their commanding officers stating the dates on which visits are authorized and for what purpose. The town of Sessa Aurunca is out of bounds, except to pass holders.

9. A military court is sitting at Santa Maria to try cases of espionage and sabotage. So far 24 persons have been tried and 22 found guilty.

10. Food supply for Rome is to be taken forward in ships made available by G-4, Fifth Army, for the period of the Fifth Army's occupation of the city. We expect to unload all of the schooners in which we now have food stocks.

Comments by Chief Commissioner: General MacFarlane assured General Hume that it is realized that Carabinieri are needed for Rome, and he expressed the hope that they will be returned promptly when Rome is reached.

H. Refugee Branch (Italians), Lt Col L. R. Hulls.

1. From 1 March to 14 April it has been necessary to move 21,000 refugees from forward areas and disperse them in Southern Provinces. This included 11,000 from the beachhead. The refugees have been made up of 15-20% men, 30-35% women and 50% children. They have been moved by lorries or by LCI's and travel has been hard. Losses among the 21,000 were 5.

2. a. Whilst the majority during March went to Region II, some have gone to Region I and III. As few as possible are being sent to Region II this month or next, which will give them a chance to digest those already sent.

b. Regions II and III are having considerable difficulties in absorbing their quotas, due to the numbers and movements of troops in their areas. They will only be able to absorb maximum numbers in the future, by working in closest contact with sub area commanders, who now know the general situation and have been directed by their district commanders to assist, and by house to house billeting.

c. Region I has set about this problem with far greater thoroughness than anywhere else. In conjunction with District 1 and IRS they have made extensive reception and dispersal plans for large numbers.

d. Movement by sea to Sicily commenced last week. 1,000 were embarked on the MARIGOT on April 5th and a further 750 on the 11th. The first voyage was made without difficulty.

3. Real troubles for refugees commence when they arrive in reception areas and are dispersed in communes. In general the Italian authorities have failed to look after these people, whose condition in certain places is deplorable. It is intended to leave no doubt in the minds of Italian Ministers that this responsibility is theirs. We recognise their difficulties, the main one being food, and intend to assist without allowing them to think that we are assuming their burden. People don't like refugees and it is very difficult to billet them. It is essential that they be [illegible]

Declassified E.O. 12356 Section 3.3/NND No. 780021

personnel having official business in the forward areas should hold passes from their commanding officers stating the dates on which visits are authorised and for what purpose. The town of Sessa Aurunca is out of bounds, except to pass holders.

9. A military court is sitting at Santa Maria to try cases of espionage and sabotage. So far 24 persons have been tried and 22 found guilty.

10. Food supply for Rome is to be taken forward in ships made available by G-4, Fifth Army, for the period of the Fifth Army's occupation of the city. We expect to unload all of the schooners in which we now have food stocks.

Comments by Chief Commissioner: General MacFarlane assured General Hume that it is realised that Carabinieri are needed for Rome, and he expressed the hope that they will be returned promptly when Rome is reached.

H. Refugee Branch (Italians), Lt Col L. R. Hills.

1. From 1 March to 14 April it has been necessary to move 21,000 refugees from forward areas and disperse them in Southern Provinces. This included 11,000 from the beachhead. The refugees have been made up of 15-20% men, 30-35% women and 50% children. They have been moved by lorries or by LCI's and travel has been hard. Losses among the 21,000 were 5.

2. a. Whilst the majority during March went to Region II, some have gone to Region I and III. As few as possible are being sent to Region II this month or next, which will give them a chance to digest those already sent.

b. Regions II and III are having considerable difficulties in absorbing their quotas, due to the numbers and movements of troops in their areas. They will only be able to absorb maximum numbers in the future, by working in closest contact with sub area commanders, who now know the general situation and have been directed by their district commanders to assist, and by house to house billeting.

c. Region I has set about this problem with far greater thoroughness than anywhere else. In conjunction with District 1 and IBS they have made extensive reception and dispersal plans for large numbers.

d. Movement by sea to Sicily commenced last week. 1,000 were embarked on the MARIGOT on April 5th and a further 750 on the 11th. The first voyage was made without difficulty.

3. Real troubles for refugees commence when they arrive in reception areas and are dispersed in communes. In general the Italian authorities have failed to look after these people, whose condition in certain places is deplorable. It is intended to leave no doubt in the minds of Italian Ministers that this responsibility is theirs. We recognise their difficulties, the main one being food, and intend to assist without allowing them to think that we are assuming their burden. People don't like refugees and it is very difficult to billet them. It is essential that they be kept off the lines of communication. The main requirement from the Italians is personal service. We are making it clear, that if their welfare committees will work, e.g. in setting up soup kitchens, we will make available food supplies which will give refugees a hot meal a day.

Comments by Chief Commissioner: The Chief Commissioner stated that we are now doing our best to set the Italian Red Cross on its feet, which would help the refugee problem.

Declassified E.O. 12356 Section 3.3/NND No. 785021

45C

I. Displaced Persons Sub-Commission, Colonel R. G. Kirkwood.

1. This Sub-Commission deals with all displaced persons and refugees except Italians, mostly with Yugoslavs. The type of Yugoslav has changed during the last month or so—previously they were received from Dalmatia but are now coming through the German lines. The latter are mostly orphans, women with children and old men and women. Refugees are now in such a condition as to require more medical attention. 90 orphans were received on one ship alone. There are two orphans' homes started at present.

2. Higher headquarters estimated that the Yugoslav refugee problem would cease. There were 4,500 per month in February and March. During the first week of April 2,000 were received. They are not kept in camps. We have moved 16,249 Yugoslavs to Middle East, and of these approximately 5,000 were moved during March.

3. Organization of Sub-Commission is still on insecure foundation.

4. Method of feeding, source of feeding and accommodation stores are problems.

5. There are two hospitals at present with 100 beds in each occupied all the time. Red Cross has rendered valuable welfare and nursing assistance. There has been some support from the army, but they have been taking personnel away. Yugoslavs, Czechs, Poles and Italian Army doctors are being trained to carry on the work.

6. With reference to accommodation stores, the ACC has set up no means of supplying. Army initially supplied these, but they are becoming less and less a source of supply and we will have to make our own arrangements. We have helped ourselves as much as possible but will need some assistance in the matter of material.

7. The ration is inadequate for small children, nursing mothers, etc. This is helped somewhat by hospital comforts. The Army does not consider it their job, thus the Italian subsistence ration is all that they have to fall back on. This is a problem to be dealt with by ACC. The numbers are not great compared with the rations supplied to the Army, therefore it is not a problem of taking food from the Army.

8. It is believed that the refugees should be repatriated when possible and sent home, or they could be sent to other communities and given a chance to start life on a new footing.

Comments by Chief Commissioner: The Chief Commissioner asked whether there were able bodied Yugoslavs coming over who were capable of service in General Tito's Army. Colonel Kirkwood replied that such men were being trained and returned to Yugoslavia.

J. Executive Commissioner, Brigadier M. S. Lush.

1. The reports by Regional Control and Military Government Section were concluded by Brigadier Lush, who stated that the picture given at this Conference is better than the one given at the last. This was attributed to the fact that the officers had obtained a grip of their jobs and also to the easing of the food situation. The grave difficulties are in regard to transportation, especially in distribution of food. The favorable crop forecast points to one remedy for the situation.

4002

2. The problems in the forward areas at the moment are simpler than those

Declassified E.O. 12356 Section 3.3/NND No. 795021

cease. There were 4,500 per month in February and March. During the first week of April 2,000 were received. They are not kept in camps. We have moved 16,249 Yugoslavs to Middle East, and of these approximately 5,000 were moved during March.

3. Organization of Sub-Commission is still on insecure foundation.

4. Method of feeding, source of feeding and accommodation stores are problems.

5. There are two hospitals at present with 100 beds in each occupied all the time. Red Cross has rendered valuable welfare and nursing assistance. There has been some support from the army, but they have been taking personnel away. Yugoslavs, Czechs, Poles and Italian Army doctors are being trained to carry on the work.

6. With reference to accommodation stores, the ACC has set up no means of supplying. Army initially supplied these, but they are becoming less and less a source of supply and we will have to make our own arrangements. We have helped ourselves as much as possible but will need some assistance in the matter of material.

7. The ration is inadequate for small children, nursing mothers, etc. This is helped somewhat by hospital comforts. The Army does not consider it their job, thus the Italian subsistence ration is all that they have to fall back on. This is a problem to be dealt with by ACC. The numbers are not great compared with the rations supplied to the Army, therefore it is not a problem of taking food from the Army.

8. It is believed that the refugees should be repatriated when possible and sent home, or they could be sent to other communities and given a chance to start life on a new footing.

Comments by Chief Commissioner: The Chief Commissioner asked whether there were able bodied Yugoslavs coming over who were capable of service in General Tito's Army. Colonel Kirkwood replied that such men were being trained and returned to Yugoslavia.

J. Executive Commissioner, Brigadier M. S. Lush.

1. The reports by Regional Control and Military Government Section were concluded by Brigadier Lush, who stated that the picture given at this Conference is better than the one given at the last. This was attributed to the fact that the officers had obtained a grip of their jobs and also to the easing of the food situation. The grave difficulties are in regard to transportation, especially in distribution of food. The favorable crop forecast points to one remedy for the situation.

4002

2. The problems in the forward areas at the moment are simpler than those in liberated Italy. Direct government is easier than advisory control. There is an inevitable slowing down when the Italian Government takes over. AMG with Allied officers in charge and with their resources can do much more than Italian officials who are acting under orders of a Government which itself is in no easy position and who find themselves in difficult circumstances. It is a difficult task for Regional Commissioners in liberated Italy, not only to prevent themselves entering too much into the executive form of government but also to persuade Italian officials not to lean on them too much. Italian officials must be encouraged to take initiative. The situation is easier in the Islands where there are High Commissioners than in the Mainland where Prefects are answerable directly to the Govern-

Declassified E.O. 12356 Section 3.3/NND No. 785021

ment.

3. Experiences gained in liberated Italy would be invaluable to AMG in forward areas. It would be a help in the future in handing over Regions to the Italian Government.

4. It is very necessary to maintain close and constant contact between Headquarters and Regional Commissioners. This is brought to the attention of heads of Sub-Commissions in all aspects of their work. Headquarters also ought to know what is happening in the Regions, particularly so in the case of the Administrative Section which deals with the local government problems.

5. The Chief Commissioner had decided that Region II would be divided into two parts. Calabria would form a new Region VII. Apulia and Lucania would comprise the new Region II.

6. 309 officers had been sent to other theatres. It is hoped that there will be no further calls for officers.

7. Lists of promotions for officers (both American and British are to be submitted to the Chief Commissioner in the course of the next few days.

\- - - - - - -

A recess was called at 1125 and the Conference reopened at 1140.

\- - - - - - -

II. REPORTS BY INDEPENDENT SUB-COMMISSIONS.

A. Navy Sub-Commission, Commodore I. N. Palmer.

1. The Italian fleet during the last six months has employed 502 ships on patrol work and transporting troops from North Africa to Naples. All reports have been satisfactory. Particular praise is due to Italian sub-marines for running in food and supplies to troops during Agean operations, while under constant bombing. Most are now employed on training duties.

2. It has been asked why so many men have left the Italian Navy. At the present time Italian officers and men are relieving our personnel starting in Sicily and working North. We are asking that they relieve us of some of the work in the port of Naples. Admiral Morgan has asked the Minister for a detailed report, after which answers to personnel questions can be given.

3. There has been some ill feeling in regard to food and pay for those doing hard labor who feel they are not on the proper status. Colonel Bain of Labor Sub-Commission has promised aid in this matter.

4. Another problem is that the Italian Navy is getting short of clothing and boots. A supply has been requested.

B. Army Sub-Commission, Brigadier C. C. Duchesne.

1. Major General L. Browning is now in the process of taking over the Army Sub-Commission.

2. Ration ceiling was reviewed at conference between Chief Commissioner and Hq AAI on March 31; and recommendations for future strengths include Security Police and Fire Bde in addition to Carabinieri and Guardie di Finanza. If approved, this will raise the ration ceiling to 557,000, compared with current authority for 500,000 and actual present strength 480,000.

Declassified E.O. 12356 Section 3.3/NND No. 783021

5. The Chief Commissioner had decided that Region II would be divided into two parts. Calabria would form a new Region VII. Apulia and Lucania would comprise the new Region II.

6. 309 officers had been sent to other theatres. It is hoped that there will be no further calls for officers.

7. Lists of promotions for officers (both American and British are to be submitted to the Chief Commissioner in the course of the next few days.

\- - - - - - -

A recess was called at 1125 and the Conference reopened at 1140.

\- - - - - - -

II. REPORTS BY INDEPENDENT SUB-COMMISSIONS.

A. Navy Sub-Commission, Commodore I. M. Palmer.

1. The Italian fleet during the last six months has employed 502 ships on patrol work and transporting troops from North Africa to Naples. All reports have been satisfactory. Particular praise is due to Italian sub-marines for running in food and supplies to troops during Agean operations, while under constant bombing. Most are now employed on training duties.

2. It has been asked why so many men have left the Italian Navy. At the present time Italian officers and men are relieving our personnel starting in Sicily and working North. We are asking that they relieve us of some of the work in the port of Naples. Admiral Morgan has asked the Minister for a detailed report, after which answers to personnel questions can be given.

3. There has been some ill feeling in regard to food and pay for those doing hard labor who feel they are not on the proper status. Colonel Bain of Labor Sub-Commission has promised aid in this matter.

4. Another problem is that the Italian Navy is getting short of clothing and boots. A supply has been requested.

B. Army Sub-Commission, Brigadier C. C. Duchesne.

1. Major General L. Browning is now in the process of taking over the Army Sub-Commission.

2. Ration ceiling was reviewed at conference between Chief Commissioner and Hq AAI on March 31; and recommendations for future strengths include Security Police and Fire Bde in addition to Carabinieri and Guardia di Finanza. If approved, this will raise the ration ceiling to 537,000, compared with current authority for 500,000 and actual present strength 430,000.

3. Since 25 March MMIA has supervised the issue of all Allied supplies shipped direct for Italian Armed Forces to the Mainland. In Sardinia and Sicily the Allied Garrison is at present supervising these issues, and MMIA is organising the accounting through Hq ACC. We should like now to initiate liaison between MMIA Supply Supervisors at the various ports and those of Food Sub-Commission. The supply situation has crystallized the question of how many troops are to stay in Sardinia and how many to come to the Mainland.

Declassified E.O. 12356 Section 3.3/NND No. 780021

(45 D)

4. On the Mainland Allied Armies now have 75,000 of the Italian Army under their command including 9,000 combat troops; the programme is to build this up to 194,000 including a combat division of 14,000.

The Italian Army is calling in all illegal absentees of the 1925 class plus all illegally absent motor drivers; it will continue one class at a time until all are in control.

5. With reference to Sardinia, shipping ceased but is now starting again. Practically no Italian Army troops have been brought across to the Mainland during the past month, but Italian warships are now re-commencing to transhipping ten thousand per month. Of the garrison in Sardinia 20,000 are working for the Allies. 5,000 Italian Yugoslav soldiers are in the process of transfer to Corsica for airfield labor under the Allied garrison there.

6. In Sicily the Hq 12 Italian Corps commenced formation in Palermo in mid March. It is carrying out a census of the inclusive 1912 to 1924 age classes who are legally liable for service and will then ask for permission to call them up within the ration ceiling.

C. Air Sub-Commission, Air Commodore W.A.B. Bowen-Buscarlet.

1. There has been a continuance of operational work in the war effort. The Fighter Wing has been employed in offensive sweeps with good results along the Dalmation Coast under the operational control of the Desert Air Force. Long range fighters have been used to give escort to I.A.F. supply dropping aircraft over Yugoslavia. The Bomber Transport Wing has been employed in dropping supplies to Partizans and Italian troops in Yugoslavia and evacuating wounded. The Coastal Wing has carried out convoy escort duties, anti-submarine patrols and air-sea rescue flights. The number of sorties carried out by each of these to date has been 1,520 for the Fighter Wing, 1,380 for the Bomber-Transport Wing and 741 for the Coastal Wing.

2. With the advent of fine weather it is hoped to work up to an aggregate of 1,000 sorties per month. Between 1st and 8th April there have been 44 supply dropping sorties, of which 37 have been successful, and 51 tons net of supplies have been dropped.

3. The maintenance and equipment position is not satisfactory. There is no proper organisation for dealing with either. Energetic steps are now being taken to put these on a proper basis. The success of these steps will depend to a great extent on the payment of civilian firms working for the I.A.F. for work carried out since the Armistice. At present the Italian Government is being extremely dilatory in [illegible]ing these payments, and some firms may have to close down temporarily for lack of funds.

4. A total of 10,285 I.A.F. personnel are now on loan to the Allied Air Forces. The U.S.A.A.F. has taken up by far the greater proportion of these. It is satisfactory to note that they are giving excellent service in all branches. Since future demands may prejudice the operational capacity of the I.A.F., it will be necessary in the future to reserve the right to recall those required for I.A.F. duties when this becomes essential. Technical personnel are urgently needed. There are a number of highly skilled technicians in Sardinia and also in North Africa. It is important to get the maximum number of technical personnel that can be obtained from all sources.

5. Further in regard to maintenance, we must have full access to all [illegible] there is a need for stronger orders to [illegible]

Declassified E.O. 12356 Section 3.3/NND No. 785021

Practically no [illegible] the past month, but Italian warships are now [illegible] and per month. Of the garrison in Sardinia 20,000 are working for the Allies. 5,000 Italian Yugoslav soldiers are in the process of transfer to Corsica for air-field labor under the Allied garrison there.

6. In Sicily the Hq 12 Italian Corps commenced formation in Palermo in mid March. It is carrying out a census of the inclusive 1912 to 1924 age classes who are legally liable for service and will then ask for permission to call them up within the ration ceiling.

C. Air Sub-Commission, Air Commodore W.A.B. Bowen-Buscarlet.

1. There has been a continuance of operational work in the war effort. The Fighter Wing has been employed in offensive sweeps with good results along the Dalmatian Coast under the operational control of the Desert Air Force. Long range fighters have been used to give escort to I.A.F. supply dropping aircraft over Yugoslavia. The Bomber Transport Wing has been employed in dropping supplies to Partizans and Italian troops in Yugoslavia and evacuating wounded. The Coastal Wing has carried out convoy escort duties, anti-submarine patrols and air-sea rescue flights. The number of sorties carried out by each of these to date has been 1,520 for the Fighter Wing, 1,300 for the Bomber-Transport Wing and 744 for the Coastal Wing.

2. With the advent of fine weather it is hoped to work up to an aggregate of 1,000 sorties per month. Between 1st and 6th April there have been 44 supply dropping sorties, of which 37 have been successful, and 51 tons net of supplies have been dropped.

3. The maintenance and equipment position is not satisfactory. There is no proper organisation for dealing with either. Energetic steps are now being taken to put these on a proper basis. The success of these steps will depend to a great extent on the payment of civilian firms working for the I.A.F. for work carried out since the Armistice. At present the Italian Government is being extremely dilatory in making these payments, and some firms may have to close down temporarily for lack of funds.

4. A total of 10,285 I.A.F. personnel are now on loan to the Allied Air Forces. The U.S.A.A.F. has taken up by far the greater proportion of these. It is satisfactory to note that they are giving excellent service in all branches. Since future demands may prejudice the operational capacity of the I.A.F., it will be necessary in the future to reserve the right to recall those required for I.A.F. duties when this becomes essential. Technical personnel are urgently needed. There are a number of highly skilled technicians in Sardinia and also in North Africa. It is important to get the maximum number of technical personnel that can be obtained from all sources.

5. Further in regard to maintenance, we must have full access to all salvaged Italian Air Force material. There is a need for stronger orders to prevent further requisitioning of Air Force equipment.

4001

6. A total of 515 I.A.F. Arditi personnel have been trained as a "Commando" battalion equipped with rifles, automatic rifles, machine-guns, and light mortars. They should be fit to do a combat job very shortly.

7. It is believed it would help to give a little more publicity to the good work being done by the Italian Air Force.

Declassified E.O. 12356 Section 3.3/NND No. 785021

D. Telecommunications & Posts Sub-Commission, Colonel J. D. Henderson.

1. Internal telegraph service has been restored in and between all ten provinces of the Mainland and all provinces in Sicily. There is service in Sardinia too, but no outlet from Sardinia, except for official traffic.

2. Telephone calls are limited to urban calls except for officials.

3. Work being handled at present includes the following:

a. Extension of internal telegraph service to include Naples, Avellino, Benevento, up to near Army boundary.

b. Resumption of civil calls within provincial boundaries up to the [illegible] same line.

c. The question of resumption of external cable service has been raised.

d. Repair of the main Salerno - Reggio cable is proceeding; when complete, this will give official telephone service with Catanzaro, Reggio, etc. and with Messina, Catania, and Palermo.

4. The internal and foreign mail service has been extended to include Naples and Avellino provinces up to the near Army boundary. The extension into Benevento Province is in hand. Other special services have been worked out for the Vatican, I.R.C.C., Italian Prisoners of War, and to Italians in occupied territory.

5. Other activities have included correspondence with Military Signals over freeing of circuits for Italian Government use, and restoration of Dicat and Coast Watching circuits; correspondence with civil censorship; analysing and submitting to Economic Section proposed rates for telegraph, telephone and postal services, arranging for supplies of stamps from U. S. for Italian Government; supervising Allied Control Commission communications.

E. War Materials Disposal Sub-Commission, Colonel J. T. Sellars.

1. This Sub-Commission's work is with War Materials Disposal and War Factories.

2. In Sicily the turn over to the Italians of war materials in excess of Allied needs is progressing. As regards the Western half of the Island it is about 95% complete, and the Eastern half is not so far advanced. On the Mainland and in Sardinia the turnover continues as the tactical situation permits.

3. From available statistics and reconnaissance it was found that in Sicily prior to Allied invasion there were 60 factories producing war materials or essentials therefor. Of these 60, twelve are now producing in whole or in part either directly or under Allied supervision or by service troops themselves. Twelve to fourteen were completely destroyed by war. The remainder are producing from nothing to very little--these are mostly small factories without raw materials.

4. It was since the last Conference that this Sub-Commission has acquired the additional responsibility of War Factories. This term applies only to Italian manufacturing plants in three general categories.

a. Italian War Factories operated directly by or under direct supervision of Allied Forces.

Declassified E.O. 12356 Section 3.3/NND No. 765021

a. Extension of internal telegraph service to include Naples, Avellino, Benevento, up to rear Army boundary.

b. Resumption of civil calls within provincial boundaries up to the same line.

c. The question of resumption of external cable service has been raised.

d. Repair of the main Salerno - Reggio cable is proceeding; when complete, this will give official telephone service with Catanzaro, Reggio, etc. and with Messina, Catania, and Palermo.

4. The internal and foreign mail service has been extended to include Naples and Avellino provinces up to the rear Army boundary. The extension into Benevento Province is in hand. Other special services have been worked out for the Vatican, I.R.C.C., Italian Prisoners of War, and to Italians in occupied territory.

5. Other activities have included correspondence with Military Signals over freeing of circuits for Italian Government use, and restoration of Dicat and Coast Watching circuits; correspondence with civil censorship; analysing and submitting to Economic Section proposed rates for telegraph, telephone and postal services, arranging for supplies of stamps from U. S. for Italian Government; supervising Allied Control Commission communications.

E. War Materials Disposal Sub-Commission, Colonel J. T. Sellars.

1. This Sub-Commission's work is with War Materials Disposal and War Factories.

2. In Sicily the turn over to the Italians of war materials in excess of Allied needs is progressing. As regards the Western half of the Island it is about 95% complete, and the Eastern half is not so far advanced. On the Mainland and in Sardinia the turnover continues as the tactical situation permits.

3. From available statistics and reconnaissance it was found that in Sicily prior to Allied invasion there were 60 factories producing war materials or essentials therefor. Of these 60, twelve are now producing in whole or in part either directly or under Allied supervision or by service troops themselves. Twelve to fourteen were completely destroyed by war. The remainder are producing from nothing to very little--these are mostly small factories without raw materials.

4. It was since the last Conference that this Sub-Commission has acquired the additional responsibility of War Factories. This term applies only to Italian manufacturing plants in three general categories.

a. Italian War Factories operated directly by or under direct supervision of Allied Forces.

b. Italian War Factories operated directly by or under direct supervision of the Italian War Ministry.

c. Italian War Factories (Auxiliaries) operating in the production of War materials under supervision of Italian War Ministry.

5. On the Mainland the factories are nearly all used for the maintenance and repair of our own materials and equipment. The use of these factories is unsatisfactory.

Declassified E.O. 12356 Section 3.3/NND No. 783021

(450)

F. Public Relations Branch, Major L. Fielden.

1. The Public Relations Branch was officially established on April 1st. During January and February Major Fielden was the only PRO with ACC though there were five PROs attached to Regions III, IV and Fifth Army A.F.B., Regional PROs have now been abolished and the officers assigned to this branch at Headquarters ACC.

2. During March representatives of 48 newspapers or newspaper syndicates consulted this Public Relations Branch and were supplied with the information and services they required. Interviews were arranged with members of ACC as requested. Twenty-six press releases on various aspects of the Commission's work were handed out. A Press Conference was convened on March 10. Arrangements were worked out for supplying regular news to the papers controlled by the PWB. The Allied Publications Board on which the PRO sat as a representative of ACC was reorganized and Local Boards were set up to deal with applications to publish.

3. Owing partly to the reorganization of ACC and partly to the lull on the battle fronts a growing interest was shown by correspondents and this interest should soon be reflected in the Allied press.

4. A weekly resume to Regional Commissioners of ACC activities has been started in an attempt to bridge some of the present gaps in relationships. It is hoped to produce a regular ACC journal about the work of ACC, the need for it being found in the fact that there is a great deal of expert detail which is liable to get by-passed.

5. Major Fielden pointed out that the PRO is sometimes regarded as being without clearly defined functions. It is one of the main activities of this Branch to see that the press gets the correct information, improper information being one of the chief causes for abuse in the Allied press. In order to get an accurate and comprehensive picture of the whole work of ACC to the press it will help greatly if every scrap of news regarding developments is obtained quickly.

6. Public Relations work had been concentrated at Headquarters, but in the near future men will be sent out into the Regions to get in touch with the activities there.

- - - - - - -

The morning session of the Conference adjourned at 1215 hours.

The afternoon session opened at 1430 hours.

- - - - - - -

Declassified E.O. 12356 Section 3.3/NND No. 783021

2. During March representatives of 40 newspapers or newspaper syndicates consulted this Public Relations Branch and were supplied with the information and services they required. Interviews were arranged with members of ACC as requested. Twenty-six press releases on various aspects of the Commission's work were handed out. A Press Conference was convened on March 10. Arrangements were worked out for supplying regular news to the papers controlled by the PWB. The Allied Publications Board on which the PRO sat as a representative of ACC was reorganized and Local Boards were set up to deal with applications to publish.

3. Owing partly to the reorganization of ACC and partly to the lull on the battle fronts a growing interest was shown by correspondents and this interest should soon be reflected in the Allied press.

4. A weekly resume to Regional Commissioners of ACC activities has been started in an attempt to bridge some of the present gaps in relationships. It is hoped to produce a regular ACC Journal about the work of ACC, the need for it being found in the fact that there is a great deal of expert detail which is liable to get by-passed.

5. Major Fielden pointed out that the PRO is sometimes regarded as being without clearly defined functions. It is one of the main activities of this Branch to see that the press gets the correct information, improper information being one of the chief causes for abuse in the Allied press. In order to get an accurate and comprehensive picture of the whole work of ACC to the press it will help greatly if every scrap of news regarding developments is obtained quickly.

6. Public Relations work had been concentrated at Headquarters, but in the near future men will be sent out into the Regions to get in touch with the activities there.

- - - - - - -

The morning session of the Conference adjourned at 1215 hours.

The afternoon session opened at 1430 hours.

- - - - - - -

4000

Declassified E.O. 12356 Section 3.3/NND No. 783021

The Chief Commissioner stated that he did not think that Headquarters and the Regions are yet working as smoothly as they might. This is due very largely to lack of conception on the part of some people as to what is required, also lack of practical experience. On technical questions the Sub-Commissions will deal direct with Regions and Provinces in the field. When it comes down to operational directives, these must go through Regional Commissioners. They must know what is going on in order to coordinate the work. Two things must be avoided; namely, (1) working too much in water-tight compartments and (2) delay in office procedure. The "pending" trays should be abolished.

In closing the Chief Commissioner remarked that probably all realize, from this Conference and the last one, the complexity and number of tasks which the organization must face. He expressed his appreciation for the good efforts and work done to solve these complex problems.

IV. REPORTS BY ECONOMIC SECTION.

A. Industry and Commerce Sub-Commission, Colonel V. Evans.

1. A stage of advancement from survey to actual rehabilitation has now been reached which necessitates co-ordination with Services for mutual integration of salvage program, cannibalisation and restoration.

2. A visiting Commission from OC.C emphasized the importance of relief of skilled labor shortage in US and UK. Shipping space is no longer the sole overriding consideration. Importation of raw materials is preferable to manufactured products. Cloth and leather, needles and sewing thread are needed from abroad.

3. Local Resources Boards have continued excellent cooperation from Local Resources Section, HQ A.F.I (Adm. Ech) but it is clear that Local Boards in Sicily and Sardinia require definite policy directives to prevent confusion. Director and Joint Vice Chairmen are proceeding forthwith to Sicily for this purpose.

4. Some of the achievements can be enumerated as follows:

a. 78 industrial plants have now been surveyed including many of major importance and a report on heavy industries is now in the printers' hands.

b. Caustic soda is now actually here and cigarette paper is en route. Thus soap and tobacco industries are being reactivated.

c. The screening of the requisitions for the next six months entailed considerable work. The items numbered 1748 varying from sphygmomanometers to riveting hammers.

d. Export program is now being rapidly developed from mainland.

e. Sulphur and coal program from Sicily and Sardinia respectively has been continued but coal output has been limited by AFHQ orders.

5. The various problems at present are:

a. Lack of transportation, especially the tire situation, is bad. The instructions issued by C.E.C. and MGB for requisitioning tires have proven impossible to observe in practice.

b. There has been no quota of Regional personnel determined for Industry and Commerce functions. At Headquarters there is an acute shortage of translators, the services of the interpreters and translators pool being inadequate.

Declassified E.O. 12356 Section 3.3/NND No. 785021

In closing the Chief Commissioner remarked that probably all realize, from this Conference and the last one, the complexity and number of tasks which the organization must face. He expressed his appreciation for the good efforts and work done to solve these complex problems.

IV. REPORTS BY ECONOMIC SECTION.

A. Industry and Commerce Sub-Commission, Colonel W. Evans.

1. A stage of advancement from survey to actual rehabilitation has now been reached which necessitates co-ordination with Services for mutual integration of salvage program, cannibalisation and restoration.

2. A visiting Commission from CCAC emphasized the importance of relief of skilled Labor shortage in US and UK. Shipping space is no longer the sole overriding consideration. Importation of raw materials is preferable to manufactured products. Cloth and leather, needles and sewing thread are needed from abroad.

3. Local Resources Boards have continued excellent cooperation from Local Resources Section, HQ AMGOT (Adm. Eoh) but it is clear that local boards in Sicily and Sardinia require definite policy directives to prevent confusion. Director and Joint Vice Chairmen are proceeding forthwith to Sicily for this purpose.

4. Some of the achievements can be enumerated as follows:

a. 78 industrial plants have now been surveyed including many of major importance and a report on heavy industries is now in the printers' hands.

b. Caustic soda is now actually here and cigarette paper is en route. Thus soap and tobacco industries are being reactivated.

c. The screening of the requisitions for the next six months entailed considerable work. The items numbered 1748 varying from sphygmomanometers to riveting hammers.

d. Export program is now being rapidly developed from Mainland.

e. Sulphur and coal program from Sicily and Sardinia respectively has been continued but coal output has been limited by AFHQ orders.

5. The various problems at present are:

a. Lack of transportation, especially the tire situation, is bad. The instructions issued by C.E.C. and MCB for requisitioning tires have proven impossible to observe in practice.

b. There has been no quota of Regional personnel determined for Industry and Commerce functions. At Headquarters there is an acute shortage of translators, the services of the interpreters and translators pool being inadequate.

3990

B. Labour Sub-Commission, Colonel J. R. Bain.

1. A final draft of a Royal Decree, which is in essence a Magna Carta for Italian labor, has been completed, and is now being submitted for acceptance. This is the combination of long months of experience and study with the Italian Government, Italian Labor, and the results of AMG/CC administration. This document, when issued, may well stand as a lasting monument of Allied Occupation, and should be broadcast to other nations in the Axis sphere as concrete evidence of our aims and purposes. This will be followed by a further decree giving trade unions a charter setting forth their rights, privileges and restrictions.

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. The past month has shown that too frequently we meet with non-cooperation. Problems have been handled at too low a level. It is of the utmost importance that the Labor Sub-Commission definitely and actually be recognized as the principal authority in all labor matters for all Italian Territory, so as to eliminate interference, and decisions made by various other agencies and departments without reference to, or clearance by, the Labor Sub-Commission. Too many problems have been handled which had been picked at and made "raw" previously. Field officers should keep us advised. In this connection, it is pointed out that there are no field officers in Sardinia, Region II, Fifth Army, Eighth Army, Displaced Persons, and Italian Refugees Branch.

3. It has become more apparent than ever, particularly since the Italian Government has been given jurisdiction over certain areas, that the responsibilities and problems of the Labor Sub-Commission have more than doubled, therefore another urgent request is made for increased personnel to handle this formidable task.

Comments by Chief Commissioner: The Chief Commissioner emphasized the necessity of referring matters to the Labor Sub-Commission when labor plays a part in them, and all concerned were urged to make full use of this Sub-Commission's services. The lack of personnel is something which must be faced since we are held down to a ceiling. It will be seen what can be done about giving them more personnel in the field. One difficulty with the limited ceiling is that you cannot ensure having enough of the right people in the right places. In many cases the problem is not capable of being solved.

C. Agriculture Sub-Commission, Major W. A. Hartman.

1. The Italian Minister of Agriculture and the Director of Agriculture Sub-Commission conferred with Allied and Italian officials in Sicily, Apulia, Lucania, and Calabria in the interest of creating uniform agricultural organizations in the field to obtain maximum production at harvest and in amassing of wheat and other vital crops.

2. It has been endeavored to get a plan defined. The new Minister advised that a field check would be necessary before such a plan could be outlined. Such field checks have been completed in Regions I and II. The Minister at each place spoke to various agricultural officials and expressed to them what they must do with reference to organization. They have had instructions and pressure has been brought to bear, but we still have no defined plan in writing.

3. We do not have more than ten trained agricultural officers in the theatre. Also the Minister cannot locate competent men who are willing to accept responsibilities. We have suggested means to him, but he has refused to do anything about it. We have promises but no written results. The Agriculture Sub-Commission has the complete cooperation of the Ministry's staff except the Minister himself when it comes to action.

4. Another problem is transportation. No Italian agricultural official has a car in Sicily. The Minister was pushed on this question. The provision of at least 1 car to each Compartment Inspector and 2 cars to each Provincial Inspector is necessary.

5. Beginning April 15 Provincial officials will be making out a crop condition report. This will become a bi-monthly report. A revised forecast by 15 May will be an additional basis for completing plans to obtain maximum amassing of wheat and other crops.

6. Seed potato imports totaled about 37,000 tons, a large proportion of which arrived after latest safe planting date 15 March; about 2500 tons of late arrival had to be diverted to Army ration; sterility due to long time on boat plus other reasons necessitated diverting an additional 1500 tons for [illegible]

Declassified E.O. 12356 Section 3.3/NND No. 785021

Government has been given jurisdiction over certain areas, that the responsibilities and problems of the Labor Sub-Commission have more than doubled, therefore another urgent request is made for increased personnel to handle this formidable task.

Comments by Chief Commissioner: The Chief Commissioner emphasized the necessity of referring matters to the Labor Sub-Commission when labor plays a part in them, and all concerned were urged to make full use of this Sub-Commission's services. The lack of personnel is something which must be faced since we are held down to a ceiling. It will be seen what can be done about giving them more personnel in the field. One difficulty with the limited ceiling is that you cannot ensure having enough of the right people in the right places. In many cases the problem is not capable of being solved.

C. Agriculture Sub-Commission, Major W. A. Hartman.

1. The Italian Minister of Agriculture and the Director of Agriculture Sub-Commission conferred with Allied and Italian officials in Sicily, Apulia, Lucania, and Calabria in the interest of creating uniform agricultural organizations in the field to obtain maximum production at harvest and in amassing of wheat and other vital crops.

2. It has been endeavored to get a plan defined. The new Minister advised that a field check would be necessary before such a plan could be outlined. Such field checks have been completed in Regions I and II. The Minister at each place spoke to various agricultural officials and expressed to them what they must do with reference to organization. They have had instructions andpressure has been brought to bear, but we still have no defined plan in writing.

3. We do not have more than ten trained agricultural officers in the theatre. Also the Minister cannot locate competent men who are willing to accept responsibilities. We have suggested names to him, but he has refused to do anything about it. We have promises but no written results. The Agriculture Sub-Commission has the complete cooperation of the Ministry's staff except the Minister himself when it comes to action.

4. Another problem is transportation. No Italian agricultural official has a car in Sicily. The Minister was pushed on this question. The provision of at least 1 car to each Compartment Inspector and 2 cars to each Provincial Inspector is necessary.

5. Beginning April 15 Provincial officials will be making out a crop condition report. This will become a bi-monthly report. A revised forecast by 15 May will be on additional basis for completing plans to obtain maximum amassing of wheat and other crops.

6. Seed potato imports totaled about 37,000 tons, a large proportion of which arrived after latest safe planting date 15 March; about 2500 tons of late arrival had to be diverted to Army ration; sterility due to long time on boat plus other reasons necessitated diverting an additional 1500 tons for food use. With these exceptions loss of seed has been extremely small in light of obstacles that were overcome to get seed in ground.

7. A survey of fishing conditions and needs to get a maximum harvest are being completed for all occupied territory including Sardinia; fishing supplies available from local resources are being distributed to areas which assure largest fish catch. Arrangements are in process of completion to assure tuna fishing operations in season along coastal waters of Italy and North Africa; approval has been obtained to

Declassified E.O. 12356 Section 3.3/NND No. 785021

extend night fishing operations at several points along coast of Italy and Sardinia; a fish marketing plan has come into effect in Naples area which will minimize black market operations and result in more equitable distribution; etc. Close working relations have been established with Fisheries Section of Italian Ministry of Agriculture on the above and all other activities of the Division.

5. Fuel wood harvest operations in Fifth Army area about 10 miles from Cassino continue to provide for all needs of hospitals and other army purposes in forward areas. About 100 civilians are employed on this job. Steps have been taken to re-activate the Italian Royal Forestry Corps to assume responsibility for necessary forestry operations. Most of the personnel do not have forestry training. It seems to have been a typical Fascist organization

D. Food Sub-Commission, Lt Col W. J. Legg.

1. The Food Sub-Commission isone of the younger subcommissions, whose principal job is to ensure that the people receive their daily bread. This has been achieved. The ration scale and miscellaneous food issues for April are higher and more varied than for any previous month. May issues are expected to be on a similar scale. Regarding distribution, May and June will be difficult months. Of ten cereal ships, nine will be grain ships and one only will be flour. previously these ships have been mixed cargo. The program now, however, is different; of this fact the Regional Commissioners should be informed. With only two ports accepting bulk grain, we are faced with the problem of a tonnage of 65,000 tons. Also 900,000 quintal-size sacks will be needed to handle the grain. This complicates distribution and puts a strain on the men. Further in regard to the sack problem, the Food Sub-Commission has opened up recovering depots to resack flour and grain, which involves much work.

2. There is a pressing need to take into account local resources. We have planned to take care of the supplies, both wheat and cereal crops, to which Major Hartman has referred.

3. Regional Commissioners have spoken about Regional resources and trade. Free trade should be encouraged but requires coordination and control. A civil supply Italian group is working closely with Minister Lucifero and by this means it is hoped to control the basic items of supplies of cereals and pulse crops of this country. Despite the changes in the Ministry of Agriculture definite progress has been made. Agriculture will provide the answer to many food problems and to the many requests for an increase in ration scale.

4. Another sore spot is ration cards and counterfeit cards. We are now actively engaged in pursuing a rationing enforcement policy. A plan was recommended to Regional Commissioners. An equal number of inspectors and Guardia di Finanza are employed. Shops for operation are selected at widely separated points. Inspectors are in shops during service hours. Inspectors and Guardia di Finanza are changed daily. Inspectors examine ration cards of all persons entering the shop. Inquiries are made for purposes of checking ownership. The following gives an indication of the success of the drive.

During first two days eight baker shops were taken under control. Forty-one false cards were found; 11 were found belonging to deceased persons; 13 owned by people who had left the district and the number of borrowed cards was 34. A copy of this scheme is being circulated to Regional Commissioners for use in their own Regions.

E. Finance Sub-Commission, Colonel E. H. Foley.

1. During March steps have been taken to establish the Banca d'Italia as the central bank for the Italian Government in the liberated area. For King's 3988 the branch at Salerno has been made acting head office, and the branches in Regions

Declassified E.O. 12356 Section 3.3/NND No. 785021

D. Food Sub-Commission, Lt Col W. J. Legg.

1. The Food Sub-Commission isone of the younger subcommissions, whose principal job is to ensure that the people receive their daily bread. This has been achieved. The ration scale and miscellaneous food issues for April are higher and more varied than for any previous month. May issues are expected to be on a similar scale. Regarding distribution, May and June will be difficult months. Of ten cereal ships, nine will be grain ships and one only will be flour. Previously these ships have been mixed cargo. The program now, however, is different; of this fact the Regional Commissioners should be informed. With only two ports accepting bulk grain, we are faced with the problem of a tonnage of 65,000 tons. Also 500,000 quintal-size sacks will be needed to handle the grain. This complicates distribution and puts a strain on the men. Further in regard to the sack problem, the Food Sub-Commission has opened up recovering depots to resack flour and grain, which involves much work.

2. There is a pressing need to take into account local resources. We have planned to take care of the supplies, both wheat and cereal crops, to which Major Eastman has referred.

3. Regional Commissioners have spoken about Regional resources and trade. Free trade should be encouraged but requires coordination and control. A civil supply Italian group is working closely with Minister Lucifero and by this means it is hoped to control the basic items of supplies of cereals and pulse crops of this country. Despite the changes in the Ministry of Agriculture definite progress has been made. Agriculture will provide the answer to many foodproblems and to the many requests for an increase in ration scale.

4. Another sore spot is ration cards and counterfeit cards. We are now actively engaged in pursuing a rationing enforcement policy. A plan was recommended to Regional Commissioners. An equal number of inspectors and Guardia di Finanza are employed. Shops for operation are selected at widely separated points. Inspectors are in shops during service hours. Inspectors and Guardia di Finanza are changed daily. Inspectors examine ration cards of all persons entering the shop. Inquiries are made for purposes of checking ownership. The following gives an indication of the success of the drive.

During first two days eight baker shops were taken under control. Forty-one false cards were found; 11 were found belonging to deceased persons; 13 owned by people who had left the district and the number of borrowed cards was 34. A copy of this scheme is being circulated to Regional Commissioners for use in their own Regions.

E. Finance Sub-Commission, Colonel E. H. Foley.

1. During March steps have been taken to establish the Banca d'Italia as the central bank for the Italian Government in the liberated area. For King's 3958 the branch at Salerno has been made acting head office, and the branches in Regions III, V and VI are managed from Naples. An officer of the Finance Sub-Commission has been appointed Liaison Officer to the Bank and has his office in the Salerno Branch. This integration has enabled us to finance the Italian Government's deficit out of the existing currency reserves of the Banca d'Italia. Since April 1, no advances of AM lire currency are being made to the Italian Government or parastatal organizations and arrangements are now being made to finance provinces and communes out of bank funds. In fact the currency reserves of the central bank now stand at such a level that we are withdrawing 1.9 billion lire from the Banca d'Italia. This withdrawal is in the form of a partial repayment of the advances made to the Italian Government or its sub-divisions by AOC/AMG. Such advances total about 5 billion lire and the re-

Declassified E.O. 12356 Section 3.3/NND No. 763021

payment is approximately 2/5 of this amount.

2. Colonel Foley, while in Washington, arranged for the printing and preparation of new Italian Government currency. It is estimated that this currency will not be available for approximately six months from final approval of the design. When available, we can take steps in economic warfare and inflationary control.

3. Black market dealing in non-legal tender money has been developing. It is hoped to take effective action to stamp out this currency coming in and put a stop to violations of law involved in transactions in which it is implicated.

4. More drastic penalties are recommended when sentencing convicted forgers, as a number of cases involving forgery of AM lire currency are constantly coming to light. The volume of cases is not dangerous but should be checked.

5. The present economic situation of liberated Italy is chiefly characterized by an extreme shortage of foodstuffs with consequent high black market prices. The largest single source of income in liberated Italy is the Italian Government's deficit, which is estimated to be 20 billion lire since 1 July 1943, and is now averaging over 3 billion lire per month. The monetary measures we are taking include an attempt to reduce the level of Italian Government spending, more drastic tax measures and a reduction in the size of the deficit by more Government borrowing from the people.

6. A Commission from Washington has visited here to see how records are being kept regarding imports. It is necessary to cost account supplies coming in. We must know what goods come in, country of origin and what disposition is made of them. The Regional Commissioners must help in this collection of supply accounting data. The Chief Accountant reports that the necessary information is very slow in forthcoming from the Regions.

Comments by Chief Commissioner: The Chief Commissioner stressed the point made by Colonel Foley regarding the furnishing of proper information to Headquarters so that the show may run properly.

F. Public Works & Utilities Sub-Commission, Lt Col E. A. Jenny.

1. Work is progressing in regard to military highways but the lack of personnel and equipment is a handicap. Military authorities have asked that we extend and accelerate our organization and steps have been taken to accomplish this. Personnel will have to be increased and highway construction material must be imported from the United States. A plan has been put up to HQ AAI for review.

2. A program of procedure for utility rates was submitted and approved at a Special Economic Section meeting. Basic structure is not being altered.

3. Colonel Jenny mentioned the incident occurring in Foggia where a pasta factory had to be shut down when their electricity supply was cut off. He explained that this rationing of electricity was an emergency measure brought about by a railroad's need for electricity. The decree for this rationing was not ready although the Minister had been pushed for it. Thus rationing was actually undertaken by us before the Decree became effective, and the demand was kept within the amount allotted by the Local Resources Board. When the Decree was published in the Gazette, we found that it did not conform to the final draft which we had approved and which was stronger and more precise than the published form. After discussing this matter with the Legal Sub-Commission we requested the passage of a new Decree in the form approved by us and cancelling the one in effect now.

4. Studies are in progress in cooperation with the Ministries of Public Works

Declassified E.O. 12356 Section 3.3/NND No. 785021

step to violations of law involved in transactions in

4. More drastic penalties are recommended when sentencing convicted forgers, as a number of cases involving forgery of Allied currency are constantly coming to light. The volume of cases is not dangerous but should be checked.

5. The present economic situation of Liberated Italy is chiefly characterized by an extreme shortage of foodstuffs with consequent high black market prices. The largest single source of income in liberated Italy is the Italian Government's deficit, which is estimated to be 20 billion lire since 1 July 1943, and is now averaging over 3 billion lire per month. The monetary measures we are taking include an attempt to reduce the level of Italian Government spending, more drastic tax measures and a reduction in the size of the deficit by more Government borrowing from the people.

6. A Commission from Washington has visited here to see how records are being kept regarding imports. It is necessary to cost account supplies coming in. We must know what goods come in, country of origin and what disposition is made of them. The Regional Commissioners must help in this collection of supply accounting data. The Chief Accountant reports that the necessary information is very slow in forthcoming from the Regions.

Comments by Chief Commissioner: The Chief Commissioner stressed the point made by Colonel Foley regarding the furnishing of proper information to Headquarters so that the show may run properly.

F. Public Works & Utilities Sub-Commission, Lt Col L. A. Jenny.

1. Work is progressing in regard to military highways but the lack of personnel and equipment is a handicap. Military authorities have asked that we extend and accelerate our organization and steps have been taken to accomplish this. Personnel will have to be increased and highway construction material must be imported from the United States. A plan has been put up to HQ AAI for review.

2. A program of procedure for utility rates was submitted and approved at a Special Economic Section meeting. Basic structure is not being altered.

3. Colonel Jenny mentioned the incident occurring in Foggia where a pasta factory had to be shut down when their electricity supply was cut off. He explained that this rationing of electricity was an emergency measure brought about by a railroad's need for electricity. The decree for this rationing was not ready although the Minister had been pushed for it. Thus rationing was actually undertaken by us before the Decree became effective, and the demand was kept within the amount allotted by the Local Resources Board. When the Decree was published in the Gazette, we found that it did not conform to the final draft which we had approved and which was stronger and more precise than the published form. After discussing this matter with the Legal Sub-Commission we requested the passage of a new Decree in the form approved by us and cancelling the one in effect now.

4. Studies are in progress in cooperation with the Ministries of Public Works and Merchant Marine, for raising sunken ships in various harbors so as to clear harbors and make use of the ships; and five million lire have been appropriated for this. Studies are also in progress for the rehabilitation of shipyards capable of building small wooden vessels from 200 to 300 tons.

5. Officers of this Sub-Commission have visited Sicily and Sardinia and have studied PW & U conditions in these two Regions. Some changes are being contemplated in Sicily.

Declassified E.O. 12356 Section 3.3/NND No. 785021

6. ACC has just been asked to study the question of taking over and operating various plants producing essential construction materials. The armed forces have taken over many plants and materials are taken to the front areas.

7. At the last meeting a statement was made that the situation so far as electrical current for Rome was concerned was favorable. Work for restoration has been assigned to PBS. Financing the project and providing labor and food for workers was assigned to ACC.

8. Army and many ACC regional and provincial units have requisitioned automobiles and trucks belonging to the Italian engineer forces. This practice must cease. We are planning to issue special permits to them, with the cooperation of the armed forces, "freezing" their equipment so they can function.

9. A very large number of varied problems have been handled including repairs to buildings and building a "ricovero" for the Valturno Building. Also the recent eruption of Vesuvius added to our tasks.

10. The Public Works and Utilities Sub-Commission has a basic task to perform. It is composed of specialists in various fields but does not have enough men to handle the tasks that have been given to it to perform. A few more men are needed at Headquarters. Regions II, III, V must have personnel. Region VIII needs electrical experts to go into Rome; about four more are needed immediately.

G. Transportation Sub-Commission, Colonel S. A. Mitch.

1. The military authorities still retain control of railways on the Mainland and in Sardinia. In Sicily the complete supervision of the whole of the railways became the responsibility of ACC as from 18 March, and it is a little early to assess the results. The volume of civil freight movement generally has increased as compared with the previous month.

2. Owing to a shortage of coal, locomotives and rolling stock, and the heavy priority requirements of Allied Forces, the railway facilities available for civil traffic are still barely sufficient to meet essential civil needs. No increase in civil passenger train services can yet be made.

3. 550 trucks have been made available since the last meeting, of which 150 are awaiting allocation. Will be handed over to the Italian Government in the near future. The 1001 G.T. Coy. (120 trucks) will be handed over to Region II fit for work in a few days.

4. Movements arranged through this Sub-Commission for schooner transportation are increasing. The setting up of a more satisfactory organization for schooners is pending. A few schooners have been allocated to specific points for local civil movements. It is hoped to secure increased allotments for regular local movements, as soon as sufficient evidence of need is forthcoming.

H. Shipping Sub-Commission, Mr. Robert Nicol.

1. The registration of the schooners is proceeding in a more orderly and rapid manner than was anticipated. They are very limited in number. Upwards of 200 schooners are now registered, and a considerable number of these are employed 3997 the direction of the Mediterranean Shipping Board Schooner Committee in work for the services of the Allied Nations.

[illegible] proves only difficult for this Schooner Committee to [illegible] per month in

Declassified E.O. 12356 Section 3.3/NND No. 785021

was assigned to ACC.

8. Army and many ACC regional and provincial units have requisitioned automobiles and trucks belonging to the Italian engineer forces. This practice must cease. We are planning to issue special permits to them, with the cooperation of the armed forces, "freezing" their equipment so they can function.

9. A very large number of varied problems have been handled including repairs to buildings and building a "recovero" for the Volturno Building. Also the recent eruption of Vesuvius added to our tasks.

10. The Public Works and Utilities Sub-Commission has a basic task to perform. It is composed of specialists in various fields but does not have enough men to handle the tasks that have been given to it to perform. A few more men are needed at Headquarters. Regions II, III, V must have personnel. Region VIII needs electrical experts to go into Rome; about four more are needed immediately.

G. Transportation Sub-Commission, Colonel S. A. Fitch.

1. The Military authorities still retain control of railways on the Mainland and in Sardinia. In Sicily the complete supervision of the whole of the railways became the responsibility of ACC as from 18 March, and it is a little early to assess the results. The volume of civil freight movement generally has increased as compared with the previous month.

2. Owing to a shortage of coal, locomotives and rolling stock, and the heavy priority requirements of Allied Forces, the railway facilities available for civil traffic are still barely sufficient to meet essential civil needs. No increase in civil passenger train services can yet be made.

3. 550 trucks have been made available since the last meeting, of which 150 are awaiting allocation. Will be handed over to the Italian Government in the near future. The 1001 G.T. Coy. (120 trucks) will be handed over to Region II fit for work in a few days.

4. Movements arranged through this Sub-Commission for schooner transportation are increasing. The setting up of a more satisfactory organization for schooners is pending. A few schooners have been allocated to specific points for local civil movements. It is hoped to secure increased allotments for regular local movements, as soon as sufficient evidence of need is forthcoming.

H. Shipping Sub-Commission, Mr. Robert Nicol.

1. The registration of the schooners is proceeding in a more orderly and rapid manner than was anticipated. They are very limited in number. Upwards of 200 schooners are now registered, and a considerable number of these are employed 3997 the direction of the Mediterranean Shipping Board Schooner Committee in work for the services of the Allied Nations.

2. It will now become increasingly difficult for this Schooner Committee to function unless the economic requirements of the area are presented once a month in practical form in order that the allocation of shipping may be made for its fulfilment.

3. The following is an illustration to show the necessity for producing the programme which is so earnestly desired. Since almost the total requirements of flour for the month of May are arriving from Australia in one large ship, in order to save our ocean going tonnage it is desirable that this ship should discharge at one port. Mr. Nicol together with his colleagues have enquired as to what contribution the Schooner Committee can make towards the distribution of this flour to its ultimate destination. A problem such as this can be quickly solved provided all parties perform their requisite parts.

Declassified E.O. 12356 Section 3.3/NND No. 785021

4. The operation of other Italian ships has been a matter on which this Sub-Commission has been most closely engaged in conjunction with the Commander-in-Chief and our principals in Washington and London. The ships now being employed in useful service are the results of machinery which we have created. The Italian tonnage in service is as follows:

a. Inside the Mediterranean--passenger type 10838 G.R.T., cargo vessels 73,232 D.W.T. and tankers 46398 D.W.T.

b. Outside the Mediterranean--passenger type 24470 G.R.T., and cargo vessels 10329 D.W.T.

I. Acting Vice President of Economic Section, Colonel E. S. Adams (reporting in the absence of the Hon. Mr. Henry Grady).

1. The reports of the Sub-Commissions have given an overall picture of the activities. Although we feel at times that progress is slow, it is apparent from the reports already made that very substantial progress has been made in a comparatively short time.

2. This is impressive when we look back and realize that the Generals first conference was held only a little over two months ago. That was the first time the Regions and Headquarters gathered together as one organization under one command with jurisdiction over all civil affairs activities in this Theatre. On the economic side it has made possible rapid progress in making effective its program in connection with wage levels, prices, food rationing and distribution, accounting, requisitions for imports for essential requirements, and in the control of local resources.

3. ACC is now establishing itself with the various services as an important section of the Allied Forces in Italy; an Agency that can be depended upon to handle the many problems involving civilian labor, local resources, including food, engineer and other materials; also the handling and distribution of food imports.

4. Looking ahead, there is a tremendous amount of work to be done. One job facing us right now is the food situation. The Combined Chiefs of Staff have indicated to us their expectation that, with the coming harvest, Italy must feed itself and no longer may expect the imports of food such as we have had in past months. The responsibility for effecting this policy is placed on ACC and, of course, the Italian Government must assume its proper responsibility in this connection and has already been approached on the matter. The possibility of Italy feeding itself has already been explored and the program for the collection and amassing of the grain, reduction in food and seed retentions, price of wheat, etc. will be discussed with the Regional Commissioners while they are here. The necessity for feeding the Italian people from local resources is one of such general concern that all members of ACC should be acquainted with this policy of the Combined Chiefs of Staff.

The Economic Section and Regional Commissioners have a primary responsibility but will need the cooperation of all of ACC, particularly Public Health and Public Safety Sub-Commissions. Also all publicity releases will have to closely support this policy.

Comments by Chief Commissioner: The Chief Commissioner commented that the Italian Government is not giving the cooperation it should. This may be due in certain cases to political insecurity of certain Ministers. It will presumably show improvement with the coming of a broader-based and more secure government. We must realize however the manner in which the Italian Government came into being. Marshal Badoglio with but one clerk initiated this government. They did not bring experienced personnel

Declassified E.O. 12356 Section 3.3/NND No. 763021

78,292 D.W.T. and tankers 46990 D.W.T.

b. Outside the Mediterranean--passenger type 24470 G.R.T., and cargo vessels 10323 D.W.T.

I. Acting Vice President of Economic Section, Colonel C. S. Adams (reporting in the absence of the Hon. Mr. Henry Grady).

1. The reports of the Sub-Commissions have given an overall picture of the activities. Although we feel at times that progress is slow, it is apparent from the reports already made that very substantial progress has been made in a comparatively short time.

2. This is impressive when we look back and realize that the General's first conference was held only a little over two months ago. That was the first time the Regions and Headquarters gathered together as one organization under one command with jurisdiction over all civil affairs activities in this Theatre. On the economic side it has made possible rapid progress in making effective its program in connection with wage levels, prices, food rationing and distribution, accountings, requisitions for imports for essential requirements, and in the control of local resources.

3. ACC is now establishing itself with the various services as an important section of the Allied Forces in Italy; an agency that can be depended upon to handle the many problems involving civilian labor; local resources, including food, engineer and other materials; also the handling and distribution of food imports.

4. Looking ahead, there is a tremendous amount of work to be done. One job facing us right now is the food situation. The Combined Chiefs of Staff have indicated to us their expectation that, with the coming harvest, Italy must feed itself and no longer may expect the imports of food such as we have had in past months. The responsibility for effecting this policy is placed on ACC and, of course, the Italian Government must assume its proper responsibility in this connection and has already been approached on the matter. The possibility of Italy feeding itself has already been explored and the program for the collection and amassing of the grain, reduction in food and seed retentions, price of wheat, etc. will be discussed with the Regional Commissioners while they are here. The necessity for feeding the Italian people from local resources is one of such general concern that all members of ACC should be acquainted with this policy of the Combined Chiefs of Staff.

The Economic Section and Regional Commissioners have a primary responsibility but will need the cooperation of all of ACC, particularly Public Health and Public Safety Sub-Commissions. Also all publicity releases will have to closely support this policy.

Comments by Chief Commissioner: The Chief Commissioner commented that the Italian Government is not giving the cooperation it should. This may be due in certain cases to political insecurity of certain Ministers. It will presumably show improvement with the coming of a broader-based and more secure government. We must realize however the manner in which the Italian Government came into being. Marshal Badoglio with but one clerk initiated this government. They did not bring experienced personnel from Rome. Thus we are dealing with an administrative machine which has been built up with difficulty. We must get everything possible out of them as rapidly and efficiently as possible. It is no surprise that they are not functioning as one would expect a government to function. That does not mean we should not try by all means and methods to get the 'goods' from them.

A recess was called at 1630 and the conference reopened at 1645.

Declassified E.O. 12356 Section 3.3/NND No. 785021

V. REPORTS BY ADMINISTRATIVE SECTION.

A. Interior Sub-Commission, Colonel R. C. P. Spicer.

1. There has been the misconception that Interior Sub-Commission is bracketed with Public Health, whereas it deals with the Minister of the Interior outside the sphere of Public Health, Public Welfare and Public Safety. There is almost daily contact with Minister Scelba or his staff. Multifarious matters concerning Prefects, Sindaci and other extraneous matters come up.

2. A course in local government was held between 16-22 March. Officers attended from HQ ACC and Regions I, II, III, and V. The interest shown was gratifying and the Interior staff learned much from the students. A second course is in progress.

3. Colonel Spicer with his staff officer has visited Benevento, Avellino, Campotesso, Caserta, San Vittore, and ADC N.Z. Corps Main HQ Liaison Officer. In each place the senior officer was interviewed and with his permission, whenever possible, the Prefects. It was a surprise to find that the Giunta Comunale is actually functioning in Region III and 5th Army areas, even north of the Volturno.

4. Captain R.R. Temple of the Sub-Commission has been on tour in Sardinia since 1st April.

5. Local Government on the lines approved by the Chief Commissioner is alive in Region III. The first meeting of the Giunta Provinciale Amministrative in Salerno Province was attended by officers of the first course as guests. An immense amount of business was done and the citizen members sat for the first time. It is firmly believed that these appointments and opportunities are producing and will produce a better and real feeling of responsibility in the rehabilitation of their country by the man of the people as opposed to career officials, and will play no mean part in stabilizing affairs.

6. The Royal Decree in regard to the reconstitution of Local Government is still under discussion with the Minister of the Interior. The Legal Sub-Commission has been consulted and has advised certain amendments.

B. Public Safety Sub-Commission, Colonel P. C. Kirk.

1. Conferences of Regional and Public Safety Officers have been held and uniform policies adopted.

2. Nations for Public Safety organizations have been an important item.

3. Regional Commissioners, police and Public Safety officers are all interested in the clothing and equipping of the police.

4. Contact with the Carabinieri is daily.

5. There have been growing accounts of misconduct of Allied troops.

6. Replacement pools for Carabinieri have been established at Naples & Bari.

7. A tour of inspection is being conducted from a disciplinary point of view in the Guardia di Finanza.

8. Fire control and civil defence are still static.

9. Licensing is going forward with a uniform system.

3996

[illegible] for defascistization in AMG areas has been proposed and will

Declassified E.O. 12356 Section 3.3/NND No. 765021

2. A course in local government was held between 16-22 March. Officers attended from HQ ACC and Regions I, II, III, AND V. The interest shown was gratifying and the Interior Staff learned much from the students. A second course is in progress.

3. Colonel Spicer with his staff officer has visited Benevento, Avellino, Campobasso, Chieti, San Vittore, and AMG N.Z. Corps Main HQ Liaison Officer. In each place the senior officer was interviewed and with his permission, whenever possible, the Prefects. It was a surprise to find that the Giunta Comunale is actually functioning in Region III and 5th Army areas, even north of the Volturno.

4. Captain R.R. Temple of the Sub-Commission has been on tour in Sardinia since 1st April.

5. Local Government on the lines approved by the Chief Commissioner is alive in Region III. The first meeting of the Giunta Provinciale Amministrative in Salerno Province was attended by officers of the first course as guests. An immense amount of business was done and the citizen members sat for the first time. It is firmly believed that these appointments and opportunities are producing and will produce a better and real feeling of responsibility in the rehabilitation of their country by the men of the people as opposed to career officials, and will play no mean part in stabilizing affairs.

6. The Royal Decree in regard to the reconstitution of Local Government is still under discussion with the Minister of the Interior. The Legal Sub-Commission has been consulted and has advised certain amendments.

B. Public Safety Sub-Commission, Colonel P. C. Kirk.

1. Conferences of Regional and Public Safety Officers have been held and uniform policies adopted.

2. Rations for Public Safety organizations have been an important item.

3. Regional Commissioners, police and Public Safety officers are all interested in the clothing and equipping of the police.

4. Contact with the Carabinieri is daily.

5. There have been growing accounts of misconduct of Allied troops.

6. Replacement pools for Carabinieri have been established at Naples & Bari.

7. A tour of inspection is being conducted from a disciplinary point of view in the Guardia di Finanza.

8. Fire control and civil defence are still static.

9. Licensing is going forward with a uniform system.

3996

10. A scheme for de-fascistization in AMG areas has been proposed and will be considered at the meeting tomorrow.

C. Public Health Sub-Commission, Brigadier G.S. Parkinson.

1. The Typhus Board was dispersed. A Hygiene Advisory Board has been set up. The first meeting has been held with discussions of venereal disease, malaria control and sanitation of towns and villages.

2. The Italian Government has been asked to set up a VD Department and to take more vigorous action in dealing with pimps and clandestine prostitution. More

Declassified E.O. 12356 Section 3.3/NND No. 785021

hospital beds have been provided for prostitutes. There has been a slight fall in the VD rate among troops in Region I.

9. Malaria control is headed by Colonel Russell of the Rockefeller Foundation. A malaria survey of Sardinia has been made, as well as of other known malaria areas. Meetings have been held to ensure uniformity of action and cooperation. We are trying to get the Italians to cooperate as much as possible.

4. The increased rations in hospitals have been much appreciated.

5. A veterinary survey of Sicily has been made which shows that the Italian veterinary service is getting back to peace conditions and that biologicals are being produced in quantity. Directives have been sent out on the immunization of live stock.

6. Medical supplies are coming in regularly and distribution is better. Additional storehouses have been set up in convenient places. More clothing was received and distributed. There is a shortage only of certain items rather than insufficient consignments of supplies.

7. There has been a certain amount of pilfering of Red Cross clothing. Investigations are being made. Drugs have also been stolen in hospitals.

8. Close liaison with the Italian Government has been maintained with the view of eventually setting up a Welfare Department to meet the requirements of the Italian people.

Comments by Chief Commissioner: General McFarlane inquired regarding forage for Army mules in Sardinia. It was not definitely known, but reported that forage had to be shipped from the Mainland.

The Chief Commissioner commended the work of Colonel Russell and the Rockefeller Foundation Institute on the fine results brought forth in dealing with the typhus epidemic.

F. Legal Sub-Commission, Colonel C. B. Upjohn.

1. The Allied military courts have been requested to give to Regional Commissioners the right to review all cases of imprisonment. This is a most important duty, and it is hoped the Commissioners will do part of the reviewing themselves.

2. The Chief Legal Officer in a Region is a key man who can help the C.Cs to administer justice. It is noted that a sentence in a country district may not be adequate in a place like Naples, thus good legal advice is necessary in the Regions. As a further aid a book will be distributed shortly, "Justice Without Tears" which will be void of technical language.

3. There are 26 legal officers on loan in Naples. 4000 cases were tried last month. It has been discussed with the Italian Government whereby they will take over more of the legal work in Naples, as these officers cannot be left in this city.

4. The policy of putting across what we desire through decrees has proven satisfactory. The Italian Government is to reproduce in a week to ten days some decrees which we want in occupied territories.

5. The Italian Government has done useful work in getting a pool of judges as they came through the lines. A substantial number must be kept for Rome but we

Declassified E.O. 12356 Section 3.3/NND No. 783021

5. A veterinary survey of Sicily has been made which shows that the Italian veterinary service is getting back to peace conditions and that biologicals are being produced in quantity. Directives have been sent out on the immunization of live stock.

6. Medical supplies are coming in regularly and distribution is better. Additional storehouses have been set up in convenient places. More clothing was received and distributed. There is a shortage only of certain items rather than insufficient consignments of supplies.

7. There has been a certain amount of pilfering of Red Cross clothing. Investigations are being made. Drugs have also been stolen in hospitals.

8. Close liaison with the Italian Government has been maintained with the view of eventually setting up a Welfare Department to meet the requirements of the Italian people.

Comments by Chief Commissioner: General Macfarland inquired regarding forage for Army mules in Sardinia. It was not definitely known, but reported that forage had to be shipped from the Mainland.

The Chief Commissioner commended the work of Colonel Russell and the Rockefeller Foundation Institute on the fine results brought forth in dealing with the typhus epidemic.

I. Legal Sub-Commission, Colonel G. B. Upjohn.

1. The Allied military courts have been requested to give to Regional Commissioners the right to review all cases of imprisonment. This is a most important duty, and it is hoped the Commissioners will do part of the reviewing themselves.

2. The Chief Legal Officer in a Region is a key man who can help the C.Cs to administer justice. It is noted that a sentence in a country district may not be adequate in a place like Naples, thus good legal advice is necessary in the Regions. As a further aid a book will be distributed shortly, "Justice Without Tears" which will be void of technical language.

3. There are 26 legal officers on loan in Naples. 4000 cases were tried last month. It has been discussed with the Italian Government whereby they will take over more of the legal work in Naples, as these officers cannot be left in this city.

4. The policy of putting across what we desire through decrees has proven satisfactory. The Italian Government is to reproduce in a week to ten days some decrees which we want in occupied territories.

5. The Italian Government has done useful work in getting a pool of judges as they come through the lines. A substantial number must be kept for Rome but we can help Brigadier Carr somewhat.

6. Fascist legislation has been reviewed. Many excellent laws were passed under Mussolini's regime. The bad Fascists laws are being weeded out.

7. A further directive from AFHQ is being waited as to the requisitioning of Papal property. This is a very difficult question. Previous directives were very conflicting. As soon as instructions are forthcoming they will be embodied in a directive to the field.

Declassified E.O. 12356 Section 3.3/NND No. 783021

E. Educat on Sub-Com ion. Lt Col T. V. Smith.

1. The High School youth organization has shown splendid work and has been ry active. . concert to raise funds to further their organization was held in Salerno.

2. .n investigation has begun in universities to see what kind of standards are operating underneath the routine.

3. . survey of schools was instituted in Regions III and IV trying to get a picture of what was here when we came and what is and Will be here under AMG. We are trying to be constructive in the Italian system.

F. Property Control Sub-Commission, Lt Col C. R. Harris.

1. In Region I the process of taking custody of all .llied property is nearly complete. .lso this is true in Region IV.

2. We have reached an agreement with the Italian Government as to the steps necessary to legalize the activities of the Property Control Sub-Commission under Italian law.

3. . satisfactory agreement on the financial side of properties has been reached whereby the Italian Government will advance necessary funds where the income is insufficient. They also agreed to advance funds in cases where war damage has been caused to properties.

G. Monuments and Fine .rts Sub-Commission, Major E. .. de Wald.

1. The reorganization of personnel has been somewhat of a problem but it is hoped that it will be satisfactorily solved.

2. There was supervision of activities in the field which Sub-Commissions had undertaken. In Regions I, II and III there were a number of monuments and churches needing attention as a result of war damage. Work in Region I is finished and is practically finished in Region II; the difficult problems are in Region III. These are of two kinds; (1) Repair of churches bombed. In the last German raid a very famous Renaissance church was struck and partly demolished. Due to efficient cooperation with Italian officials, repairs were completed in two weeks. (2) Buildings such as the Royal Palace which suffered damage due to looting or mishandling by troops. . commission was established to take care of such items.

3. .ction taken on the recommendations of the Collier report includes the following:

3995

a. Care of National Museum, Royal Palace, San Martino, Pompeii, etc.

b. Preparation of draft regarding the Protection of Property of Historical and Educational importance in Italy; submission of it to HQ .FHQ (.dm Sch); their issuance of it as .dministrative Instruction No. 10.

c. The preparation of lists of protected monuments as required by the .dministrative Instruction No. 3, Lazio and .bruzzi now in hands of printer. South Italy follows immediately and also Tuscany.

d. The preparation of .MG. publication on .rt in Italy.

4. Inspection trips to the most important areas were made by the Director and Deputy Director.

...ions of the .rmies move for-

Declassified E.O. 12356 Section 3.3/NND No. 785021

are trying to be constructive in the Italian system.

F. Property Control Sub-Commission, Lt Col C. B. Burris.

1. In Region I the process of taking custody of all Allied property is nearly complete. Also this is true in Region IV.

2. We have reached an agreement with the Italian Government as to the steps necessary to legalize the activities of the Property Control Sub-Commission under Italian LAW.

3. A satisfactory agreement on the financial side of properties has been reached whereby the Italian Government will advance necessary funds where the income is insufficient. They also agreed to advance funds in cases where war damage has been caused to properties.

G. Monuments and Fine Arts Sub-Commission, Major E. T. de Wald.

1. The reorganization of personnel has been somewhat of a problem but it is hoped that it will be satisfactorily solved.

2. There was supervision of activities in the field which Sub-Commissions had undertaken. In Regions I, II and III there were a number of monuments and churches needing attention as a result of war damage. Work in Region I is finished and is practically finished in Region II; the difficult problems are in Region III. These are of two kinds: (1) Repair of churches bombed. In the last German raid a very famous Renaissance church was struck and partly demolished. Due to efficient cooperation with Italian officials, repairs were completed in two weeks. (2) Buildings such as the Royal Palace which suffered damage due to looting or mishandling by troops. A commission was established to take care of such items.

3. Action taken on the recommendations of the Collier report include the following:

3995

a. Care of National Museum, Royal Palace, San Martino, Pompei, etc.

b. Preparation of draft regarding the Protection of Property of Historical and Educational importance in Italy; submission of it to MB and (Adm Hoh); their issuance of it as Administrative Instruction No. 10.

c. The preparation of lists of protected monuments as required by the Administrative Instruction No. 3, Lazio and Abruzzi now in hands of printer. South Italy follows immediately and also Tuscany.

d. The preparation of AFHQ publication on Art in Italy.

4. Inspection trips to the most important areas were made by the Director and Deputy Director.

5. In regard to the future we are ready for action as the Armies move forward.

6. This Sub-Commission came into being through the President of the United States and cultural sources in the U.S. and U.K. We are to give first aid to war damage where it happens but we are not just a sweeping up squad. It is our first duty to try to avoid there being damage to works of art..

Declassified E.O. 12356 Section 3.3/NND No. 785021

H. Vice President of Administrative Section, the Rt Hon The Viscount Stansgate.

1. Lord Stansgate stated his belief that all profit greatly by the conferences. He expressed his desire to be more fully informed about the activities of the Economic Section since they are the backbone of the whole program.

2. Comment was made on the close contact which could be had with the Italian Ministries due to their advantageous location. We do know what is happening, even though we may know not what the man in the street thinks.

3. Lord Stansgate remarked that he would like to regard the Regional Commissioners as our "eyes and ears." It is necessary to hear from them more than just in the monthly reports. We need their impressions. The Headquarters is trying to build up the morale of the Italian people. The Regional Commissioners should fully inform the Sub-Commissions of the state of affairs as they note them. Lively daily contact is needed.

4. Reference was made to the fact that some directors object to the actions of Ministers in removing prefects. This is another item which should be brought to Headquarters attention.

5. Regarding visits to the field, 43 individuals have been in the field 165 days. We should be very glad to have men from the Regions in to visit Headquarters.

6. It is hoped that we may do something in the direct war effort. We must help the Anglo-Italian relationships and get the Italians' hearts into the war effort.

VI. Closing Address by Deputy Chief Commissioner, Captain Ellery W. Stone, USNR.

Captain Stone stated his belief that it had been a very constructive meeting because many had had numerous critical things to say. This is a healthy sign. Since ACC was created to take the business of government off the shoulders of the C-in-C, if everything were running smoothly there would be no need for us.

Feeding the Italian people was the first big problem. When they are fed they can tackle the cultural and other problems. A comparison of the children to be seen during our first days in Italy with those of today will show what ACC has done of worth.

Cooperation and coordination is needed in the Sub-Commissions. The fault here has been one of the omission rather than commission. There is a need for greater personal contact between those whose problems are similar, and between ACC officers and their Italian opposites.

The work of de-Fascistization is coming along with a decree being passed for the punishing of Fascist crimes.

The Communist Party's stand for cooperation with the King and Marshal Badoglio gives us hope for a broader-based government.

- -

The Conference adjourned at 1830 hours.

ROBERT E. DOE
Major, A.G.D.
Secretary General

DISTRIBUTION:
1 - CC
1 - DCC
1 - SC
1 - DSC

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. Lord Stansgate remarked that he would like to regard the Regional Commissioners as our "eyes and ears." It is necessary to hear from them more than just in the monthly reports. We need their impressions. The Headquarters is trying to build up the morale of the Italian people. The Regional Commissioners should fully inform the Sub-Commissions of the state of affairs as they note them. Lively daily contact is needed.

4. Reference was made to the fact that some directors object to the actions of Ministers in removing prefects. This is another item which should be brought to Headquarters' attention.

5. Regarding visits to the field, 43 individuals have been in the field 165 days. We should be very glad to have men from the Regions in to visit Headquarters.

6. It is hoped that we may do something in the direct war effort. We must help the Anglo-Italian relationships and get the Italians' hearts into the war effort.

VI. Closing Address by Deputy Chief Commissioner, Captain Ellery W. Stone, USNR.

Captain Stone stated his belief that it had been a very constructive meeting because many had had numerous critical things to say. This is a healthy sign. Since AOC was created to take the business of government off the shoulders of the C-in-C, if everything were running smoothly there would be no need for us.

Feeding the Italian people was the first big problem. When they are fed they can tackle the cultural and other problems. A comparison of the children to be seen during our first days in Italy with those of today will show what AOC has done of worth.

Cooperation and coordination is needed in the Sub-Commissions. The fault here has been one of the omission rather than commission. There is a need for greater personal contact between those whose problems are similar, and between AOC officers and their Italian opposites.

The work of de-Fascistization is coming along with a decree being passed for the punishing of Fascist crimes.

The Communist Party's stand for cooperation with the King and Marshal Badoglio gives us hope for a broader-based government.

- -

The Conference adjourned at 1800 hours.

ROBERT E. DOS
Major, A.G.D.
Secretary General

DISTRIBUTION:
1 - CC
1 - DCC
1 - SC
1 - DSC
1 - en VP
1 - ea Sub-Com. Rend
1 - ea Reg. Com.
2 - PRB
1 - 8 Army AMG
1 - 5 Army AMG
4 - MGS, AFHQ

Declassified E.O. 12356 Section 3.3/NND No. 785021

0613

Declassified E.O. 12356 Section 3.3/NND No. 785021

Ent (4

1126

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

4/7.1/AS 7 May 1944

SUBJECT: Regional Commissioner's Conference.

TO : All Admin Sub-Coms.

Reference paras 3 & 5 of 107/2/CA of 5 May. P.43

1 Please submit to reach Admin Sec on dates named:

a Precis of your intended remarks by 28 May.
b Items for agenda. 11 May.

3994

R. R. CRIPPS,
Lt. Colonel
C&O.

Declassified E.O. 12356 Section 3.3/NND No. 785021

1123

Interior 4153

43

REGIOA 2148
ALLIED CONTROL COMMISSION
R.C. & M.G. SECTION
APO 394

Ref/107/2/CA

5 May 1944

SUBJECT: Regional Commissioners Conference. (calendar time 20)

TO : Distribution below.

1. The next conference will be held in Naples on Tuesday, Wednesday and Thursday May 30, 31 and June 1, 1944.

2. The Chief Commissioner will preside on Tuesday May 30. The meeting will commence at 0930 hours.

The agenda will be:

a) Reports by Regional Commissioners and SCAO's Armies AMG.

b) Address by Chief Commissioner.

c) Reports by Heads of Sub-Commissions (to be so prepared that they can be delivered in a maximum of 5 minutes) and Vice Presidents of Sections.

3. a) Vice Presidents are asked to furnish to the Secretary General precis of the proposed remarks of the Directors of Sub-Commissions in their sections by 1200 hours on Monday May 29, 1944.

b) Regional Commissioners and S.C.A.O's AMG, Armies will submit their precis to the Director, Civil Affairs Branch (R.C. & M.G. Section) by 1200 hours on Sunday May 28, 1944.

4. The Executive Commissioner will preside on Wednesday May 31. The meeting will commence at 0930 hours. Vice presidents and Directors of Sub-Commissions may be invited to attend the discussion of agenda items affecting their departments at times to be notified before the meeting.

5. Regional Commissioners and heads of Sub-Commissions are invited to submit suggestions for inclusion in the agenda of the Wednesday meeting. The suggestions should be accompanied by a brief statement on the points to be discussed, which will be circulated to all concerned before the meeting. Suggestions should reach R.C. & M.G. Section Civil Affairs Branch, not later than 13 May 1944 3993

6. Regional Commissioners and SCAO's AMG Armies are invited to bring one of their Provincial Commissioners with them. Officers attending from outlying stations should assemble in Naples at least one day prior to the opening of the conference. R.C. & M.G. Section should be notified of expected time of arrival in order that accommodation and transport may be arranged where necessary.

Declassified E.O. 12356 Section 3.3/NND No. 785021

7. a) The Secretary General will act as Secretary on May 30, 1944.

b) A staff officer of the C.A. Branch, R.C. & M.C. Section will act as secretary 31 May and June 1, 1944.

NORMAN E. FISKE
Colonel
Deputy Executive
Commissioner

DISTRIBUTION:

List C & Group 2.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Ltr (42)

KEAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

ACC/18/B/INT. 5 May 44.

SUBJECT : Minutes - Regional Commissioners Conference.

TO : Political Section (Attn: Mr CACCIA).

1 As requested by you in our conversation of 3 May, the following is the information for which you asked.

2 The Interior Sub Commission was originally allotted two functions, Local Government and the Church.

3 At a fairly recent interview between the Director and Mr Reber, the latter informed the Director that Church matters (which I understood to include matters such as that referred to in para 9b page 12 of the Minutes of the RC's meeting of 15 Apl) would be referred to Monsignor Carol, Vatican Liaison Officer in Naples who would deal either direct or through the Political Section with the Italian Government.

4 On this understanding I have agreed to the low ceiling of seven officers for the Interior Sub Commission Staff, which does not include an officer thoroughly conversant with Church matters.

STANGATE,
VP Adm Sec.

Copy to : Executive Commissioner (My ACC/19/INT dated 30 Apl refers) - 973992
: Political Section (Mr Reber) - 976

97

0617

Declassified E.O. 12356 Section 3.3/NND No. 785021

8 Encl (42)

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

ACC/18/B/INT. 5 May 44.

SUBJECT : Minutes - Regional Commissioners Conference.

TO : Political Section (Attn: Mr CACCIA).

1 As requested by you in our conversation of 3 May, the following is the information for which you asked.

2 The Interior Sub Commission was originally allotted two functions, Local Government and the Church.

3 At a fairly recent interview between the Director and Mr Reber, the latter informed the Director that Church matters (which I understood to include matters such as that referred to in para 9b page 12 of the Minutes of the RC's meeting of 15 Apl) would be referred to Monsignor Carol, Vatican Liaison Officer in Naples who would deal either direct or through the Political Section with the Italian Government.

4 On this understanding I have agreed to the low ceiling of seven officers for the Interior Sub Commission Staff, which does not include an officer thoroughly conversant with Church matters.

STANGATE,
VP Adm Sec.

Copy to : Executive Commissioner (My ACC/19/INT dated 30 Apl refers) - 93992
: Political Section (Mr Reber) - 976

974

Declassified E.O. 12356 Section 3.3/NND No. 785021

1090

HEADQUARTERS
ALLIED COMMISSION
R.C. & M.G. Section
APO 394

Ref/107/64/Ci.. 2. May 1944.

SUBJECT: Minutes of R.C's Conference, 15 - 16 April 1944.

TO : Distribution below.

Amendment.

Executive Commissioner's Opening Remarks.

In second para. line 3 should read :

"monthly reports should report facts and NOT ventilate complaints or ....."

Please amend all copies. Amended. 6/5/44 JBW

NORMAN E. FISKE
Colonel,
Deputy Executive
Commissioner.

DISTRIBUTION:
1 - CC
1 - DCC
1 - SG
1 - DCG
1 - ea. VP
1 - ea Sub-Com Head
1 - ea Reg.Com.
3 - PRB
1 - C Army AMG
2 - 5 Army AMG
5 - MGS AFHQ
1 - Maj-General Sir Brian Robertson, HQ. A.A.I.
1 - Brig.General Lemnitzer, HQ. A.A.I.
7 - Lt.Col.Regis, Allied Advisory Council.
2 - AMG 5th Army (CAS)

3991

0619

Declassified E.O. 12356 Section 3.3/NND No. 785021

40A

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

ACC/19/INT.

30 Apl 44.

SUBJECT : Minutes - Regional Commissioners Conference.

TO : Executive Commissioner.

1 Reference Minutes of Regional Commissioners' Meeting 15 Apl. p.12 para 9b.

2 Will you please note that this Section has been informed that all negotiations with or about the Church will be conducted by the Political Section and not by the Interior Sub Commission. Under the circumstances it is suggested that the Political Section should be asked to take up the matter in question.

3 The Interior Sub Comsn is taking no action.

STANSGATE
~~H.R. GRIFFIS~~,
~~Lt-Colonel~~,
~~for~~ VP Adm Sec.

3990

0620

Declassified E.O. 12356 Section 3.3/NND No. 785021

1005

RECEIVED ADJ
26 APR P.M.
R.A.F. H.Q.

Internal 856
19/39

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. Section
APO 394

25 April 1944.

Ref/107/C1.

SUBJECT: Action on Minutes - R.Cs. Conference.

TO : Distribution below.

P 38

1. (a) It will be noted that the left margin of the minutes of the Conference held April 15 & 16, 1944, has been headed ACTION and a note made of the officers or Branch of whom action is expected.

(b) As regards the Admin and Economic Sections, it would be appreciated if V.Ps. would examine the relevant paragraphs and take such action as in their opinion they consider necessary.

2. The annotation "All concerned" may refer to some or all of the following :

(a) Regional Commissioners.
(b) SCAO's 5 and 8 Army AMG.
(c) Heads of Sections.
(d) Heads of Sub-Commissions.
(e) Heads of Branches.
(f) Transport Officers.
(g) Dispatch Officers.
(h) Headquarter Commandants.
(i) Provincial Commissioners.
(j) Personal Assistants.

P 71

3. You are requested to examine the minutes carefully and to ensure that where action is required it is taken promptly.

M S Lush

M. S. LUSH,
Brigadier,
Executive Commissioner.

DISTRIBUTION:

2 - En. V.P.
1 - En. Sub-Commission Hqrd.
1 - En. Regional Commissioner.
1 - P.R.O.
1 - 8 Army AMG.
1 - 5 Army AMG.
3 - Estab. Branch.
5 - C.A.Branch.
1 - Secy Gen.
1 - En. P.A.

3989

998

3455
19/38

MINUTES OF

Regional Commissioners Conference

Saturday, 15 Apr 44 - Sunday, 16 Apr 44.

PRESIDING : Brigadier M. S. Lush.

ACTION

Executive Commissioner's opening remarks.

Executive Commissioner spoke generally on work in the Regions and the Chief Commissioner's satisfaction with the manner in which Regional Officers were working.

He said the monthly reports should be amplified by special reports and information on current events and repeated his ruling that monthly reports should report facts and ventilate complaints or suggestions.

The Administrative Section were not getting enough information from Regions. It was therefore desirable for Regional Commissioners to correspond direct with Vice President Administrative Section, especially on Local Government matters, and direct with Sub-Commissions of the Section, sending copies to Regional Control and Military Government Section.

Regional Commissioners gave their views on their suggested channels of communication. The general consensus of opinion was for one channel of correspondence through the Regional Control and Military Government Section.

All concerned — It was agreed that existing arrangements should stand, but copies of correspondence should be sent to Head of Section concerned. This would also apply in the opposite direction, Heads of Sections sending out requests and information to Regions with copies to Regional Control and Military Government Section. Orders and Directives would issue as heretofore from Regional Control and Military Government Section.

Executive Commissioner said that it was appreciated by the Chief Commissioner and generally at Headquarters that Regional Commissioners had to cover an extremely wide field, but the closest touch had to be maintained with Regional Specialist Officers.

All concerned — Difficulties in replying to correspondence speedily were appreciated, but every effort would be made to speed up. Interim replies should be sent when delay was inevitable. Headquarters would do the same.

Item No.1 - Regional Control Matters.

(a) Security Control - Movement of Civilians.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Saturday, 15 Apr 44 - Sunday, 16 Apr 44.

PRESIDING : Brigadier M. S. Lush.

ACTION

Executive Commissioner's opening remarks.

Executive Commissioner spoke generally on work in the Regions and the Chief Commissioner's satisfaction with the manner in which Regional Officers were working.

He said the monthly reports should be amplified by special reports and information on current events and repeated his ruling that monthly reports should report facts and NOT ventilate complaints or suggestions.

The Administrative Section were not getting enough information from Regions. It was therefore desirable for Regional Commissioners to correspond direct with Vice President Administrative Section, especially on Local Government matters, and direct with Sub-Commissions of the Section, sending copies to Regional Control and Military Government Section.

Regional Commissioners gave their views on their suggested channels of communication. The general consensus of opinion was for one channel of correspondence through the Regional Control and Military Government Section.

All concerned — It was agreed that existing arrangements should stand, but copies of correspondence should be sent to Head of Section concerned. This would also apply in the opposite direction, Heads of Sections sending out requests and information to Regions with copies to Regional Control and Military Government Section. Orders and Directives would issue as heretofore from Regional Control and Military Government Section.

Executive Commissioner said that it was appreciated by the Chief Commissioner and generally at Headquarters that Regional Commissioners had to cover an extremely wide field, but the closest touch had to be maintained with Regional Specialist Officers.

All concerned — Difficulties in replying to correspondence speedily were appreciated, but every effort would be made to speed up. Interim replies should be sent when delay was inevitable. Headquarters would do the same.

3983

Item No.1 - Regional Control Matters.

(a) Security Control - Movement of Civilians.

Chairman explained that Allied Armies in Italy objected to free movement in Regions III, IV, and V, and that restriction had to be re-imposed on these areas.

It was agreed that the pass system was unsatisfactory owing to lack of personnel for checking purposes but that fixing of boundaries on natural barriers would assist.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

Admin. Section — It was agreed that Col. Kirk should see Brig. Airey and Col. Gibson, explain Regional Commissioner's views and produce a scheme conforming to pass-system principle. Italian police must be persuaded to co-operate. Identity card issue would be extended and passes issued only to holders of authentic and valid identity cards.

(b) Monthly Reports.

The suggestion to introduce quarterly reports was not favoured as it was thought the period covered was too long.

All concerned — Agreed that monthly reports be abridged to a summary of events, covering all divisions. Full divisional reports to be sent to Sub-Commissions.

R.C. & M.G.Sec. — A directive would be issued showing the form the report is to take, and the number of copies required.

(c) Marriages with Italians.

R.Cs. SCAOs. Armies. R.C. & M.G.Sec. — The steps to be taken prior to sanction being granted for British soldiers to marry Italians were outlined, and it was stated that the yardstick must be the avoidance of scandal and injury to a soldier's military value. Inside Allied Control Commission organisation all requests must be submitted to Chief Commissioner through Establishments Branch.

(d) Medical Supplies.

Col. Griffin said that there was some misunderstanding regarding fixing of prices. Some were adding 15% + 35%, others adding 15% and then adding 35% of the total so obtained, thus effecting an overall increase of 52.8%. This was in process of being regulated.

There was a quantity of German and Italian supplies at low prices finding its way into the Black Market. 1935 price should be increased to release these goods.

R.C. & M.G.Sec. — Chairman said that a copy of Region III draft order on this subject would be sent to Regional Commissioners.

(e) Liaison Officers.

Estab. Branch — No liaison officers would be appointed except with agreement of this Headquarters. Indiscriminate use of the term "liaison" should be avoided. An order would be published shortly on this point.

Item No.2 - Establishment Matters.

(a) Staffs of Regions in relation to Allied Control Commission Ceiling.

Chairman stated that there was little chance of increasing the ceiling of 1222 officers. The proportion of specialist officers to administrators will inevitably increase as Allied Control Commission territory enlarged. 30% officers was the bedrock for Provincial

Declassified E.O. 12356 Section 3.3/NND No. 785021

to co-operate. Identity card issue would be extended and passes issued only to holders of authentic and valid identity cards.

(b) Monthly Reports.

The suggestion to introduce quarterly reports was not favoured as it was thought the period covered was too long.

All concerned — Agreed that monthly reports be abridged to a summary of events, covering all divisions. Full divisional reports to be sent to Sub-Commissions.

R.C. & M.G.Sec. — A directive would be issued showing the form the report is to take, and the number of copies required.

(c) Marriages with Italians.

R.Cs. SCAOs. Armies. R.C. & M.G.Sec. — The steps to be taken prior to sanction being granted for British soldiers to marry Italians were outlined, and it was stated that the yardstick must be the avoidance of scandal and injury to a soldier's military value. Inside Allied Control Commission organisation all requests must be submitted to Chief Commissioner through Establishments Branch.

(d) Medical Supplies.

Col. Griffin said that there was some misunderstanding regarding fixing of prices. Some were adding 15% + 35%, others adding 15% and then adding 35% of the total so obtained, thus effecting an overall increase of 52.6%. This was in process of being regulated.

There was a quantity of German and Italian supplies at low prices finding its way into the Black Market. 1935 price should be increased to release these goods.

R.C. & M.G.Sec. — Chairman said that a copy of Region III draft order on this subject would be sent to Regional Commissioners.

(e) Liaison Officers.

Estab. Branch — No liaison officers would be appointed except with agreement of this Headquarters. Indiscriminate use of the term "liaison" should be avoided. An order would be published shortly on this point.

Item No.2 - Establishment Matters.

(a) Staffs of Regions in relation to Allied Control Commission Ceiling.

Chairman stated that there was little chance of increasing the ceiling of 1222 officers. The proportion of specialist officers to administrators will inevitably increase as Allied Control Commission territory enlarged. 304 officers was the bedrock for Provincial Officers of all Regions. Regional Headquarters (Administrative) Staffs must therefore be reduced.

The titles accorded Regional Staffs was too many. Regional Commissioner, Executive Officer, General Staff Officer, and Headquarters Commandant should be sufficient to cover them all.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

(b) Promotion of Officers.

Chairman said that lists were being examined on 16 April. A lag between publication of U.S. and British promotions was possible due to divergence in procedure.

(c) Reports on Officers.

The Executive Commissioner explained that Regional Commissioners need not hesitate to render reports on officers of another nationality, and that he was sure that this system was acceptable to all American and British officers who might be the subject of such reports. Official reports must be signed by the officer of the same nationality, and endorsed by the Reporting officer who could also express his views in a covering letter.

If help was required on establishment matters assistance would be given, and if necessary an officer sent out.

All concerned. Agreed reports on officers would be submitted half-yearly and on transfer.

(d) Promotion EM/ORs.

Enlisted men were 45 over-strength. Only promotion to rank of Pfc possible.

Clerks were below strength and general duty men overstrength. Promotion was only possible therefore in the former category. General duty men were invited for training at Headquarters as Clerks and if satisfactory for transfer to the R.A.S.C.

It was stated that drivers had no chances of promotion and a higher proportion of N.C.Os. was recommended. This was to be represented in the appropriate quarter.

(e) Use of Italian Military Personnel.

Dilution to the maximum with Italian personnel was essential to make EM/ORs available for other duties. Security must be the only limitation.

It was stated that 10 officers and 263 Other Ranks would shortly be available. It was hoped that they could be distributed in self-contained platoons of 1 officer and 25 - 30 Other Ranks. There were no drivers.

Estab. Branch. Regions I, III, IV, V and VII requested platoons. 3987

(f) Maintenance M.T.

The vital importance of first echelon maintenance was emphasised. Regional Commissioners must search among personnel for those with any

Declassified E.O. 12356 Section 3.3/NND No. 785021

A lag between publication of U.S. [illegible] due to divergence in procedure.

(c) Reports on Officers.

The Executive Commissioner explained that Regional Commissioners need not hesitate to render reports on officers of another nationality, and that he was sure that this system was acceptable to all American and British officers who might be the subject of such reports. Official reports must be signed by the officer of the same nationality, and endorsed by the Reporting officer who could also express his views in a covering letter.

If help was required on establishment matters assistance would be given, and if necessary an officer sent out.

All concerned. Agreed reports on officers would be submitted half-yearly and on transfer.

(d) Promotion EM/ORs.

Enlisted men were 45 over-strength. Only promotion to rank of Pfc possible.

Clerks were below strength and general duty men overstrength. Promotion was only possible therefore in the former category. General duty men were invited for training at Headquarters as Clerks and if satisfactory for transfer to the R.A.S.C.

It was stated that drivers had no chances of promotion and a higher proportion of N.C.Os. was recommended. This was to be represented in the appropriate quarter.

(e) Use of Italian Military Personnel.

Dilution to the maximum with Italian personnel was essential to make EM/ORs available for other duties. Security must be the only limitation.

It was stated that 10 officers and 263 Other Ranks would shortly be available. It was hoped that they could be distributed in self-contained platoons of 1 officer and 25 - 30 Other Ranks. There were no drivers.

Estab. Branch. Regions I, III, IV, V and VII requested platoons. 3987

(f) Maintenance M.T.

The vital importance of first echelon maintenance was emphasised. Regional Commissioners must search among personnel for those with any technical knowledge. Assistance should be sought from any local M.T. units.

(g) Registration of Requisitioned Vehicles.

Estab. Branch All requisitioned vehicles must be officially registered and instructions would shortly be issued.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

Executive Commissioner directed that only those vehicles essential for official work be used and that Regional Commissioners should scrutinise the vehicles held. A number of vehicles would be required by the Italian Government.

(h) Essential Civilian Vehicles.

An Italian Government decree and an AMG directive were shortly being published.

(i) Friends Ambulance Unit - Status of Personnel.

All concerned

All assistance was requested for the Friends Ambulance personnel and it was suggested that they be treated on the officer level, at Regional Commissioners' discretion.

Item No.3 - Harvesting, Amassing and Distribution of Wheat Crop 1944.

(a) Colonel Adams (A/Vice President, Economic Section) stated that Italy was expected to feed itself on a basic flour ration of 200 gms. The first crop estimate has already been made. Sicily's and Sardinia's crops would feed those countries respectively. On the mainland substantial quantities of wheat from surplus producing areas would need to be moved to other areas on the mainland.

(b) Major Hartmann (Chief, Agriculture Sub-Commission) outlined the plan as follows :

Channel of communication will be :

From Minister to Compartimento,
Compartimento to Province,
Province to Commune.

Each Commune to have two executive bodies :

(1) 1 - 4 Italian officers for :

declarations,
assessment,
verification,
summarising,
forwarding of summaries,
inspection of amassing.

(2) A local committee consisting of :

Sindaco
Priest, Questore or similar local official.
Farmer, member of Farmers' Union or Association.
Farmer nominated by Inspector.

(c) The Committee's duty would be to screen statistics of wheat production, retention and amassing, and to instigate prosecutions.

Declassified E.O. 12356 Section 3.3/NND No. 785021

(h) Essential Civilian Vehicles.

An Italian Government decree and an AMG directive were shortly being published.

(i) Friends Ambulance Unit - Status of Personnel.

All concerned

All assistance was requested for the Friends Ambulance personnel and it was suggested that they be treated on the officer level, at Regional Commissioners' discretion.

Item No.3 - Harvesting, Amassing and Distribution of Wheat Crop 1944.

(a) Colonel Adams (A/Vice President, Economic Section) stated that Italy was expected to feed itself on a basic flour ration of 200 gms. The first crop estimate has already been made. Sicily's and Sardinia's crops would feed those countries respectively. On the mainland substantial quantities of wheat from surplus producing areas would need to be moved to other areas on the mainland.

(b) Major Hartmann (Chief, Agriculture Sub-Commission) outlined the planning as follows :

Channel of communication will be :

From Minister to Compartimento,
Compartimento to Province,
Province to Commune.

Each Commune to have two executive bodies :

(1) 1 - 4 Italian officers for :

declarations,
assessment,
verification,
summarising,
forwarding of summaries,
inspection of amassing.

(2) A local committee consisting of :

Sindaco
Priest, Questore or similar local official.
Farmer, member of Farmers' Union or Association.
Farmer nominated by Inspector.

(c) The Committee's duty would be to screen statistics of wheat production, retention and amassing, and to instigate prosecutions.

(d) Among other views expressed Region II asked which Court would try offenders. The lower court would be unsatisfactory, and the higher would be inundated.

(e) Lt.Col. Cousens suggested a vigorous publicity campaign to stress that feeding the population is an Italian responsibility. Non-co-operation would mean hunger. Lower courts should have increased powers.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

(f) It was stated that PWB was anxious to help and its help should be enlisted.

(g) Lt.Col.Mayne stated that from his experience in the Middle East, amassing was similar to tax collection. An organisation was essential. Authority should be conferred on the officials with the warning that dismissal would be the penalty for failure in their tasks.

(h) Brig. Parkinson (Director, Public Health Sub-Commission) appealed for a correction of the impression reaching London or Washington that we were satisfied with conditions of the Italian people.

(i) Col. Adams said that the amassing of the wheat, either in bulk or sacks, is a Regional responsibility. This principle also applies to the problem of warehousing where many warehouses have been destroyed.

R.Cs. SCAOs Armies. (j) Col. Legg (Director, Food Sub-Commission) stated that sacks were going into Regions at the rate of 80,000 per month and issues of sacked food should be on a sack for sack basis. Estimates of sack and sack repair material requirements should be made now, particularly in Region V.

(k) Major Hartmann stated that it was hoped to amass 43% of the crop estimate, and that transportation would be necessary to make inspectors and committees mobile.

(l) Varying opinions were given on which crops should be amassed.

(m) Col. Adams then announced as part of the plan that a reduction of the seed retention allowance to 1½ quintals per hectare would be made. The food retention allowance would be permitted only to farmers, their families and full-time agricultural workers. "Gleaners" would not receive the retention allowance.

(n) On the question of price to be paid to farmers the policy was to announce this on or before May 15th. The average of Regional Commissioners' suggestions for price was given and ranged from 900 to 1500 lire per quintal, average 1150 lire as compared with the landed cost of imported wheat 1135 lire.

(o) Col. Adams further stated that :

Econ. Section.

(i) A food ration increase was unlikely.

(ii) The recommendation of all regional commissioners was that only wheat, barley and olive oil should be compulsorily amassed.

(iii) Price for wheat would be announced on or before May 15th, and suggestions for one price for all Italy would be considered.

Item No.4 - Refugees, Disposal and Feeding.

3986

Declassified E.O. 12356 Section 3.3/NND No. 763021

enlisted.

(g) Lt.Col.Mayne stated that from his experience in the Middle East, amassing was similar to tax collection. An organisation was essential. Authority should be conferred on the officials with the warning that dismissal would be the penalty for failure in their tasks.

(h) Brig. Parkinson (Director, Public Health Sub-Commission) appealed for a correction of the impression reaching London or Washington that we were satisfied with conditions of the Italian people.

(i) Col. Adams said that the amassing of the wheat, either in bulk or sacks, is a Regional responsibility. This principle also applies to the problem of warehousing where many warehouses have been destroyed.

R.Cs. SCAOs Armies. (j) Col. Legg (Director, Food Sub-Commission) stated that sacks were going into Regions at the rate of 80,000 per month and issues of sacked food should be on a sack for sack basis. Estimates of sack and sack repair material requirements should be made now, particularly in Region V.

(k) Major Hartmann stated that it was hoped to amass 43% of the crop estimate, and that transportation would be necessary to make inspectors and committees mobile.

(l) Varying opinions were given on which crops should be amassed.

(m) Col. Adams then announced as part of the plan that a reduction of the seed retention allowance to 1½ quintals per hectare would be made. The food retention allowance would be permitted only to farmers, their families and full-time agricultural workers. "Gleaners" would not receive the retention allowance.

(n) On the question of price to be paid to farmers the policy was to announce this on or before May 15th. The average of Regional Commissioners' suggestions for price was given and ranged from 900 to 1500 lire per quintal, average 1150 lire as compared with the landed cost of imported wheat 1135 lire.

(o) Col. Adams further stated that :

Econ. Section.

(i) A food ration increase was unlikely.

(ii) The recommendation of all regional commissioners was that only wheat, barley and olive oil should be compulsorily amassed.

3956

(iii) Price for wheat would be announced on or before May 15th, and suggestions for one price for all Italy would be considered.

Item No.4 - Refugees, Disposal and Feeding.

(a) Lt.Col.Hulls, Refugee Branch, stated that refugees could not be sent overseas and must be accommodated within Italy, Sicily and Sardinia. He suggested that it be done by house to house billeting as done in England.

(b) Among many objections were transportation, the different scales of rations and the hunger of refugees.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

(c) It was suggested that communal feeding be instituted, giving one hot meal per day.

(d) This was an important problem and he emphasised the point that the Italian Government must take a bigger interest in refugees.

(e) Col. Poletti (Region III) desired an officer under his command who would deal with the refugee problem and keep him informed. He explained his difficulties in placing refugees and stated he was placing a few in Avellino and South Naples, none in Benevento and filling up Salerno.

(f) Region II had received from No.2 District a list of designated communes for the reception of refugees.

Agric.& Labour Sub-Coms. (g) Col. Fiske gave his experiences and said that in his opinion refugees were not fitting into the life of the country; proper distribution or re-distribution was necessary, and that Allied Control Commission should get the needs brought home to the Italian Government. It might be advantageous for Agriculture and Labour Sub-Commissions to study the problem.

Refugee Branch. (h) Lt.Col.Cousens suggested that the problem should be dealt with at a high level and that the Church should be asked to take an interest in it. He suggested that one Italian military officer might be allocated to each commune to deal with the refugee problem.

Item No.6 - Malaria Control.

Executive Commissioner reminded Regional Commissioners that Malaria Control was an Administrative and not merely a Medical duty to which they must give fullest attention.

(a) Brig. Parkinson introduced Col. Russell, malariologist from the Rockefeller foundation.

(b) Col. Russell stated that good work had been done by local committees during the period 1930 - 1940 and that the committees, set up by the Italian Government must be restored to their old jobs.

The dangers were the transmission of the disease from civilians to troops and epidemics, for which all the conditions were favourable.

He suggested close co-operation and co-ordination of military and civil efforts.

(c) Funds to meet labour costs were available for dealing with the problem.

(d) Oil (Diesel No.2) in drums on indent could also be obtained. Transport was a difficulty and escorts would be required to prevent theft of the oil. A method of rendering the oil unfit for other use would be sought.

(e) He suggested that their efforts should start from Line of Communications and military centres and work outwards thus ensuring the maximum

Declassified E.O. 12356 Section 3.3/NND No. 785021

Italian Government must take a bigger interest in refugees.

(e) Col. Poletti (Region III) desired an officer under his command who would deal with the refugee problem and keep him informed. He explained his difficulties in placing refugees and stated he was placing a few in Avellino and South Naples, none in Benevento and filling up Salerno.

(f) Region II had received from No.2 District a list of designated communes for the reception of refugees.

Agric.& Labour Sub-Coms.

(g) Col. Fiske gave his experiences and said that in his opinion refugees were not fitting into the life of the country; proper distribution or re-distribution was necessary, and that Allied Control Commission should get the needs brought home to the Italian Government. It might be advantageous for Agriculture and Labour Sub-Commissions to study the problem.

Refugee Branch.

(h) Lt.Col.Cousens suggested that the problem should be dealt with at a high level and that the Church should be asked to take an interest in it. He suggested that one Italian military officer might be allocated to each commune to deal with the refugee problem.

Item No.6 - Malaria Control.

Executive Commissioner reminded Regional Commissioners that Malaria Control was an Administrative and not merely a Medical duty to which they must give fullest attention.

(a) Brig. Parkinson introduced Col. Russell, malariologist from the Rockefeller foundation.

(b) Col. Russell stated that good work had been done by local committees during the period 1930 - 1940 and that the committees, set up by the Italian Government must be restored to their old jobs.

The dangers were the transmission of the disease from civilians to troops and epidemics, for which all the conditions were favourable.

He suggested close co-operation and co-ordination of military and civil efforts.

(c) Funds to meet labour costs were available for dealing with the problem.

(d) Oil (Diesel No.2) in drums on indent could also be obtained. Transport was a difficulty and escorts would be required to prevent theft of the oil. A method of rendering the oil unfit for other use would be sought.

(e) He suggested that their efforts should start from Line of Communications and military centres and work outwards thus ensuring the maximum assistance to the war effort.

(f) Control Service.

The services of a Medical Officer, Entomologist and Engineer were available on demand.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

(g) Paris Green was in short supply and would only be used for the benefit of the Armed Forces. The oil would be used for civilian purposes. Sprayers were in short supply but more were expected shortly.

(h) Col. Russell explained that the peak breeding period was June, falling sharply after September. Malarial cases begin about July with the peak at the end of August.

The treatment was :

(i) Atebrin, which was in plentiful supply.
(ii) Prophylactics to be applied to civil workers on civil projects.

P.H. Sub-Com. There was not enough atebrin for suppressive use by civilians and the Eighth Army should be informed that Allied Control Commission will not be able to supply.

Item No.5 - De-fascistization in Regions.

(a) Col. Upjohn explained that a uniform procedure was essential and that efforts so far have been unsatisfactory. He suggested that the initial step be taken by a questionnaire and it would depend on the answers whether a Fascist was dismissed.

(b) Executive Memorandum No.45 had outlined one plan, using the "scheda personale", but indiscriminate and wholesale use of this might result in administrative chaos.

(c) The Royal Decree of 28th December had been ineffective due to lack of Italian Government interest.

(d) He explained that draft plan submitted by Col. Poletti was the effort of a local Italian Committee.

(e) Lt.Col.Wilmer explained the order drafted by Region III and said that automatic dismissal would create chaos. He suggested a Commission composed of Italians to deal with the purging of Fascists in occupied territory. The question of appeal from the decisions of the Commissions was raised but it was felt that if allowed it would result in a mass of appeals. A General Order ought to be issued based on the proposed Regional Order and ought not to wait for a change in the Italian Government. The Order should exclude the Army areas where extraneous people and Commissions were not suitable. The idea was that the Commissions should instigate the removal of Fascists. Allied Control Commission would not punish but would only be concerned in dismissal from posts or appointments.

Legal Sub-Com. It was agreed that the Order prepared by Region III be the basis of the new Order and that the order should not be made to apply to elements of the Italian Army, e.g. Carabinieri and Guardia di Finanza.

Col. Upjohn said that a clause would be inserted retaining power for the Regional Commissioner to veto the decision of the Commissions either permanently or temporarily.

Declassified E.O. 12356 Section 3.3/NND No. 765021

(h) Col. Russell explained that the peak breeding period was June, falling sharply after September. Malarial cases begin about July with the peak at the end of August.

The treatment was :

(i) Atebrin, which was in plentiful supply.
(ii) Prophylactics to be applied to civil workers on civil projects.

P.H. Sub-Com. There was not enough atebrin for suppressive use by civilians and the Eighth Army should be informed that Allied Control Commission will not be able to supply.

Item No.5 - De-fascistization in Regions.

(a) Col. Upjohn explained that a uniform procedure was essential and that efforts so far have been unsatisfactory. He suggested that the initial step be taken by a questionnaire and it would depend on the answers whether a Fascist was dismissed.

(b) Executive Memorandum No.45 had outlined one plan, using the "scheda personale", but indiscriminate and wholesale use of this might result in administrative chaos.

(c) The Royal Decree of 28th December had been ineffective due to lack of Italian Government interest.

(d) He explained that draft plan submitted by Col. Poletti was the effort of a local Italian Committee.

(e) Lt.Col.Wilmer explained the order drafted by Region III and said that automatic dismissal would create chaos. He suggested a Commission composed of Italians to deal with the purging of Fascists in occupied territory. The question of appeal from the decisions of the Commissions was raised but it was felt that if allowed it would result in a mass of appeals. A General Order ought to be issued based on the proposed Regional Order and ought not to wait for a change in the Italian Government. The Order should exclude the Army areas where extraneous people and Commissions were not suitable. The idea was that the Commissions should instigate the removal of Fascists. Allied Control Commission would not punish but would only be concerned in dismissal from posts or appointments.

Legal Sub-Com. It was agreed that the Order prepared by Region III be the basis of the new Order and that the order should not be made to apply to elements of the Italian Army, e.g. Carabinieri and Guardia di Finanza.

Col. Upjohn said that a clause would be inserted retaining power for the Regional Commissioner to veto the decision of the Commissions either permanently or temporarily.

Item No.7 - Road Haulage.

Col.Adams said that negotiations for sale of 1000 Allied vehicles to the Italian Government and their eventual disposal to the transport organisations were proceeding. In the meantime, 450 vehicles were working in the Regions. SITA (an Italian Company) would operate in Region II; an agency group in Region III and Region V had their own organisation. The 80 vehicles provided by PBS on the West side were

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

functioning well. The 120 handed over by the 100l G.T. Coy on the East side only 65 were serviceable to start with but these had been replaced by 120 completely new British vehicles and these are now in service.

Lt.Col. Carnes said maintenance of vehicles was the responsibility of the Italians. The responsibility for seeing this done was that of the Regional Commissioners and an organisation should be set up for this purpose. Spare parts and tools would be available for British and United States vehicles and indents could be submitted and would be accepted. Garages would be available for repairs, but the question of trained supervisory U.S. and British personnel was the difficulty.

Item No.8 - Public Relations.

(a) Major Fielden pointed out that as film units could only be used after dark propaganda would benefit if the curfew be changed. He stated that Allied Armies in Italy and No.3 District had no objection to 2130 hours being fixed as the time for commencement of curfew in Region III.

R.C. & M.G.Sec. Agreed that this be arranged.

(b) Weekly Bulletin.

Regions were unanimous that it should be continued. All Regions were asked to co-operate and contribute news.

(c) Position of P.W.B.

P.W.B. was under command of A.F.H.Q. Executive Commissioner said that Regional Commissioners must get P.W.B. officers interested so that they would not put out the wrong kind of information and propaganda.

(d) Allied Publications Board.

At the outset the problem was not appreciated and its size soon became too big for the small body appointed. There were now 62 papers licensed in liberated Italy. A number of clandestine newspapers are still operating but they would eventually be closed down.

There were two decrees: one covering stores of newsprint and the other regulations for licenses. Three priorities for newsprint issues had been established:

First: Allied Papers (e.g. Union Jack, Stars and Stripes, etc.)

Second: Licensed Papers.

Third: Other Papers.

The Local (Regional) Publications Boards were still a little undecided in the activities but the position was improving and application could be forwarded to these Boards with more confidence. All applications for licenses to publish should bear the endorsements of

Declassified E.O. 12356 Section 3.3/NND No. 785021

Lt.Col. Carnes said maintenance of vehicles was the responsibility of the Italians. The responsibility for seeing this done was that of the Regional Commissioners and an organisation should be set up for this purpose. Spare parts and tools would be available for British and United States vehicles and indents could be submitted and would be accepted. Garages would be available for repairs, but the question of trained supervisory U.S. and British personnel was the difficulty.

Item No.8 - Public Relations.

(a) Major Fielden pointed out that as film units could only be used after dark propaganda would benefit if the curfew be changed. He stated that Allied Armies in Italy and No.3 District had no objection to 2130 hours being fixed as the time for commencement of curfew in Region III.

R.C. & M.G.Sec. Agreed that this be arranged.

(b) Weekly Bulletin.

Regions were unanimous that it should be continued. All Regions were asked to co-operate and contribute news.

(c) Position of P.W.B.

P.W.B. was under command of A.F.H.Q. Executive Commissioner said that Regional Commissioners must get P.W.B. officers interested so that they would not put out the wrong kind of information and propaganda.

(d) Allied Publications Board.

At the outset the problem was not appreciated and its size soon became too big for the small body appointed. There were now 62 papers licensed in liberated Italy. A number of clandestine newspapers are still operating but they would eventually be closed down.

There were two decrees: one covering stores of newsprint and the other regulations for licenses. Three priorities for newsprint issues had been established:

First: Allied Papers (e.g. Union Jack, Stars and Stripes, etc.)

Second: Licensed Papers.

Third: Other Papers.

The Local (Regional) Publications Boards were still a little undecided in the activities but the position was improving and application could be forwarded to these Boards with more confidence. All applications for licenses to publish should bear the endorsements of the appropriate Allied Control Commission officer.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

Item No.9 - Coastwise and Inter-Regional Shipping.

(a) Mr. Nichol said that the Services used all the schooners and there was little left over for the use of the civilian organisations. It was pointed out that any schooner under 50 tons might be used without permission but the following had to be borne in mind :

(i) the schooner should be registered, and
(ii) before sailing the route should be confirmed by Naval authorities.

(b) It was suggested that an Italian Director General be appointed to deal with shipping. His appointment would be non-political. Alternatively, a Committee should be set up. Bids for tonnage in excess of 50 tons must be submitted to Economic Section who would allocate.

Shipping Sub-Com. (c) The need for a directive on shipping was urgent and Mr. Nichol said he would consider this.

Item No.10 - Social Welfare.

To be continued in Sicily as at present.

Legal Sub-Com. R.C.& M.G.Sec. Agreed that scheme be adopted and published as a General Order, copy to go to Armies.

Item No.12 - Restoration of Post Office Services.

Major Head explained that the Italian Government had issued 55 circulars and a memorandum covering these was being prepared for use of forward areas to ensure continuity. For security reasons the truly Postal side of the services had to be delayed: banking and financial services could be opened earlier.

Eighth Army said that Post Offices were being opened up too near Army boundary and suggested there be a definite boundary behind the Army area.

Telecomm. Sub-Com. It was agreed that this point be cleared with Allied Armies in Italy and Telecommunication Sub-Commission.

Other Business.

Archives.

Mr. Jenkinson and Mr. Shipman explained that archives were really business documents and could be put into three classes :

(a) Ancient Archives) to be preserved as Monuments and
(b) Modern Archives) Fine Arts.
(c) Archives of Allied Control Commission.

3984

Mr. Jenkinson was invited to add to his previous remarks and said that an important item was the Commission's own archives, which were important. It was also important to educate the Italians in the proper preservation of their own modern archives in order to reduce search for valuable data in the future. The ultimate disposal of

Declassified E.O. 12356 Section 3.3/NND No. 793021

(i) the schooner should be registered, and
(ii) before sailing the route should be confirmed by Naval authorities.

(b) It was suggested that an Italian Director General be appointed to deal with shipping. His appointment would be non-political. Alternatively, a Committee should be set up. Bids for tonnage in excess of 50 tons must be submitted to Economic Section who would allocate.

Shipping Sub-Com. (c) The need for a directive on shipping was urgent and Mr. Nichol said he would consider this.

Item No.10 - Social Welfare.

To be continued in Sicily as at present.

Legal Sub-Com. R.C.& M.G.Sec. Agreed that scheme be adopted and published as a General Order, copy to go to Armies.

Item No.12 - Restoration of Post Office Services.

Major Head explained that the Italian Government had issued 55 circulars and a memorandum covering these was being prepared for use of forward areas to ensure continuity. For security reasons the truly Postal side of the services had to be delayed: banking and financial services could be opened earlier.

Eighth Army said that Post Offices were being opened up too near Army boundary and suggested there be a definite boundary behind the Army area.

Telecomm. Sub-Com. It was agreed that this point be cleared with Allied Armies in Italy and Telecommunication Sub-Commission.

Other Business.

Archives.

Mr. Jenkinson and Mr. Shipman explained that archives were really business documents and could be put into three classes :

(a) Ancient Archives) to be preserved as Monuments and
(b) Modern Archives) Fine Arts.
(c) Archives of Allied Control Commission.

3984

Mr. Jenkinson was invited to add to his previous remarks and said that an important item was the Commission's own archives, which were important. It was also important to educate the Italians in the proper preservation of their own modern archives in order to reduce search for valuable data in the future. The ultimate disposal of the Commission's archives was a matter for consideration.

Asked that ruling should be given on "tumbling" and "paging" in reproducing documents that would have to be preserved.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

Estab. Branch. Agreed to refer matter to Archives Advisory Committee.

Suggested that individual histories would also be of value, as distinct from formal War Diaries.

All concerned. Agreed that War Diaries be dispensed with but that some kind of journal be kept to be supplemented by historiography.

Other Business. Sunday, April 16, 1944.

1. Executive Commissioner announced to the Conference that he and Col. Adams (Economic Section) had reported to the Chief Commissioner the views of the Conference on the amassing and price programmes arrived at the previous day. The Chief Commissioner had decided to take the matter up at once with the Italian Government and to press for a definite decision as quickly as possible.

Sec'y. General.

2. Information Division.

Major Hinkel explained the functions of the division as including:

(i) The collection and dissemination of information of value to the Commission.

(ii) The maintenance of a reference library, a catalogue of which would be issued shortly.

(iii) Liaison with other 21 intelligence agencies.

(iv) Issue of maps.

(v) The collection of information on German occupied Italy.

R.Cs. SCAOs Armies. Regions were asked to supply any information that might be of use and especially to notify the existence of libraries both damaged and undamaged.

Info. Div. Region V asked to be supplied with information on the incidence of Venereal Disease in the part of the region now occupied by the enemy.

Info. PRO. All Regions asked that an Intelligence Summary be included in the Public Relation Officer's weekly bulletin.

All concerned. Summing up, Executive Commissioner said that every effort had to be made to avoid the Chief Commissioner and his staff at Headquarters being non-sighted. D/O reports and telephone calls on matters of immediate importance would help to achieve this.

3. Internal Transportation - Report on visits to Regions.

Col. Pennycuick had been instructed to visit Regional Headquarters to study the internal transport situation. He had found conditions

Declassified E.O. 12356 Section 3.3/NND No. 765021

All concerned. Agreed that War Diaries be dispensed with but that some kind of journal be kept to be supplemented by historiography.

Other Business. Sunday, April 16, 1944.

1. Executive Commissioner announced to the Conference that he and Col. Adams (Economic Section) had reported to the Chief Commissioner the views of the Conference on the amassing and price programmes arrived at the previous day. The Chief Commissioner had decided to take the matter up at once with the Italian Government and to press for a definite decision as quickly as possible.

Sec'y. General.

2. Information Division.

Major Hinkel explained the functions of the division as including:

(i) The collection and dissemination of information of value to the Commission.

(ii) The maintenance of a reference library, a catalogue of which would be issued shortly.

(iii) Liaison with other Allied intelligence agencies.

(iv) Issue of maps.

(v) The collection of information on German occupied Italy.

R.Cs. SCAOs Armies. Regions were asked to supply any information that might be of use and especially to notify the existence of libraries both damaged and undamaged.

Info. Div. Region V asked to be supplied with information on the incidence of Venereal Disease in the part of the region now occupied by the enemy.

Info. PRO. All Regions asked that an Intelligence Summary be included in the Public Relation Officer's weekly bulletin.

All concerned. Summing up, Executive Commissioner said that every effort had to be made to avoid the Chief Commissioner and his staff at Headquarters being non-sighted. D/O reports and telephone calls on matters of immediate importance would help to achieve this.

3. Internal Transportation - Report on visits to Regions.

Col. Pennycuick had been instructed to visit Regional Headquarters to study the internal transport situation. He had found conditions so varied that he had come to the conclusion that the only criterion that could be adopted was to base the number of cars required on the number of officers employed.

On Establishment there was a deficiency of about 250 official cars. To cover this there were about 400 requisitioned cars and in view of the unreliable condition of these cars this was not too many.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

Three points should receive immediate attention :

(i) The proper employment of cars as to type, which would involve re-distribution, e.g. cars suited to town and level running might be unsuitable for country and long distance work over indifferent roads.

(ii) Servicing difficulties owing to lack of tools and garage facilities but more could be done.

All concerned. (iii) Pooling to achieve economy in use. There should be a minimum of individual allocations.

4. Leave for Officers.

Question raised by Regional Commissioner Region II.

It was pointed out that during operationally static periods the Armies were allowing "Local leave". Could this be applied to A.C.C. Officers ?

The Executive Commissioner stated that provided not more than 20% of officers were on leave at any one time, and that no officers on leave from other Regions attempted to enter Army areas "Local leave" could be granted by Regional Commissioners.

Estab. Branch. Establishments would take up the matter of regularising travel.

Agreed that this provision should also apply to EM/ORs. Establishments to arrange accommodation in Rest Homes and Rest Camps where necessary.

All concerned Arising out of this, Executive Commissioner asked Regional Commissioners to encourage visits to Headquarters by Provincial Commissioners.

5. Visits of Italian Government officials.

C.A. Branch. Civil Affairs Branch to take up with Air Sub-Commission with a view to getting air travel facilities for Italian Government officials who otherwise had difficulty in getting passages on military aircraft.

6. Employment of Carabinieri (CC.RR).

(i) General Hume asked whether the 200 Carabinieri of the Rome Detachment were still required for Sicily. He explained the functions of the Carabinieri as soldiers specially trained for duties in connection with the preservation of law and order. If guard duties only were required he suggested that other Italian troops should be trained and employed.

3963

Regional Commissioner Region I admitted that he did not know if the detachment had arrived or not.

C.A.Br. Agreed to examine the requirements again with a view to conserving

Declassified E.O. 12356 Section 3.3/NND No. 785021

(ii) Servicing difficulties owing to lack of tools and garage facilities but more could be done.

All concerned. (iii) Pooling to achieve economy in use. There should be a minimum of individual allocations.

4. Leave for Officers.

Question raised by Regional Commissioner Region II.

It was pointed out that during operationally static periods the Armies were allowing "Local leave". Could this be applied to A.C.C. Officers ?

The Executive Commissioner stated that provided not more than 20% of officers were on leave at any one time, and that no officers on leave from other Regions attempted to enter Army areas "Local leave" could be granted by Regional Commissioners.

Estab. Branch. Establishments would take up the matter of regularising travel.

Agreed that this provision should also apply to EM/ORs. Establishments to arrange accommodation in Rest Homes and Rest Camps where necessary.

All concerned Arising out of this, Executive Commissioner asked Regional Commissioners to encourage visits to Headquarters by Provincial Commissioners.

5. Visits of Italian Government officials.

C.A. Branch. Civil Affairs Branch to take up with Air Sub-Commission with a view to getting air travel facilities for Italian Government officials who otherwise had difficulty in getting passages on military aircraft.

6. Employment of Carabinieri (CC.RR).

(i) General Hume asked whether the 200 Carabinieri of the Rome Detachment were still required for Sicily. He explained the functions of the Carabinieri as soldiers specially trained for duties in connection with the preservation of law and order. If guard duties only were required he suggested that other Italian troops should be trained and employed.

3963

Regional Commissioner Region I admitted that he did not know if the detachment had arrived or not.

C.A.Br. P.S. Sub-Com. Agreed to examine the requirements again with a view to conserving Carabinieri strength for proper duties.

(ii) Arrest of Allied Military Personnel by Carabinieri.

Executive Commissioner explained that a proposal had been received to grant powers of arrest of Allied Military Personnel to Carabinieri and asked Regional Commissioners' views. The concensus of opinion was against it.

Declassified E.O. 12356 Section 3.3/NND No. 765021

ACTION

R.C. & M.C.Sec. Agreed to reply accordingly.

(iii) Tentage.

Brig.General Hume said he required tents for his own personnel in connection with C&S planning. He had arranged to draw from G-4, 5 Army but had since found that only 2675 Regt authority would be accepted. 2675 Regt cannot supply without a movement order. This would be taken up.

Estab. Branch.

7. 2675 Regiment.

Following a general discussion on powers and responsibilities of the Regimental organisation, including :

(a) Completion of Records.
(b) Possibility of obtaining qualified specialists known to be in Replacement Depots, either directly or on exchange.
(c) Reports on officers.

Agreed that Establishments would issue a memorandum covering these and other points for the information of Regional Commissioners and Company Commanders.

Estab. Branch.

8. Eighth Army (Group-Capt. Benson) wished to discuss :

(a) Labour rates.
(b) Transportation costs in connection with food supplies.

The question of difference of labour rates in adjoining regions was discussed briefly and it was agreed that it should be taken up with the Labour Sub-Commission.

Charges for civilian road transport resulted in an increased price of bread in Communes not served by rail or Army transport.

Agreed that this should be discussed with the Sub-Commission concerned.

Int. Sub-Com.

9. Region III (Col.Poletti) asked :

(a) For a ruling on the correct letter heading to be used in the Region.

Establ. Branch. Establishments are issuing a clarifying memorandum.

(b) Whether additional payments to priests and clergy could be made from the FONDO CULTO to compensate for the increase in the cost of living. This was a section of the community that had no such compensation.

Agreed that it would probably earn goodwill and increase our influence. Suggested that Interior Sub-Commission take up with the Italian Government.

Declassified E.O. 12356 Section 3.3/NND No. 785021

(iii) Tentage.

Brig.General Hume said he required tents for his own personnel in connection with C.S planning. He had arranged to draw from G-4, 5 Army but had since found that only 2675 Regt authority would be
Estab. accepted. 2675 Regt cannot supply without a movement order.
Branch. This would be taken up.

7. 2675 Regiment.

Following a general discussion on powers and responsibilities of the Regimental organisation, including :

(a) Completion of Records.
(b) Possibility of obtaining qualified specialists known to be in Replacement Depots, either directly or on exchange.
(c) Reports on officers.

Agreed that Establishments would issue a memorandum covering these
Estab. and other points for the information of Regional Commissioners and
Branch. Company Commanders.

8. Eighth Army (Group-Capt. Benson) wished to discuss :

(a) Labour rates.
(b) Transportation costs in connection with food supplies.

The question of difference of labour rates in adjoining regions was discussed briefly and it was agreed that it should be taken up with the Labour Sub-Commission.

Charges for civilian road transport resulted in an increased price of bread in Communes not served by rail or Army transport.

Agreed that this should be discussed with the Sub-Commission concerned.

9. Region III (Col.Poletti) asked :

(a) For a ruling on the correct letter heading to be used in the Region.

Establ.
Branch. Establishments are issuing a clarifying memorandum.

(b) Whether additional payments to priests and clergy could be made from the FONDO CULTO to compensate for the increase in the cost of living. This was a section of the community that had no such compensation.

Agreed that it would probably earn goodwill and increase our
Int. influence. Suggested that Interior Sub-Commission take up with the
Sub-Com. Italian Government.

(c) Whether money from AMG funds could be advanced for the repair of Churches which were not National Monuments in those places where no other place of worship existed.

It was thought that the Vatican had funds which could be applied to this. It was contrary to general policy in other countries.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACTION

R.C.& M.G.Sec. Agreed that the matter be taken up with Monsignor Carroll, the Vatican representative.

10. Colonel Farren (Executive Officer) asked :

R.Cs. & SCAOs Armies. (a) That Regional Commissioners should furnish quickly, in the case of British Officers, A.F.B194G for those officers who had been ordered to another theatre.

(b) For instructions regarding the disposal of the surplus mess funds of the Military Government School and Holding Centre, Tizi Ouzou.

He explained that the 14½% of the surplus allocated to any new School and Holding Centre remained to be distributed as no new School was to be set up.

Colonel Kirkwood, Regional Commissioner designate of Region VII asked if his new mess could be considered for an allocation. Region II and Region VII agreed that the matter be left to the discretion of Colonel Farren and all agreed that Region VII should be considered as requested.

Estab. Branch.

(c) Colonel Farren had looked into the question of rations for Italian Military personnel and found that the regulations provided that the rations should be supplied by Italian Government (Military Supplies). As this would not be convenient especially in the case of small isolated groups, he would attempt to get the procedure altered. Regulations would be circulated.

Estab. Branch.

11. Displaced Persons - Assistance.

Executive Commissioner said that application had been received from the Missions attached to Internees and Displaced Persons Sub-Commission for funds from which payments might be made to their nationals residing normally in the country and not displaced.

He was of the opinion that this was a matter for Consular Officers, and until these were established the probable solution was to attach officers of the Missions to Consular Offices already established in order to enable them to deal with these problems through recognised channels. It was not the function of the Internees and Displaced Persons Sub-Commission to deal with resident aliens who had not been displaced.

12. Deputy Executive Commissioner (Colonel Eiske) said :

(a) He wished to thank all Regional Commissioners and SCAO's (Armies) for the help and co-operation he had received on his visits to the respective territories.

R.C.& M.G.Sec.

(b) The next course on Local Government (Italian) to be held by the Interior Sub-Commission at Salerno would not assemble before 1st May. Actual date would be notified.

(c) Discipline. He called the attention of American officers to the matter of discipline. They should be instructed to re-read

Declassified E.O. 12356 Section 3.3/NND No. 780021

R.Cs. & SCAOs Armies.

(a) That Regional Commissioners should furnish quickly, in the case of British Officers, A.F.B194G for those officers who had been ordered to another theatre.

(b) For instructions regarding the disposal of the surplus mess funds of the Military Government School and Holding Centre, Tizi Ouzou.

He explained that the 14½% of the surplus allocated to any new School and Holding Centre remained to be distributed as no new School was to be set up.

Colonel Kirkwood, Regional Commissioner designate of Region VII asked if his new mess could be considered for an allocation. Region II and Region VII agreed that the matter be left to the discretion of Colonel Farren and all agreed that Region VII should be considered as requested.

Estab. Branch.

(c) Colonel Farren had looked into the question of rations for Italian Military personnel and found that the regulations provided that the rations should be supplied by Italian Government (Military Supplies). As this would not be convenient especially in the case of small isolated groups, he would attempt to get the procedure altered. Regulations would be circulated.

Estab. Branch.

11. Displaced Persons - Assistance.

Executive Commissioner said that application had been received from the Missions attached to Internees and Displaced Persons Sub-Commission for funds from which payments might be made to their nationals residing normally in the country and not displaced.

He was of the opinion that this was a matter for Consular Officers, and until these were established the probable solution was to attach officers of the Missions to Consular Offices already established in order to enable them to deal with these problems through recognised channels. It was not the function of the Internees and Displaced Persons Sub-Commission to deal with resident aliens who had not been displaced.

12. Deputy Executive Commissioner (Colonel Fiske) said :

(a) He wished to thank all Regional Commissioners and SCAO's (Armies) for the help and co-operation he had received on his visits to the respective territories.

R.C.& M.Sec.

(b) The next course on Local Government (Italian) to be held by the Interior Sub-Commission at Salerno would not assemble before 1st May. Actual date would be notified.

All Officers.

(c) Discipline. He called the attention of American officers to the matter of discipline. They should be instructed to re-read "Articles of War" and confirm. Major Hinkel (Information Division) was instructed to make copies available. Executive Commissioner endorsed this in respect of British officers and said that officers should be reminded that the Commission was a military unit.

Declassified E.O. 12356 Section 3.3/NND No. 763021

ACTION

(d) Classification of Documents. The classification TOP SECRET should only be used in very exceptional cases. Its use should be avoided as far as possible.

(e) Functions of Civil Affairs Branch. The principle function was coordination which sometimes meant a little delay in the initial stages but saved time in the long run. Another function was to keep personnel evenly spread over the areas, and to see that officers were most fittingly employed. He had noticed a tendency to overloading at Regional and Provincial Headquarters.

13. Executive Commissioner announced :

(a) The forthcoming issue of a booklet of memoranda for the guidance of officers of the Commission and commended it for study.

(b) Date of next conference - about 1st June.

Brig. Carr requested that it should not be at a weekend and this was agreed.

The Conference closed at 12.15 hours.

22.April.1944.

Minutes prepared by
Major W. Driffield-White.

DISTRIBUTION:
1 - CC
1 - DCC
1 - SG
1 - DCG
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Reg. Com.
3 - PRB
1 - 8 Army AMG
2 - 5 Army AMG
4 - MGS AFHQ

Declassified E.O. 12356 Section 3.3/NND No. 785021

(e) Functions of Civil Affairs Branch. The principle function was coordination which sometimes meant a little delay in the initial stages but saved time in the long run. Another function was to keep personnel evenly spread over the areas, and to see that officers were most fittingly employed. He had noticed a tendency to overloading at Regional and Provincial Headquarters.

13. Executive Commissioner announced :

(a) The forthcoming issue of a booklet of memoranda for the guidance of officers of the Commission and commended it for study.

(b) Date of next conference - about 1st June.

Brig. Carr requested that it should not be at a weekend and this was agreed.

The Conference closed at 12.15 hours.

22.April.1944.

Minutes prepared by
Major W. Driffield-White.

DISTRIBUTION:
1 - CC
1 - DCC
1 - SG
1 - DCG
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Reg. Com.
3 - PRB
1 - 8 Army AMG
2 - 5 Army AMG
4 - MGS AFHQ

RECEIVED ADJ SEC
25 APR A.M.
REGT HQ A.C.C.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Declassified E.O. 12356 Section 3.3/NND No. 785021

Lt. Col. K. L. B. Lycier
Interior Sub-Com.
9/37

983

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394

RED/dfe

SC 321

22 April 1944

MEMORANDUM TO: All Concerned

SUBJECT: Classification of Conference Minutes

Not held by Interior Sub-Com.

The matters contained on pages 8 and 9 (Section II A, B, and C), Reports of the Navy, Army and Air Sub-Commissions, in the Minutes of the Monthly Conference of 14 April 1944 are classified as "SECRET" and will be so treated by all holders.

For the Chief Commissioner:

ROBERT E. DOE
Major, A.G.D.
Secretary General

DISTRIBUTION:
1 - CC
1 - DCC
1 - SC
1 - DSC
1 - ea VF
1 - ea Sub-Com. Head
1 - ea Reg. Com.
7 - PRB
1 - 8 Army AMG
1 - 5 Army AMG
4 - MCS, AFHQ

3981

0650

Declassified E.O. 12356 Section 3.3/NND No. 785021

Italy Political Affairs 1936 17

REGION VI

897 SUMMARY OF REPORT FOR REGIONAL COMMISSIONERS CONFERENCE.

1. General situation is as satisfactory as can be expected. Chief difficulties are lack of transport and presence of large numbers of Italian Army.

2. Political situation unchanged and satisfactory.

3. Legal. Good progress made with arrangements for reestablishing Civil Courts at Cagliari. Tribunals severely handicapped by shortage of staff in face of large accumulation of work. Detention prisons are seriously overcrowded, but steps to improve the position are being taken.

4. Food. Position satisfactory, except that population complains that ration is insufficient.

5. Industry and Commerce. Transportation difficulties seriously hamper attempts to revive trade and industry. Permission has been granted for resumption of night fishing in certain areas. Large stocks of coal exist.

6. Transportation. No progress made as regards the use of small vessels which are lying idle in the ports for use in inter-island trade.

7. Agriculture. General crop condition fair. Wheat in good condition. 1,750 tons seed potatoes planted. Sulphur and fertilizers needed.

8. Public Safety. Crime on increase, also prostitution and VD. Two separate groups apprehended trying to escape to German-occupied Italy and to communicate with enemy. Preliminary arrangements to receive 10,000 refugees in hand.

9. Medical. Health generally satisfactory. Anti-malaria supplies still awaited.

* 10. Transfer of Italian Army was suspended generally in March. Understood they are to recommence or have already begun. Would be appreciated if proper notice could be given of visiting officers.

M. CAMP, Brigadier,
Regional Commissioner.

* Items so marked are SECURITY and must not be published unless they are officially released by the PUBLIC RELATIONS BRANCH of the ALLIED CONTROL COMMISSION and passed by the CENSORS.

3980

19/35

FIFTH ARMY AMG

SUMMARY OF REPORT FOR REGIONAL COMMISSIONERS CONFERENCE

* 1. AMG personnel of Fifth reassigned to Eighth Army, accompanying the military units transferred from one army to the other.

2. Arrangements made with Region 3 for their administration of those communes in the rear of the Fifth Army area (between rear Corps and rear Army lines). This includes anti-malaria work.

* 3. Wholesale evacuation of civilian population from the Anzio-Nettuno area.

4. Casualties of AMG personnel in this area: 3 officers wounded, one enlisted man disabled by wounds and shortly to be evacuated to the United States. 4 Carabinieri killed. Our supply depot was destroyed by shell fire and we have been bombed out of three buildings (offices).

* 5. Carabinieri affairs. Discontent of Carabinieri of Naples because those assigned to Fifth Army receive the American ration. The two groups house together in Naples. We wish to withdraw the Fifth Army group and house them under canvas. One reason for this is that the Gesu e Santa Maria Hospital, in which they are quartered is being repaired and is needed as a hospital by Region 3. The 200 Carabinieri taken, against our protest, for permanent assignment to Sicily, have been ready to depart for more than a fortnight, but are still without orders.

* 6. It is suggested that some arrangement may be made whereby a part of the livestock (chiefly sheep) from the Anzio-Nettuno Area be brought out for use as food. The evacuation of the bulk of the civilian population greatly increased the problem of caring for these sheep. The Moslem troops of the French Expeditionary Corps are very desirous of having fresh mutton made available, and have their own facilities for slaughtering etc.

* 7. Recent changes have reduced the commissioned personnel of AMG Fifth Army to about 25, a new low. This is satisfactory for the moment, but coming events will make the assignment of additional personnel imperative.

8. Movements within the Fifth Army area are being closely checked by the Military Police. Civilians are evacuated from the most forward zone. Behind this is a second zone in which civilians are allowed to remain, but unauthorized movement between towns and villages is prohibited. In the rest of the Army area the 10 kilometer rule applies. In general civilians are not permitted to go north of the Volturno river. * A special control officer at Capua issues passes in exceptional cases. All military personnel having official business in the forward areas should hold passes from their commanding officers stating the dates on which visits are authorized and for what purpose. The town of Sessa Aurunca is out of bounds, except to pass holders.

3979

* 9. A military court is sitting at Santa Maria to try cases of espionage and sabotage. Thus far 24 persons have been tried and 22 found guilty.

* 10. Food supply for Rome to be taken forward in ships made available

Declassified E.O. 12356 Section 3.3/NND No. 783021

2. Arrangements made with Region 3 for [illegible] those communes in the rear of the Fifth Army area (between rear Corps and rear Army lines). This includes anti-malaria work.

* 3. Wholesale evacuation of civilian population from the Anzio-Nettuno area.

4. Casualties of AMG personnel in this area: 3 officers wounded, one enlisted man disabled by wounds and shortly to be evacuated to the United States. 4 Carabinieri killed. Our supply depot was destroyed by shell fire and we have been bombed out of three buildings (offices).

* 5. Carabinieri affairs. Discontent of Carabinieri of Naples because those assigned to Fifth Army receive the American ration. The two groups house together in Naples. We wish to withdraw the Fifth Army group and house them under canvas. One reason for this is that the Gesu e Santa Maria Hospital, in which they are quartered is being repaired and is needed as a hospital by Region 3. The 200 Carabinieri taken, against our protest, for permanent assignment to Sicily, have been ready to depart for more than a fortnight, but are still without orders.

* 6. It is suggested that some arrangement may be made whereby a part of the livestock (chiefly sheep) from the Anzio-Nettuno Area be brought out for use as food. The evacuation of the bulk of the civilian population greatly increased the problem of caring for these sheep. The Moslem troops of the French Expeditionary Corps are very desirous of having fresh mutton made available, and have their own facilities for slaughtering etc.

* 7. Recent changes have reduced the commissioned personnel of AMG Fifth Army to about 25, a new low. This is satisfactory for the moment, but coming events will make the assignment of additional personnel imperative.

8. Movements within the Fifth Army area are being closely checked by the Military Police. Civilians are evacuated from the most forward zone. Behind this is a second zone in which civilians are allowed to remain, but unauthorized movement between towns and villages is prohibited. In the rest of the Army area the 10 kilometer rule applies. In general civilians are not permitted to go north of the Volturno river. * A special control officer at Capua issues passes in exceptional cases. All military personnel having official business in the forward areas should hold passes from their commanding officers stating the dates on which visits are authorized and for what purpose. The town of Sessa Aurunca is out of bounds, except to pass holders.

3979

* 9. A military court is sitting at Santa Maria to try cases of espionage and sabotage. Thus far 24 persons have been tried and 22 found guilty.

* 10. Food supply for Rome to be taken forward in ships made available by G-4, Fifth Army, for the period of the Fifth Army's occupation of the city. We expect to unload all of the schooners in which we now have food stocks.

E.E. HUME, Brig Gen,
Senior Civil Affairs Officer,
Fifth Army AMG.

* Items so marked are SECURITY and must not be published unless they are officially released by the PUBLIC RELATIONS BRANCH of the ALLIED CONTROL COMMISSION and passed by CENSORS.

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/34

ITALIAN REFUGEE BRANCH

SUMMARY OF REPORT FOR REGIONAL COMMISSIONERS' CONFERENCE

1. *From 1 March to date (14 April) it has been necessary to move 2100 from forward areas and disperse them in Southern Provinces. This included 1100 from Beachead.

There have been no complaints from Formation Commanders in forward areas, e.g. of roads being encumbered by refugees.

Refugees are made up of:-

15-20% men
30-35% women
50 % children

These people have been moved by lorries or by LCI's and travel has been hard. *Losses amongst this 2100 have been five.

We have opened 2 big Transit Camps in this Area since March 1st, capacity 5000. This has facilitated Transportation problems.

2. Whilst the majority during March went to Region II, some have gone to Regions I and III. Few are being sent to Region II this month or, I hope, next.

Regions II and III are having considerable difficulties in absorbing their quotas, due to the numbers and movements of troops in their areas. They will only be able to absorb maximum numbers in future, by working in closest contact with S/ area commanders who now know the general situation and have been directed by their District Commanders to assist.

Region I has set about this problem with far greater thoroughness than anywhere else. In conjunction with District 1 and IES they have made extensive reception and dispersal plans for large numbers.

Movement by sea to Sicily commenced last week. *1000 were embarked on the "MARIGOT" on April 5th and a further 750 on the 11th . The first voyage was made without difficulty.

3. Real troubles for refugees commence when they arrive in reception areas and are dispersed in communes. In general the Italian authorities have failed to look after these people, whose condition in certain places is deplorable. It is intended to leave no doubt in the minds of Italian Ministers that this responsibility is theirs. We recognise their difficulties, the main one of which is food, and intend to assist without allowing them to think that we are assuming their burden.

The main requirement from the Italians is personal service. We are making it clear, that if their welfare committees will WORK , e.g. in setting up soup kitchens, we will make available food supplies which will give refugees a hot meal a day.

This will provide part of a refugee food shortage. The other part must come from local produce, fruits, nuts, wine, which is not available to these people for lack of funds, but which must be made available by the Italian authorities.

With the above measures working, there should remain no excuse for not adopting general house to house billeting which should go some way to solving the main problem, i.e. absorption of large numbers.

3978

Declassified E.O. 12356 Section 3.3/NND No. 763021

SUMMARY of REPORT for REGIONAL COMMISSIONER

1. *From 1 March to date (14 April) it has been necessary to move 2100 from forward areas and disperse them in Southern Provinces. This included 1100 from Beachead.

There have been no complaints from Formation Commanders in forward areas, e.g. of roads being encumbered by refugees.

Refugees are made up of:-

15-20% men
30-35% women
50 % children

These people have been moved by lorries or by LCI's and travel has been hard. *Losses amongst this 2100 have been five.

We have opened 2 big Transit Camps in this Area since March 1st, capacity 5000. This has facilitated Transportation problems.

2. Whilst the majority during March went to Region II, some have gone to Regions I and III. Few are being sent to Region II this month or, I hope, next.

Regions II and III are having considerable difficulties in absorbing their quotas, due to the numbers and movements of troops in their areas. They will only be able to absorb maximum numbers in future, by working in closest contact with S/ area commanders who now know the general situation and have been directed by their District Commanders to assist.

Region I has set about this problem with far greater thoroughness than anywhere else. In conjunction with District 1 and IBs they have made extensive reception and dispersal plans for large numbers.

Movement by sea to Sicily commenced last week.*1000 were embarked on the"MARIGOT" on April 5th and a further 750 on the 11th . The first voyage was made without difficulty.

3. Real troubles for refugees commence when they arrive in reception areas and are dispersed in communes. In general the Italian authorities have failed to look after these people, whose condition in certain places is deplorable. It is intended to leave no doubt in the minds of Italian Ministers that this responsibility is theirs. We recognise their difficulties, the main one of which is food, and intend to assist without allowing them to think that we are assuming their burden.

The main requirement from the Italians is personal service. We are making it clear, that if their welfare committees will WORK , e.g. in setting up soup kitchens, we will make available food supplies which will give refugees a hot meal a day. 3978

This will provide part of a refugee food shortage. The other part must come from local produce, fruits, nuts, wine, which is not available to these people for lack of funds, but which must be made available by the Italian authorities.

With the above measures working, there should remain no excuse for not adopting general house to house billeting which should go some way to solving the main problem, i.e. absorption of large numbers.

L.R. MULLS,
Lt. Col.
Commanding.

* Items so marked are SECURITY and must not be published unless they are officially released by the PUBLIC RELATIONS BRANCH of the ALLIED CONTROL COMMISSION and passed by the CENSORS.

Declassified E.O. 12356 Section 3.3/NND No. 785021

0 8 5 5

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/33

REGION I

SUMMARY OF REPORT FOR REGIONAL COMMISSIONERS CONFERENCE

1 and 2. Notable visitors.

3. Sicilian Railways.

4. Food and rationing.

5. Public safety and crime in relation to food.

6. Bread price and subsidy.

7. Chamber of Commerce.

8. Regional Public Health, Welfare and Public Safety Institutions initiated under AMG; juridical status required and assurance of continuity.

9. Collaboration of sub-commissions to ensure close cohesion between Ministries and High Commissioner for Sicily.

10. Duplication of public officials. New appointments when AMG nominee already in office; contrary to terms of transfer.

11. Public Safety question.

12. Italian press encouraging displaced nationals to register for eventual return to previous domiciles in Tripolitania, Cyrenaica and North Africa.

13. A Royal Decree suspends 1941 State exams for doctors and other professions but allows candidates to practise. Was ACC consulted?

14. Sulphur exports to UK.

15. Refugees.

A.H. HANCOCK,
Lt Col,
Regional Commissioner.

3977

853.

19/32

ALLIED CONTROL COMMISSION

Monthly Conference - 14 April 1944

A G E N D A

Morning Session - 0930

1. Opening remarks by Chief Commissioner.

2. Reports by Regional Control and Military Government Section:

Region I (Sicily)	- Lt Col A.N. Hancock
Region II (Southern Italy)	- Lt Col G.H. McCaffrey
Region III (Campania)	- Lt Col C. Poletti
Region V (Foggia & Campobasso)	- Colonel F.L. Whitley
Region VI (Sardinia)	- Brigadier M. Carr
Eighth Army AMG	- Gp Capt C.E. Benson
Fifth Army AMG	- Brig Gen E.E. Hume
Refugee Branch (Italians)	- Lt Col L.R. Hulls
Displaced Persons Sub-Commission	- Col R.G. Kirkwood
Executive Commissioner	- Brigadier M.S. Lush

Recess 1100 to 1115

3. Reports by Independent Sub-Commissions:

1115 to 1245

Navy Sub-Commission	- Commodore L.M. Palmer
Army Sub-Commission	- Brig. C.C. Duchesne
Air Sub-Commission	- Air Comme. W.A.B. Bowen-Buscarlet
Telecommunications & Posts Sub-Commission	- Colonel J.L. Henderson
War Materials Disposal Sub-Commission	- Colonel J.T. Zellers
Public Relations Branch	- Major L. Fielden

Afternoon Session - 1430

4. Address by Chief Commissioner.

5. Reports by Economic Section:

1445 to 1615

Industry & Commerce Sub-Commission	- Colonel W. Evans
Labour Sub-Commission	- Colonel J.R. Bain
Agriculture Sub-Commission	- Major W.A. Hartman
Food Sub-Commission	- Lt Col W.J. Legg
Public Works & Utilities Sub-Commission	- Lt Col L.A. Jenny
Finance Sub-Commission	- Colonel E.H. Foley
Transportation Sub-Commission	- Colonel S.A. Fitch
Shipping Sub-Commission	- Mr. Ian Campbell
Vice President	- Colonel D.S. Adams (For Hon. Mr. Henry Grady)

3976

6. Reports by Administrative Section:

1630 to 1800

Interior Sub-Commission	- Lt Col R.C.B. Spicer
Public Safety Sub-Commission	- Colonel P.C. Kirk
Public Health Sub-Commission	- Brig. G.S. Parkinson

Declassified E.O. 12356 Section 3.3/NND No. 785021

1. Opening remarks by Chief Commissioner.

2. Reports by Regional Control and Military Government Section:

Region I (Sicily)	- Lt Col A.N. Hancock
Region II (Southern Italy)	- Lt Col G.H. McCaffrey
Region III (Campania)	- Lt Col C. Poletti
Region V (Foggia & Campobasso)	- Colonel F.L. Whitley
Region VI (Sardinia)	- Brigadier M. Carr
Eighth Army AMG	- Gp Capt C.E. Benson
Fifth Army AMG	- Brig Gen B.E. Hume
Refugee Branch (Italians)	- Lt Col L.R. Hulls
Displaced Persons Sub-Commission	- Col R.G. Kirkwood
Executive Commissioner	- Brigadier M.S. Lush

Recess 1100 to 1115

3. Reports by Independent Sub-Commissions:

1115 to 1245

Navy Sub-Commission	- Commodore I.M. Palmer
Army Sub-Commission	- Brig. C.C. Duchesne
Air Sub-Commission	- Air Commo. W.A.B. Bowen-Buscarlet
Telecommunications & Posts Sub-Commission	- Colonel J.L. Henderson
War Materials Disposal Sub-Commission	- Colonel J.T. Zellers
Public Relations Branch	- Major L. Fielden

Afternoon Session - 1430

4. Address by Chief Commissioner.

5. Reports by Economic Section:

1445 to 1615

Industry & Commerce Sub-Commission	- Colonel W. Evans
Labour Sub-Commission	- Colonel J.R. Bain
Agriculture Sub-Commission	- Major W.A. Hartman
Food Sub-Commission	- Lt Col W.J. Legg
Public Works & Utilities Sub-Commission	- Lt Col L.A. Jerry
Finance Sub-Commission	- Colonel E.H. Foley
Transportation Sub-Commission	- Colonel S.A. Fitch
Shipping Sub-Commission	- Mr. Ian Campbell
Vice President	- Colonel D.S. Adams (for Hon. Mr. Henry Grady)

3976

6. Reports by Administrative Section:

1630 to 1800

Interior Sub-Commission	- Lt Col R.G.B. Spicer
Public Safety Sub-Commission	- Colonel P.C. Kirk
Public Health Sub-Commission	- Brig. G.S. Parkinson
Legal Sub-Commission	- Colonel C.R. Upjohn
Education Sub-Commission	- Lt Col T.V. Smith
Property Control Sub-Commission	- Lt Col C.R. Harris
Monuments & Fine Arts Sub-Commission	- Major E.T. de Wald
Vice President	- The Rt Hon The Viscount Stansgate

7. Closing remarks by Deputy Chief Commissioner.

Declassified E.O. 12356 Section 3.3/NND No. 785021

883

19/31

PUBLIC RELATIONS BRANCH
ALLIED CONTROL COMMISSION

PRB 20. 15 April 1944.

TREND OF COPY FILED BY CORRESPONDENTS ON REGIONAL COMMISSIONERS CONFERENCE

The conference attracted more attention than any ACC activity since the hand-over of territory. Long stories were sent by ten correspondents. All correspondents scrupulously respected our security stops and this was much to their credit as a large amount of new and interesting information was given. Only one censorship deletion was made in all the stories, SPRIGGE's quotation of Colonel Kirk's reference to the misdemeanours of Allied troops.

As was to be expected, some correspondents took the opportunity offered by Colonel McCaffrey to make a sensational story of bad management. YINDRICK (News Chronicle), MORGAN (Chicago News) and HELLIWELL (Daily Herald) reported McCaffrey only, scarcely mentioning the Conference and treating the story as a condemnation of the ACC by a "New York business man." LUMBY (Times) in a reasoned despatch concentrated chiefly on McCaffrey and Hancock, and FOWLE (CBS) in his broadcast reported McCaffrey and Hancock only, adding Whitley's story of shooting deer with tommy-guns. SPRIGGE (Reuters) in an admirably objective and balanced description of the whole Conference alluded to the "strikingly diverse accounts of the Regional Commissioners." LANG (Time)held over the story until next week. BRACKER (New York Times) in an extremely long despatch, gave particular prominence to Whitley's deer story: and said that "the tremendous problems facing ACC were brought to life in a fact packed meeting ... most speakers showed strong grasp of their jobs, others lamentably otherwise, one speaker for instance alluding to 'political agitation by political agitators' ... " After quoting McCaffrey he added "MacFarlane speaking McCaffrey wards said our job was to make the system work: what concrete suggestions do you have ... later in what appeared to be an indirect rebuke to McCaffrey MacFarlane said Badoglio had usually shown complete willingness to play." SONIA TOMARA (New York Herald Tribune) also reporting at unusual length said McCaffrey was "only one of the headaches of the ACC meeting which lasted from 9.30 to 6.30 and gave a complete and vivid picture of liberated Italy .... one could learn more in one day than in weeks of travelling ... the meeting was highly instructive since it foreshadowed 39.5 the obstacles which the Allies were likely to find in administering other liberated European territories." KENNEDY (Associated Press) reported at length factually and with little comment. U.P. did not cover the Conference.

All the longer reports quoted Brigadier Lush's speech factually and without comment, and all characterized Colonel Poletti's speech as "optimistic." The reports of the sub-commissions were mentioned very briefly or not at all.

Declassified E.O. 12356 Section 3.3/NND No. 785021

TREND OF COPY FILED BY CORRESPONDENTS ON REGIONAL COMMISSIONERS CONFERENCE

The conference attracted more attention than any ACC activity since the hand-over of territory. Long stories were sent by ten correspondents. All correspondents scrupulously respected our security stops and this was much to their credit as a large amount of new and interesting information was given. Only one censorship deletion was made in all the stories, SPRIGGE's quotation of Colonel Kirk's reference to the misdemeanours of Allied troops.

As was to be expected, some correspondents took the opportunity offered by Colonel McCaffrey to make a sensational story of bad management. YINDRICK (News Chronicle), MORGAN (Chicago News) and HELLIWELL (Daily Herald) reported McCaffrey only, scarcely mentioning the Conference and treating the story as a condemnation of the ACC by a "New York business man" LUMBY (Times) in a reasoned despatch concentrated chiefly on McCaffrey and Hancock, and FOWLE (CBS) in his broadcast reported McCaffrey and Hancock only, adding Whitley's story of shooting deer with tommy-guns. SPRIGGE (Reuters) in an admirably objective and balanced description of the whole Conference alluded to the "strikingly diverse accounts of the Regional Commissioners." LANG (Time) held over the story until next week. BRACKER (New York Times) in an extremely long despatch, gave particular prominence to Whitley's deer story: and said that "the tremendous problems facing ACC were brought to life in a fact packed meeting ... most speakers showed strong grasp of their jobs, others lamentably otherwise, one speaker for instance alluding to 'political agitation by political agitators' ... " After quoting McCaffrey he added "MacFarlane speaking McCaffrey wards said our job was to make the system work: what concrete suggestions do you have ... later in what appeared to be an indirect rebuke to McCaffrey MacFarlane said Badoglio had usually shown complete willingness to play." SONIA TOMARA (New York Herald Tribune) also reporting at unusual length said McCaffrey was "only one of the headaches of the ACC meeting which lasted from 9.30 to 6.30 and gave a complete and vivid picture of liberated Italy .... one could learn more in one day than in weeks of travelling ... the meeting was highly instructive since it foreshadowed [illegible] the obstacles which the Allies were likely to find in administering other liberated European territories." KENNEDY (Associated Press) reported at length factually and with little comment. U.P. did not cover the Conference.

All the longer reports quoted Brigadier Lush's speech factually and without comment, and all characterized Colonel Poletti's speech as "optimistic." The reports of the sub-commissions were mentioned very briefly or not at all.

MICHAEL CHINIGO who visited the Conference briefly in the morning did not report it but concentrated on a very lengthy interview with the Crown Prince described by the latter as "the first interview I have given since the King's Declaration and the first political interview I have ever given" and outlining somewhat grandiose schemes for the regeneration and re-education of Italy.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/30

865

REAR HEAD QUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

4/17.1/AS

14 April 44

SUBJECT : Provincial Economic Councils.

TO : V.P. Economic Section.

1. Reference your E3/23 dated 12 Apl. 44.

2. It is regretted that no representative of the Administrative Section could attend the meeting on the above subject on Thursday 13 Apl. 44, as the heads of all Admin. Sub-Comms. were at an important conference at this HQ.

3. It would be appreciated if a copy of the minutes of the meeting could be forwarded to this office for the information of the Admin. Sub-Comms. concerned.

S.H. WHITE
Major,
for V.P. Admin.

COPY TO : Legal S.C.
Interior S.C. ✓

3974

91

0661

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/29

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

12 April 1944

TO: Administrative Section

1. Reference to your note of today, my work is hampered by lack of information from Regions as follows:
(1) I am not in touch with the development, or
(2) the activities of local government.

2. I am not aware as to whether Giunte Comunale have been formed, whether they are meeting, what action they are taking, or how they are functioning.

3. The same applies to other organs of local government, e.g., Deputazione provinciale, Giunta provinciale amministrativa.

4. In all of which, if I am to have my fingers on the pulse of local government, I am deeply concerned.

5. I have no information as to whether Sindaci of the larger communes have been removed from office, nor what fresh appointment in lieu thereof, has been made, and this applies in a minor degree, to the constitution of the various Giuntas, which, I submit, are of direct, and almost daily, interest to this Sub-Commission.

R. C. B. SPICER
Lt Colonel
Director
Interior Sub-Commission

3973

636

0662

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/28

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
ADMINISTRATIVE SECTION

835

Memo: 12 Apl 44

TO : Interior Sub Comn.
Legal Sub Comn.
Public Safety Sub Comn.
Public Health Sub Comn.

1 Can you please prepare and let me have to-day a short statement with examples of how your work is hampered by lack of information from Regions.

2 Lord Stansgate requires this information for the meeting on Friday. in time to enable him to speak on his memorandum.

3972

R.R.CRIPPS,
Lt.Colonel,
CSO Adm Sec.

0663

Declassified E.O. 12356 Section 3.3/NND No. 785021

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB-COMMISSION

DISTRIBUTION LIST

Date 12.4.44 File 19

Chief Clerk:	C.R. No.
Registered:	840

Please read attached and initial.

TO	
Lt Col SPICER	
Capt TEMPLE	
Capt WILLIAMS	
Lt LEWIS	
Lt SHANKS	
Lt DAVENPORT	

REMARKS

Adjt or Hdqtr. Lt.
Urgent
Has this been notified to officers concerned? Hdqtr. date stamp Yes please
Adjt. 12. Lt. Lt

Chief Clerk: File

0664

Declassified E.O. 12356 Section 3.3/NND No. 785021

840

DCB/pm
19/27

HEADQUARTERS REGION 4
Allied Military Government
APO 394

Ref: H4/337 (H4)

11 April, 1944

MEMORANDUM

TO : Officers Concerned

1. Pursuant to verbal agreement with A.C.C. Interior Sub-Commission, the following officers will proceed to Naples on the afternoon of 12 April 44 in order to attend a conference at H.Q. Region 4 on the morning of 13 April 44:-

Lt. Col. H.S. Robinson (Canadian)
Lt. Col. E.P. Morton (A) O-1C3162

2. The jeep and trailer which is taking Lt Col. Carroll to Salerno on 12 April 44, will report to A.C.C. Interior Sub-Commission at 1630 hrs to bring these officers to Naples

3971

George C. S. Benson
Deputy Executive Officer
Region 4, AMG

Distribution:-

1 - ACC Interior Sub-Commission
1 - each officer
1 - H.Q. Comdt. Naples
1 - G-1
3 - Files

3970

0663

Declassified E.O. 12356 Section 3.3/NND No. 785021

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
INTERIOR SUB COMMISSION

19/26

ACC/19/Int.

11 APRIL 44

SUBJECT : Regional Commissioners Conference.

TO : RC & MG Section, Headquarters, Naples.
(Deputy Executive Commissioner).

1. Reference your Memorandum 107/18/CA of 30 MAR 44.

2. Herewith precis of remarks requested in para 2 (c) of Memorandum 107/13/CA of 29 MAR 44.

R.G.B. SPICER
Lieut-Colonel
Director
Interior Sub Commission.

Copy to VP Adm Sec. 531

3969

530

19/25

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

ACC/19/Int

MINUTES OF REPORT

OF

DIRECTOR INTERIOR SUB COMMISSION
REGIONAL COMMISSIONER'S CONFERENCE

FRIDAY, APRIL 14

1. Almost daily contact with the Minister of Interior, Sig. Scelba or his staff. Multifarious matters concerning Prefects, Sindaci, and other extraneous matters. The appointment of a Prefect for Campobasso has produced, as yet, no satisfactory response from Signor Scelba. Many other minor matters were dealt with in regard to appointments or removals, and his attitude towards Prefect Jambarro of Matera does not alter. HQ, Region II has agreed tentatively to the removal of Pietro Nenini - AMG appointed Prefect of Benevento - provided an efficient substitute is found.

2. A course and period of attachment to the Interior Sub-Commission was held between 16 March and 22 March. Officers attended from HQ ACC and Regions I, II, III, and IV. The interest shown was gratifying, and the Interior staff learnt much from the students.

A second course is now in progress with officers attending from Regions I, II, III, IV, V, VI, VIII and 5th and 8th Army Groups. I would take this opportunity of expressing our thanks to those lecturers who addressed the officers.

3. With my staff officer, I have visited on tour Benevento, Avellino, Campobasso, Caserta, San Vittore, and AMG, M.Z. Corps Main HQ's Liaison Officer, in each place interviewed the senior officer, and with their permission, whenever possible, the Prefects. I was surprised and indeed gratified to learn that Giunta Communale are actually functioning in Region III and 5th Army areas, even north of the Volturno. Again I learnt a great deal from the tour and resulting contact.

4. Capt. R. B. Temple, of this Sub-Commission has been in tour in Sardinia since 1st April.

5. Local Government on lines approved by the Chief Commissioner is alive in Region III. The first meeting of the Giunta Provinciale Amministrative in [redacted] Province was attended by officers of the first course as guests. An immense amount of business was done, and the citizen members sat for the first time. I firmly believe these appointments and opportunities are producing and will produce a better and real feeling of responsibility in the rehabilitation of their country by the men of the people as opposed to career officials, and will play no mean part in stabilizing affairs.

3968

6. The Royal Decree in regard to the reconstitution of local government is

Declassified E.O. 12356 Section 3.3/NND No. 785021

NND/12/NA8

PRECIS OF REPORT

OF

DIRECTOR INTERIOR SUB COMMISSION
REGIONAL COMMISSIONER'S CONFERENCE

FRIDAY, APRIL 14

1. Almost daily contact with the Minister of Interior, Sig. Scelo or his staff. Multifarious matters concerning prefects, Giunta, and other extraneous matters. The appointment of a prefect for Campobasso has produced, as yet, no satisfactory response from Signor Scelo. Many other minor matters were dealt with in regard to appointments or removals, and his attitude towards Prefect Tamburro of Isernia does not alter. RC, Region II has agreed tentatively to the removal of Pietro Menaini - AMG appointed prefect of Caserta - provided an efficient substitute is found.

2. A course and period of attachment to the Interior Sub-Commission was held between 16 March and 22 March. Officers attended from HQ AGC and Regions I, II, III, and IV. The interest shown was gratifying, and the Interior staff learnt much from the students.

A second course is now in progress with officers attending from Regions I, II, III, IV, V, VI, VIII and 5th and 6th Army Groups. I would take this opportunity of expressing our thanks to those lecturers who addressed the officers.

3. With my staff officer, I have visited on tour Benevento, Avellino, Campobasso, Caserta, San Vittore, and AMG, N.E. Corps Main HQ's Liaison officer, in each place interviewed the senior officer, and with their permission, whenever possible, the Prefects. I was surprised and indeed gratified to learn that Giunte Comunale are actually functioning in Region III and 5th Army areas, even north of the Volturno. Again I learnt a great deal from the tour and resulting contact.

4. Capt. R. R. Temple, of this Sub-Commission has been in tour in Sardinia since 1st April.

5. Local Government on lines approved by the Chief Commissioner is alive in Region III. The first meeting of the Giunta Provinciale Amministrativa in [illegible] Province was attended by officers of the first course as guests. An immense amount of business was done, and the citizen members sat for the first time. I firmly believe these appointments and opportunities are producing and will produce a better and real feeling of responsibility in the rehabilitation of their country by the men of the people as opposed to career officials, and will play no mean part in stabilising affairs.

3968

6. The Royal Decree in regard to the reconstitution of Local Government is still under discussion with the Minister of the Interior. The legal Sub-Commission has been consulted and has advised certain amendments.

R. G. B. SPICER
Lt Colonel
Director
Interior Sub-Commission

Declassified E.O. 12356 Section 3.3/NND No. 785021

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/24

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

ACC/19/Int

30 March 1944

SUBJECT: Area Boundaries

TO : Vice President, Administrative Section

1. Reference para 4, Regional Commissioner's Conference Memo of 29 March, for Saturday, April 15th; I suggest some indication (if necessary, confidential) be given to Vice Presidents and Directors of Sub-Commissions in regard to the actual areas in which Region III and Region V are operating as distinct from the areas in which the 5th and 8th Army groups are operating.

2. I find that my ignorance on these points leads me into administrative mistakes in thought, and perhaps in action, on tour, which I could avoid if some even approximate indication could be given.

R. G. B. SPICER
Lt Colonel
Director
Interior Sub-Commission

2.

Interior

A tracer of these boundaries has been obtained and can be forwarded from Admin Sec. when req'd. c.567

3/

Admin

Admin
2 Mar.

1. I think you will agree with
Question in para (1) is answered by the tracer in your possession
2. Take concrete. Hire essential for me to know if
a certain commune is in area in which B Army HQ is
effective or Region 5.

428
Mar. 3

0669

Declassified E.O. 12356 Section 3.3/NND No. 785021

Attention:

Will you The trace is being transferred to a large scale map
~~If you will~~ have a look at this please when you are next across our
office and see if Head will provide the information required. The
trace was only simplified so that the map could be effectively marked up
not as an end in itself.

Attention
Mr Ayre.

cc

Fib

1 Nov
4

0670

Declassified E.O. 12356 Section 3.3/NND No. 785021

Interior Sub Com 12/22

720.

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. Section
APO 394

Ref/107/14/CA. 30 March 1944.

SUBJECT: Regional Commissioners Conference.

TO : See Distribution Below.

P.21

1. Reference memorandum 107/13/CA of 29 March 1944.

2. The precis of remarks requested in para. 2 (c) of above-quoted memorandum is required by the Secretary General by 1200 hrs on day previous to meeting.

3. Will you please make the necessary amendment.

Have checked attached list H.

NORMAN E. FISKE
Colonel,
Deputy Executive
Commissioner.

3966

DISTRIBUTION:
List C & Group 2 (except Region VI)

Declassified E.O. 12356 Section 3.3/NND No. 785021

HEADQUARTERS
ALLIED CONTROL COMMISSION
* * * * *
INTERIOR SUB COMMISSION

DISTRIBUTION LIST

Date 30-3-44 File

Chief Clerk: HW	C. R. No.
Registered: AC	697
Majutant:	

Please read attached and initial.

TO	
Lt. Col. SPICER	
Maj. McKINNEY	
Capt TAYLOR	
Lt. LEWIS	
Lt. SLANG	

REMARKS

I

Attn Lt Col Griffin.
Note Advance transcript
5 Re: afte lunch. 3965

2
Transport arranged. C 31 Mar 44

3
S/S. Reminded Lt Col Spicer
Immensely C. 31 Mar 44

Chief Clerk,	File.

0672

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/21

Quotation 29 MAR 1944

Rec 3463

C. 697

HEADQUARTERS
ALLIED CONTROL COMMISSION
R.C. & M.G. SECTION
APO 394

29 March 1944

Ref: 107/13/CA
SUBJECT: Regional Commissioners Conference

TO : See Distribution.

1. This is to confirm that as arranged at the last Regional Commissioners Conference the next conference will be held at Hq. ACC, Provincia Building, Naples on Friday April 14 and Saturday April 15, 1944.

2. The Chief Commissioner will preside at the Friday meeting which will commence at 0900 hours.

The agenda will be:

a) Address by Chief Commissioner.
b) Reports by Regional Commissioners and SCAO's AMG Armies.
c) Reports by Head of Sub-Commissions (to be so prepared that they can be delivered in a maximum of 5 minutes) and Vice Presidents of Sections. (Officers making reports are requested to furnish the Secretary General with a precis of their remarks ~~immediately before the meeting~~). by 12.00 hrs on day previous to meeting

3. The Executive Commissioner will preside at the Saturday meeting which will commence at 0930 hours. Attendance of heads of sections and Sub-Commissions may be required by agenda items, at times to be notified before the meeting.

4. Regional Commissioners and heads of Sub-Commissions are invited to submit suggestions for inclusion in the agenda of the Saturday meeting. The suggestions should be accompanied by a brief statement on the points to be discussed, which will be circulated to all concerned before the meeting. Suggestions should be in the hands of the Deputy Executive Commissioners, R.C. & M.G. Section by 4 April 1944 latest.

5. Officers attending from outlying stations should assemble in Naples at least one day prior to the opening of the conference. R.C. & M.G. Section should be notified of expected time of arrival in order that accomodation and transport may be arranged where necessary.

6. The Secretary General will act as Secretary on the Friday Meeting.

A staff officer of the C.A. Branch R.C. & M.G. Section will act as secretary of the Saturday meeting.

3964

NORMAN E. FISKE
Colonel
Deputy Executive
Commissioner

DISTRIBUTION:
List C & Group 2

SECRET

19/20

Aide Memoire

1. The following general procedure was agreed at a meeting held on 13 March 1944 between His Excellency Col.Jung, Minister of Finance, Lt.Col.C.R.S.Harris, DPC., Lt.Col.J.Bennett and Lt.Comdr J.Lawler;

(a) that the Italian Government would cancel all measures sequestrating United Nations and French properties,

(b) that the Italian Government would, where custody had not already been taken, hand over such properties to DPC or to an officer delegated by him,

(c) that the Italian Government would in the case of commercial concerns appoint as " commissario speciale" the persons designated by the DPC, as and when requested to do so.

2. With regard to (b) above, DPC agreed that it might be easier to effect the handover by administrative action rather than by express decree. His Excellency the Minister of Finance undertook to discuss the matter with his colleague the Minister of Justice, and to inform DPC of the result.

3. The following financial points were agreed in principle:

That the Italian Government would advance to the DPC:

(a) sums required for ordinary maintenance, etc, including payment of taxes, where income from properties was insufficient to meet same,

(b) in the case of war damaged properties, sums required for urgent temporary repairs to prevent further serious depreciation in value,

(c) fee payable to the Istituti Gestore for the management of properties, the said fees to be fixed by agreement with Minister of Finance, DPC and Istituto concerned,

the terms of the ultimate repayment of these advances to be determined in the Peace Treaty.

3963

Copy to: The Rt.Hon. The Viscount Stansgate.

Declassified E.O. 12356 Section 3.3/NND No. 785021

Finance, Lt.Col.C.R.S.Harris, DPC., Lt.Col.J.Bennett and Lt.Comdr J.Lawler:

(a) that the Italian Government would cancel all measures sequestrating United Nations and French properties,

(b) that the Italian Government would, where custody had not already been taken, hand over such properties to DPC or to an officer delegated by him,

(c) that the Italian Government would in the case of commercial concerns appoint as " commissario speciale" the persons designated by the DPC, as and when requested to do so.

2. With regard to (b) above, DPC agreed that it might be easier to effect the handover by administrative action rather than by express decree. His Excellency the Minister of Finance undertook to discuss the matter with his colleague the Minister of Justice, and to inform DPC of the result.

3. The following financial points were agreed in principle:

That the Italian Government would advance to the DPC:

(a) sums required for ordinary maintenance, etc, including payment of taxes, where income from properties was insufficient to meet same,

(b) in the case of war damaged properties, sums required for urgent temporary repairs to prevent further serious depreciation in value,

(c) fee payable to the Istituti Gestore for the management of properties, the said fees to be fixed by agreement with Minister of Finance, DPC and Istituto concerned,

the terms of the ultimate repayment of these advances to be determined in the Peace Treaty.

3963

Copy to: The Rt.Hon. The Viscount Stansgate.

VG.

Int. - file.

Declassified E.O. 12356 Section 3.3/NND No. 763021

0675

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/19

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
INTERIOR SUB COMMISSION
APO 394

Acc/19/INT-

15 March 1944

SUBJECT: Regional Commissioner's Conference, Saturday, 4 March

TO : Staff Officer, Vice President, Administrative Section

1. Please note, on page 8, after my name the word "advancement" is used. I did not use the word "advancement". The whole purport of my remark was in regard to "establishment".

R. G. B. SPICER
Lt Colonel
Director
Interior Sub-commission

3141

3962

Interior Sub Com
19/18 ~~24~~

526

RESTRICTED

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394

MONTHLY CONFERENCE 3 MARCH 1944

The Conference was opened by the Chief Commissioner, Lieutenant General Sir Noel Mason MacFarlane at 1100 hours. General MacFarlane summarized the present situation as follows:

1. Move of the Italian Government to the Salerno Area has been completed.

2. The organization of the Allied Control Commission has reached finality.

3. The regions have been altered recently. Salerno Province has been returned to Region 3, and Region 4 now has a sub-region which will deal with Rome working under AMG 5th Army when Rome is reached and so long as Rome comes within 5th Army Area.

4. There has been a reorganization in the Sub-Commissions. The independent Sub-Commissions now are:

a. Telecommunications
b. Army
c. Navy
d. Air
e. War Material Disposal

Allied prisoners of war are now dealt with directly by ACMF.

5. The Public Relations Branch will now be centralized at Main Headquarters, and PROs will go out into the regions only as required.

6. Close contact has been established between ACC PWB and ACMF.

7. The loss of personnel, officer and enlisted, has been a severe blow, which must be faced. There is a ceiling to the allowable personnel and it is final. It is up to ACC to shift the burden to the Italians as rapidly as they can assume it efficiently in order to place Allied personnel where they can be most useful.

8. Typhus control was taken over by ACC from the Typhus Commission as from 20 February.

9. The Italian Government is now a government of ministers, rather than a government of secretaries. 3961

10. General Gazzera will deal with ACC in regard to PW. The Comando Supremo under General Messe would not deal with the service Sub-Commissions, but only with matters on a high level with the Chief Commissioner. All military matters at a lower level will be handled by Brigadier Duchesne at Lecce with General Orlando, Minister of War, and General Berardi, Chief of Staff.

(G.O.C-in-C, General Sir Harold Alexander, arrived at conference at 1113.)

11. The fusion of ACC and AMG has opened possibilities which are not fully realized by many, especially in the field, and there is a noticeable tendency not to make use of these advantages. It is important that there be a coherent chain of policy from the time AMG first takes over at the time of occupation to the time when

Declassified E.O. 12356 Section 3.3/NND No. 785021

MONTHLY CONFERENCE 3 MARCH 1944

The Conference was opened by the Chief Commissioner, Lieutenant General Sir Noel Mason MacFarlane at 1100 hours. General MacFarlane summarized the present situation as follows:

1. Move of the Italian Government to the Salerno Area has been completed.

2. The organization of the Allied Control Commission has reached finality.

3. The regions have been altered recently. Salerno Province has been returned to Region 3, and Region 4 now has a sub-region which will deal with Rome working under AMG 5th Army when Rome is reached and so long as Rome comes within 5th Army Area.

4. There has been a reorganization in the Sub-Commissions. The independent Sub-Commissions now are:

a. Telecommunications
b. Army
c. Navy
d. Air
e. War Material Disposal

Allied prisoners of war are now dealt with directly by ACMF.

5. The Public Relations Branch will now be centralized at Main Headquarters, and PROs will go out into the regions only as required.

6. Close contact has been established between ACC PWB and ACMF.

7. The loss of personnel, officer and enlisted, has been a severe blow, which must be faced. There is a ceiling to the allowable personnel and it is final. It is up to ACC to shift the burden to the Italians as rapidly as they can assume it efficiently in order to place Allied personnel where they can be most useful.

8. Typhus control was taken over by ACC from the Typhus Commission as from 20 February.

9. The Italian Government is now a government of ministers, rather than a government of secretaries.

3961

10. General Gazzera will deal with ACC in regard to PW. The Comando Supremo under General Messe would not deal with the service Sub-Commissions, but only with matters on a high level with the Chief Commissioner. All military matters at a lower level will be handled by Brigadier Duchesne at Lecce with General Orlando, Minister of War, and General Berardi, Chief of Staff.

(G.O.C-in-C, General Sir Harold Alexander, arrived at conference at 1113.)

11. The fusion of ACC and AMG has opened possibilities which are not fully realized by many, especially in the field, and there is a noticeable tendency not to make use of these advantages. It is important that there be a coherent chain of policy from the time AMG first takes over at the time of occupation to the time when ACC follows in its advisory capacity. As and when the Italian Government takes over, there must be an immediate reduction of Allied personnel who will move to new regions.

12. The question of promotions for American officers is being given all the attention possible.

13. Our main job is to get the maximum in war effort from Italy. AMG penetrates new ground, after which the Italian machine must be made to function under our supervision, and as soon as possible the Italians must run the job themselves with the minimum supervision.

14. The problem of defascistization continually looms up, and there are still

Declassified E.O. 12356 Section 3.3/NND No. 785021

many people in official positions who have Fascist records. This has been necessary for the smooth running of the country. It is desired to replace these individuals as soon as possible, and for this purpose an understudy is necessary who can be trained to take over the position.

15. The food and refugee problems are still important. A large influx of refugees from the Balkans contributed greatly to this. The Red Cross has given admirable assistance. The Chief Commissioner has asked for more Red Cross personnel to work with refugees.

The only real answer to the "black market" situation, which is common to all countries, is to procure adequate supplies.

16. Executive control has been established through the Executive Commissioner and his section. The Chief Commissioner pointed out that the Sub-Commissions may and should deal with their own representatives in regions and provinces, but their instructions should go through the Regional Commissioners.

17. Political situation.

The policy of the Allied Governments was for the ACC to collaborate with whatever government is in power in order to get the best war effort out of the country. Anything which may impede the war effort must be stopped. At present there is a strong opposition which has no constitutional method of articulation. ACC is keeping in close contact with this opposition giving it every opportunity to present its case to the Allied Governments, who are kept fully informed of the political situation.

The problems at present in the political field can be summed up as follows: (1) there is an intense feeling against the King; (2) the arrival in Rome is not on schedule, and (3) it is unfortunate that the opposition parties were able to organize the proposed ten minute stoppage of work. It is thought this latter problem will be settled amicably.

Political tension and excitement of any sort which would interfere with the smooth running of the government and the war effort should be avoided.

I. REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

A. Regional Commissioner, Region I, Sicily, Lt. Col. A. N. Hancock.

1. Good will has been maintained in the Region. A civil upheaval was threatened by government officials at the time of the changeover, because of objection to the Badoglio Government. These officials were advised to remain in office at least until Rome is reached. These recommendations were accepted as orders.

2. Trouble threatened by electric workers was ironed out without difficulty by ACC. Managers are asking for increase in rates.

3. One serious situation arose when coal was removed from the South side of the Island for operational purposes, leaving trains without fuel.

4. Satisfactory relations exist with Army and Navy.

5. There was an unexpected arrival of refugees, but they were taken care of by Italians.

B. Regional Commissioner, Region II (Southern Italy), Lt. Col. G. H. McCaffrey.

Declassified E.O. 12356 Section 3.3/NND No. 785021

The only real answer to the "black market" situation, which is common to all countries, is to procure adequate supplies.

16. Executive control has been established through the Executive Commissioner and his section. The Chief Commissioner pointed out that the Sub-Commissions may and should deal with their own representatives in regions and provinces, but their instructions should go through the Regional Commissioners.

17. Political situation.

The policy of the Allied Governments was for the ACC to collaborate with whatever government is in power in order to get the best war effort out of the country. Anything which may impede the war effort must be stopped. At present there is a strong opposition which has no constitutional method of articulation. ACC is keeping in close contact with this opposition giving it every opportunity to present its case to the Allied Governments, who are kept fully informed of the political situation.

The problems at present in the political field can be summed up as follows: (1) there is an intense feeling against the King; (2) the arrival in Rome is not on schedule, and (3) it is unfortunate that the opposition parties were able to organize the proposed ten minute stoppage of work. It is thought this latter problem will be settled amicably.

Political tension and excitement of any sort which would interfere with the smooth running of the government and the war effort should be avoided.

I. REPORTS BY REGIONAL CONTROL AND MILITARY GOVERNMENT SECTION.

A. Regional Commissioner, Region I, Sicily, Lt. Col. A. N. Hancock.

1. Good will has been maintained in the Region. A civil upheaval was threatened by government officials at the time of the changeover, because of objection to the Badoglio Government. These officials were advised to remain in office at least until Rome is reached. These recommendations were accepted as orders.

2. Trouble threatened by electric workers was ironed out without difficulty by ACC. Managers are asking for increase in rates.

3. One serious situation arose when coal was removed from the South side of the Island for operational purposes, leaving trains without fuel.

4. Satisfactory relations exist with Army and Navy.

5. There was an unexpected arrival of refugees, but they were taken care of by Italians.

B. Regional Commissioner, Region II (Southern Italy), Lt. Col. G. H. McCaffrey.

1. There was no friction or disorder at the time of changeover.

2. The food situation has improved.

3. Crime is down 25% from normal.

Declassified E.O. 12356 Section 3.3/NND No. 785021

4. Courts in Apulia are unsatisfactory. There have been very few prosecutions against people committing crimes against the Allies.

5. Road haulage is a difficult problem because of lack of trucks and the fact that 1001 GT Coy was handed over with 60 unserviceable trucks. An attempt is being made to get Italians to shoulder more of the responsibility for this transportation.

6. The power situation is not satisfactory.

7. Reduction in personnel has created difficulties.

8. Obstacles have been encountered in moving Headquarters from Matera to Bari. Assistance will be needed from higher authority in order to get suitable accommodations and assistance.

C. Regional Commissioner, Region VI (Sardinia), Brigadier P. K. Dunlop.

1. This region never passed through the AMG stage.

2. The population of Sardinia is just over a million. It is wholely an agricultural and pastoral community. The villages are crowded with Italian soldiers. It is a very malarious region. We must get the Italian soldiers away from the Island before malaria season, or move them to the hills in bivouac if necessary.

3. The political situation is satisfactory.

4. The food situation is now well in hand. A shortage exists of olive oil and sugar. The American Army assumed the feeding of Italian Army on 26 February. Good crops appear to be in prospect.

5. There is much salt and cork ready for export and a little has already been shipped. Island trade with Sicily has been hampered by the Navy's taking over schooners.

6. Prices of consumer goods are going up.

7. There is no refugee problem at present. When there is, it will be principally a shipping problem.

8. Mr. Grady added the comment on Sardinia that fishing and canning will soon get underway.

D. Regional Commissioner, Region III (Campania), Lt. Col. C. Poletti.

1. The transfer of Salerno Province to this region may cause difficulty in administration.

2. Benevento and Avellino have been visited. Much progress has been made and conditions on the whole in the region are good.

3. Public order in Naples is not very good. The crime rate is high. Some of the Carabinieri scheduled for Rome have been put on duty in Naples to help in dealing with this problem.

4. A squad of 100 trained men is dealing with the black market proble

3960

Declassified E.O. 12356 Section 3.3/NND No. 785021

7. Reduction in personnel has created difficulties.

8. Obstacles have been encountered in moving Headquarters from Matera to Bari. Assistance will be needed from higher authority in order to get suitable accommodations and assistance.

C. Regional Commissioner, Region VI (Sardinia), Brigadier P. K. Dunlop.

1. This region never passed through the AMG stage.

2. The population of Sardinia is just over a million. It is wholely an agricultural and pastoral community. The villages are crowded with Italian soldiers. It is a very malarious region. We must get the Italian soldiers away from the Island before malaria season, or move them to the hills in bivouac if necessary.

3. The political situation is satisfactory.

4. The food situation is now well in hand. A shortage exists of olive oil and sugar. The American Army assumed the feeding of Italian Army on 26 February. Good crops appear to be in prospect.

5. There is much salt and cork ready for export and a little has already been shipped. Island trade with Sicily has been hampered by the Navy's taking over schooners.

6. Prices of consumer goods are going up.

7. There is no refugee problem at present. When there is, it will be principally a shipping problem.

8. Mr. Grady added the comment on Sardinia that fishing and canning will soon get underway.

D. Regional Commissioner, Region III (Campania), Lt. Col. C. Poletti.

1. The transfer of Salerno Province to this region may cause difficulty in administration.

2. Benevento and Avellino have been visited. Much progress has been made and conditions on the whole in the region are good. 3960

3. Public order in Naples is not very good. The crime rate is high. Some of the Carabinieri scheduled for Rome have been put on duty in Naples to help in dealing with this problem.

4. A squad of 100 trained men is dealing with the black market problem.

5. A public utility strike threat for higher wages and more food was quelled successfully.

6. On the political side there is the opposition to the King and a similar feeling toward the Badoglio Government. There is a feeling that the Fascists are not being cleaned out fast enough.

7. A primary difficulty in connection with the food problem is that there are too many restrictions on free movement of commerce, which curbs individual ini-

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

tiative. It is desired to relax these restrictions if possible.

People are desirous of having a pasta ration in addition to bread. If necessary it would even be satisfactory to reduce the bread ration if a 42 gram pasta ration could be added.

The special rations which have been given by the services to certain groups doing hard labor have brought complaints from other groups. This will have to be ironed out.

8. Regarding crops, the people are asking which products are going to be amassed under the "Amasso System."

9. A special division has been formed for transport. It is planned to begin garbage hauling and cleaning up the debris in Naples.

10. The courts are clogged at present, both Army and Italian.

11. People are asking for a revision of pensions. (General MacFarlane advised that this was being handled by the Finance Sub-Commission.)

12. Relationswith PBS have improved.

13. The prostitute situation is being cleared up. Medical treatment is being administered. Prosecutions are being sought. More stringent legislation is recommended to curb this menace.

E. Regional Commissioner, Region V (Foggia and Campobasso), Colonel F. L. Whitley.

1. Headquarters were opened in Campobasso on 15 February.

2. The Region Headquarters is extremely short of personnel, having only 4 clerks. Request the return of personnel which are out on loan to Colonel Kirkwood.

3. The political situation is very good. It is desired to remedy the Bari radio situation, as there have been numerous criticisms by the Italians of the promises made over this station.

4. Supply situation is generally good. The lack of transportation is the principal difficulty. Supply for only one or two days can be amassed in an area, but no commune has been isolated for more than one day in spite of difficulties. The main roads are all open. In this, the Italians are doing a good piece of work.

5. The health situation is good, except in Foggia. There is not enough health personnel and no medical officer assigned. The sewage system in Foggia is very bad. Lack of transport and labor difficulty hindered the getting rid of sewage. This latter item has been overcome. The venereal rate is up. No typhus has been reported.

6. This is principally an agricultural area and planting is progressing.

7. Public safety is generally good; crime consists mostly of minor offenses.

8. Education has not been taken up so far.

Declassified E.O. 12356 Section 3.3/NND No. 795021

The special rations which have been given by the services to certain groups doing hard labor have brought complaints from other groups. This will have to be ironed out.

8. Regarding crops, the people are asking which products are going to be amassed under the "Amasso System."

9. A special division has been formed for transport. It is planned to begin garbage hauling and cleaning up the debris in Naples.

10. The courts are clogged at present, both Army and Italian.

11. People are asking for a revision of pensions. (General MacFarlane advised that this was being handled by the Finance Sub-Commission.)

12. Relations with PBS have improved.

13. The prostitute situation is being cleared up. Medical treatment is being administered. Prosecutions are being sought. More stringent legislation is recommended to curb this menace.

E. Regional Commissioner, Region V (Foggia and Campobasso), Colonel F. L. Whitley.

1. Headquarters were opened in Campobasso on 15 February.

2. The Region Headquarters is extremely short of personnel, having only 4 clerks. Request the return of personnel which are out on loan to Colonel Kirkwood.

3. The political situation is very good. It is desired to remedy the Bari radio situation, as there have been numerous criticisms by the Italians of the promises made over this station.

4. Supply situation is generally good. The lack of transportation is the principal difficulty. Supply for only one or two days can be amassed in an area, but no commune has been isolated for more than one day in spite of difficulties. The main roads are all open. In this, the Italians are doing a good piece of work.

5. The health situation is good, except in Foggia. There is not enough health personnel and no medical officer assigned. The sewage system in Foggia is very bad. Lack of transport and labor difficulty hindered the getting rid of sewage. This latter item has been overcome. The venereal rate is up. No typhus has been reported.

6. This is principally an agricultural area and planting is progressing.

7. Public safety is generally good; crime consists mostly of minor offenses.

8. Education has not been taken up so far.

9. There have been no developments in property control.

10. Legal matters are satisfactory.

11. The greatest problem is black market dealings. A roving patrol is clamping down on this matter. CAOs of other regions have been giving authority to enter Foggia to buy supplies, which has added to the problem in the region.

12. The fuel situation is not serious; there is enough wood for cooking.

Declassified E.O. 12356 Section 3.3/NND No. 785021

13. The salt situation is now satisfactory, but during the Fall when meat is cured, this will become a problem.

14. General MacFarlane asked when the Regional Commissioner would advise handing over this territory and Region III to the Italians. The Regional Commissioner believed it would be better to keep the region as a military area due to Air Force requirements until all of Italy is liberated.

Colonel Poletti, Region III, stated that he thought it inadvisable to transfer his region at the present time. He believed that handing back the rest of Campania should be deferred until Rome is reached.

F. Eighth Army AMG, Gp. Capt. C. E. Benson.

1. The problem of feeding the Southern part of Campobasso Area could be handled better from the Naples Area.

2. Refugees are a real problem.

3. No typhus has been reported. One small outbreak of typhoid is now under control.

4. There is a question of charging for electric power.

5. Public safety. A close check must be maintained on movements of civilians. Policemen are needed and it would be helpful if some could be borrowed from those reserved for Rome. It is desired that the movement of civilians into Campobasso be stopped.

6. There is no industry in this region, it is almost entirely agricultural. Such industry as there was is located too close to the battle area.

7. 10,000 to 12,000 civilians are working on road construction.

8. No repercussions were caused by the hand over of territory.

9. In regard to finance, banks are being opened up as quickly as possible, and as far forward as possible.

10. Legal and political situations are satisfactory.

The G.O.C-in-C, General Sir Harold Alexander, was introduced by the Chief Commissioner. General Alexander expressed his pleasure at being present at the conference and assured all of his great interest in the Commission's work. He extended his appreciation for the cooperation he had been receiving and the progress which has been made by the Commission.

3959

The conference adjourned and reopened at 1430 hours.

G. Fifth Army AMG, Brigadier General E. E. Hume.

1. The chief problems are personnel and transportation. The organization has expanded, but personnel have been cut. French speaking officers are needed for liaison with the French Expeditionary Corps.

Declassified E.O. 12356 Section 3.3/NND No. 785021

sioner believed it would be better to keep the region as a military area due to Air Force requirements until all of Italy is liberated.

Colonel Poletti, Region III, stated that he thought it inadvisable to transfer his region at the present time. He believed that handing back the rest of Campania should be deferred until Rome is reached.

F. Eighth Army AMG, Gp. Capt. C. E. Benson.

1. The problem of feeding the Southern part of Campobasso Area could be handled better from the Naples Area.

2. Refugees are a real problem.

3. No typhus has been reported. One small outbreak of typhoid is now under control.

4. There is a question of charging for electric power.

5. Public safety. A close check must be maintained on movements of civilians. Policemen are needed and it would be helpful if some could be borrowed from those reserved for Rome. It is desired that the movement of civilians into Campobasso be stopped.

6. There is no industry in this region, it is almost entirely agricultural. Such industry as there was is located too close to the battle area.

7. 10,000 to 12,000 civilians are working on road construction.

8. No repercussions were caused by the hand over of territory.

9. In regard to finance, banks are being opened up as quickly as possible, and as far forward as possible.

10. Legal and political situations are satisfactory.

The G.O.C-in-C, General Sir Harold Alexander, was introduced by the Chief Commissioner. General Alexander expressed his pleasure at being present at the conference and assured all of his great interest in the Commission's work. He extended his appreciation for the cooperation he had been receiving and the progress which has been made by the Commission.

3959

The conference adjourned and reopened at 1430 hours.

G. Fifth Army AMG, Brigadier General E. E. Hume.

1. The chief problems are personnel and transportation. The organization has expanded, but personnel have been cut. French speaking officers are needed for liaison with the French Expeditionary Corps.

2. Transportation complicates the food problem.

3. Agriculture is progressing satisfactorily.

4. On the legal side, the principal difficulty lies in dealing with diverse types of troops.

RESTRICTED

Declassified E.O. 12356 Section 3.3/NND No. 785021

5. Military arrangements in regard to bridges get priority which sometimes cause civilians to suffer. The Engineers have been very cooperative in this matter.

6. With reference to transfer of territory, Region 3 overlaps the boundaries of the 5th Army, thus coming under the Army Commander as far as territory is concerned.

7. Rome. Carabinieri force already organized is to be taken along. It would be fine to have them work somewhere for the present, but they must not be dispersed, as there are no more to be recruited.

The Rome black market team is now getting training in Naples.

Transportation to Rome will be a big problem. There is none available at present.

H. Refugee Branch (Italians), Lt. Col. L. R. Hulls.

1. It has been endeavoured to keep people from becoming refugees by starting at the front and encouraging them and helping them to stay where they are if possible. When they must be evacuated South, it is done as rapidly and humanely as possible. Lack of transportation has made transit camps necessary. Feeding refugees in transit is difficult. Communications difficulties often prevent word getting through to the areas receiving shipments.

2. 50,000 people have been evacuated to date, 16,000 of these during February. The evacuation of 1,000 per day is necessary in order to keep battle zones and forward lines of communication clear. It will be necessary to absorb still larger numbers in the future. It is best to keep them on the Mainland in order to minimize the shipping problem. The Italians are helping by providing military personnel to run camps.

3. The problem of dispersion is important. Improvement is necessary. Households should be obliged to take refugees. They cannot continue to be thrown together in bunches to look after themselves to the degree in which they have been in the past.

4. General MacFarlane inquired as to the assistance given by the Red Cross. Colonel Hulls replied that they have been giving good cooperation.

I. Displaced Persons Sub-Commission, Colonel Kirkwood.

1. The biggest problem is Yugoslav refugees which were not originally taken into the plans.

2. This job is a continuous one requiring much personnel. The constant changing of personnel has been a great hindrance.

3. There are 9 camps and 2 hospitals at present. 15,000 have been received plus 1000 more on 3 March. 11,000 displaced persons have been shipped. Small groups are continually appearing all over Italy. At present no difficulty is being experienced in caring for these.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ies of the 5th Army, thus coming under the Army Commander as far as territory is concerned.

7. Rome. Carabinieri force already organized is to be taken along. It would be fine to have them work somewhere for the present, but they must not be dispersed, as there are no more to be recruited.

The Rome black market team is now getting training in Naples.

Transportation to Rome will be a big problem. There is none available at present.

H. Refugee Branch (Italians), Lt. Col. L. R. Hulls.

1. It has been endeavoured to keep people from becoming refugees by starting at the front and encouraging them and helping them to stay where they are if possible. When they must be evacuated South, it is done as rapidly and humanely as possible. Lack of transportation has made transit camps necessary. Feeding refugees in transit is difficult. Communications difficulties often prevent word getting through to the areas receiving shipments.

2. 50,000 people have been evacuated to date, 16,000 of these during February. The evacuation of 1,000 per day is necessary in order to keep battle zones and forward lines of communication clear. It will be necessary to absorb still larger numbers in the future. It is best to keep them on the Mainland in order to minimize the shipping problem. The Italians are helping by providing military personnel to run camps.

3. The problem of dispersion is important. Improvement is necessary. Households should be obliged to take refugees. They cannot continue to be thrown together in bunches to look after themselves to the degree in which they have been in the past.

4. General MacFarlane inquired as to the assistance given by the Red Cross. Colonel Hulls replied that they have been giving good cooperation.

I. Displaced Persons Sub-Commission, Colonel Kirkwood.

1. The biggest problem is Yugoslav refugees which were not originally taken into the plans.

2. This job is a continuous one requiring much personnel. The constant changing of personnel has been a great hindrance.

3. There are 9 camps and 2 hospitals at present. 15,000 have been received plus 1000 more on 3 March. 11,000 displaced persons have been shipped. Small groups are continually appearing all over Italy. At present no difficulty is being experienced in caring for these.

4. Only two cases of typhus have been encountered and these were not in ACC camps. Many people are ill. They all require instruction in sanitation and disinfestation.

5. Request is made that CAOs be instructed not to give passes to internees. Passes will be given by camp commandants.

6. People who wish to go out into the community to live must have permission from the Provincial Commissioner, as well as the camp commandant.

Declassified E.O. 12356 Section 3.3/NND No. 785021

7. The matter of food payments must be settled with Regional Commissioner.

8. General MacFarlane asked Colonels Kirkwood and Hulls whether the Yugoslavs and other refugees were doing their own cooking and looking after their own sanitary problems. The reply was that they were not doing much for themselves.

The question was brought up regarding recruiting of Displaced Persons. General MacFarlane stated that Yugoslavs were not to be recruited from the Italian Army.

J. Executive Commissioner, Brigadier M. S. Lush.

1. The heads of Sub-Commissions are to keep the Regional Commissioners well informed.

2. With reference to personnel, by the end of March we shall have a stationary ceiling of 1222 officers, 611 each British and American.

It is desired that an effort be made to get more men into the field and less at Headquarters.

The Security Branch is now taking over much of the work done by field security officers.

3. Brigadier Lush suggested that "Allied Control Commission" be the name for all of ACC/AMG activities. General MacFarlane said that he would give this matter consideration.

II. REPORTS BY ADMINISTRATIVE SECTION.

A. Interior Sub-Commission, Lt. Col. R. G. B. Spicer.

1. There have been conferences with the Minister of Interior and his staff. Liaison is good. There is an objectionable tendency on the part of the Ministry to remove Prefects and officials appointed by AMG, generally because the Minister feels that the appointees are too junior in rank.

2. A survey of Apulia in regard to local government and officials has been made.

3. Local government has flourished in Region 1. It is desired to establish more uniformity throughout the Regions.

B. Public Safety Sub-Commission, Colonel P. C. Kirk.

1. Public safety must now be conducted on a decentralized basis due to lack of personnel and communications.

3958

2. Visits have been made and will continue to be made to the field.

3. There is a need for more police.

4. Clothing and equipment have been handled through military channels.

5. Licensing and registration of motor vehicles is being dealt with in Regions I to V.

Declassified E.O. 12356 Section 3.3/NND No. 785021

General MacFarlane stated that Yugoslavs were not to be recruited from the Italian Army.

J. Executive Commissioner, Brigadier M. S. Lush.

1. The heads of Sub-Commissions are to keep the Regional Commissioners well informed.

2. With reference to personnel, by the end of March we shall have a stationary ceiling of 1222 officers, 611 each British and American.

It is desired that an effort be made to get more men into the field and less at Headquarters.

The Security Branch is now taking over much of the work done by field security officers.

3. Brigadier Lush suggested that "Allied Control Commission" be the name for all of ACC/AMG activities. General MacFarlane said that he would give this matter consideration.

II. REPORTS BY ADMINISTRATIVE SECTION.

A. Interior Sub-Commission, Lt. Col. R. G. B. Spicer.

1. There have been conferences with the Minister of Interior and his staff. Liaison is good. There is an objectionable tendency on the part of the Ministry to remove Prefects and officials appointed by AMG, generally because the Minister feels that the appointees are too junior in rank.

2. A survey of Apulia in regard to local government and officials has been made.

3. Local government has flourished in Region 1. It is desired to establish more uniformity throughout the Regions.

B. Public Safety Sub-Commission, Colonel P. C. Kirk.

1. Public safety must now be conducted on a decentralized basis due to lack of personnel and communications.

3958

2. Visits have been made and will continue to be made to the field.

3. There is a need for more police.

4. Clothing and equipment have been handled through military channels.

5. Licensing and registration of motor vehicles is being dealt with in Regions I to V.

6. General MacFarlane asked whether it would be better to have the Public Safety work more centralized. The answer to this query was "Yes and No." Some of the activities could be better directed centrally, some could not. A short discussion followed regarding the centralization of control.

Declassified E.O. 12356 Section 3.3/NND No. 785021

C. Public Health Sub-Commission, Brigadier G. S. Parkinson.

1. Responsibility for typhus control was handed over to ACC by the Typhus Control Commission. There have been between 1400 and 1500 cases. At present there are 700 engaged in the control of the disease. The shortage of soap is a great handicap. If caustic soda could be imported it would be possible to manufacture soap here. A meeting of the Typhus Board brought up the question of relaxation of restrictions on troops. This will be reconsidered at next meeting during coming week.

2. Venereal disease. There is the problem of what to do with prostitutes. 450 are hospitalized at the present moment. Concentration camps have been suggested. A revision of laws and their exact enforcement are needed.

3. Malaria. This Sub-Commission is endeavouring to get an expert to advise on its control. There is a malaria control board. Malaria will be a greater problem this year due to drainage situation.

4. An effort is being made to standardize food in the hospitals.

5. Malnutrition is not apparent, but investigations are being made in schools in Naples and Salerno.

6. An attempt has been made to centralize welfare head in close touch with Labour Sub-Commission. The Red Cross has helped considerably. There is a shortage of personnel in the field, especially in welfare work.

D. Legal Sub-Commission, Colonel G. R. Upjohn.

1. Up to recently the chief work has been concerned with documents connected with the restoration of territory.

2. Italian Government has had some difficulty with Army authorities in some Regions. This Sub-Commission has been ironing out the loose ends to get the situation running more smoothly.

3. The Italian Government has been very cooperative. Decrees proposed by ACC have been made their laws.

4. A new Minister of Justice was appointed.

5. Regarding the state of Italian courts in Apulia, particularly in Taranto and Brindisi, Colonel Upjohn had asked that the procedure be expedited and heavier sentences imposed.

6. In reviewing a large number of cases it has been found that the records are not well kept.

7. There is an urgent need for legal officers in Naples to clear up congested courts.

8. Decrees issued in Apulia were applicable in restored territory. Decrees issued in future by Italian Government could be made applicable in occupied territory if endorsed to that effect by the Chief Commissioner. The Chief Commissioner stated that ACMF was about to issue a directive defining rights of Allied Forces in restored territory.

E. Education Sub-Commission, Lt. Col. Smith.

Declassified E.O. 12356 Section 3.3/NND No. 782021

here. A meeting of the Typhus Board brought up the question of relaxation of restrictions on troops. This will be reconsidered at next meeting during coming week.

2. Venereal disease. There is the problem of what to do with prostitutes. 450 are hospitalized at the present moment. Concentration camps have been suggested. A revision of laws and their exact enforcement are needed.

3. Malaria. This Sub-Commission is endeavouring to get an expert to advise on its control. There is a malaria control board. Malaria will be a greater problem this year due to drainage situation.

4. An effort is being made to standardize food in the hospitals.

5. Malnutrition is not apparent, but investigations are being made in schools in Naples and Salerno.

6. An attempt has been made to centralize welfare head in close touch with Labour Sub-Commission. The Red Cross has helped considerably. There is a shortage of personnel in the field, especially in welfare work.

D. Legal Sub-Commission, Colonel G. R. Upjohn.

1. Up to recently the chief work has been concerned with documents connected with the restoration of territory.

2. Italian Government has had some difficulty with Army authorities in some Regions. This Sub-Commission has been ironing out the loose ends to get the situation running more smoothly.

3. The Italian Government has been very cooperative. Decrees proposed by ACC have been made their laws.

4. A new Minister of Justice was appointed.

5. Regarding the state of Italian courts in Apulia, particularly in Taranto and Brindisi, Colonel Upjohn had asked that the procedure be expedited and heavier sentences imposed.

6. In reviewing a large number of cases it has been found that the records are not well kept.

7. There is an urgent need for legal officers in Naples to clear up congested courts.

8. Decrees issued in Apulia were applicable in restored territory. Decrees issued in future by Italian Government could be made applicable in occupied territory if endorsed to that effect by the Chief Commissioner. The Chief Commissioner stated that ACMF was about to issue a directive defining rights of Allied Forces in restored territory.

E. Education Sub-Commission, Lt. Col. Smith.

1. Defascistization of University of Naples was being accomplished.

2. Text books are finally being received which are void of traces of Fascism.

Declassified E.O. 12356 Section 3.3/NND No. 785021

3. A Youth Commission is exploring to see what can be done for youth to fill the gap left by the abolition of the Fascist Youth Movement.

a. Serving of lunches to school children was under consideration.
b. General MacFarlane suggested a Boy Scout movement, etc.

4. Many school buildings had been requisitioned and their release was required.

F. Property Control Sub-Commission, Lt. Col. C. R. Harris.

1. Region XII has more Allied property than was expected.

2. The Commission now has a list of industrial concerns sequestrated by the Italian Government.

(A question was raised by Colonel Poletti regarding the taking over of German property in newly conquered territories. General MacFarlane advised that any such cases encountered should be immediately reported to higher Headquarters.)

G. Monuments and Fine Arts Sub-Commission, Major de Wald.

1. There had been recent changes in personnel.

2. A slight reorientation of policy is necessary.

a. There should be certain standard rules for protecting monuments and fine arts in Italy.
b. The importance of their protection should be brought closely to the attention of military personnel.

(1) Up to now this has been done by printing of lists
(2) Lists are now being printed in small handbooks. These lists will indicate the monuments in Italy which are to be protected.

c. Italian people are interested in doing what they can along this line.
d. The Public Relations Section can help by giving information to troops.
e. Major de Wald suggested that the officer in charge of monuments and fine arts should be consulted before requisitioning any property which might be of historic or artistic value. Military necessity is recognized as paramount.

3957

General MacFarlane asked if it were true that a black market has started in works of art. Major de Wald said that he had no information.

H. Vice President of Administrative Section, The Rt. Hon. The Viscount Stansgate, commented briefly on the functioning of his Section. He stated that it was necessary to examine the broad outline of the Italian machine; once this was grasped, then the details would fit in easier. To get this picture, day to day information of what goes on in the regions was necessary. He stressed the value of the services being rendered to the Italian people and the corresponding importance in results obtained from a happier people of a higher morale.

Declassified E.O. 12356 Section 3.3/NND No. 785021

b. General MacFarlane suggested a Boy Scout movement, etc.

4. Many school buildings had been requisitioned and their release was required.

F. Property Control Sub-Commission, Lt. Col. C. R. Harris.

1. Region III has more Allied property than was expected.

2. The Commission now has a list of industrial concerns sequestrated by the Italian Government.

(A question was raised by Colonel Poletti regarding the taking over of German property in newly conquered territories. General MacFarlane advised that any such cases encountered should be immediately reported to higher Headquarters.)

G. Monuments and Fine Arts Sub-Commission, Major de Wald.

1. There had been recent changes in personnel.

2. A slight reorientation of policy is necessary.

a. There should be certain standard rules for protecting monuments and fine arts in Italy.

b. The importance of their protection should be brought closely to the attention of military personnel.

(1) Up to now this has been done by printing of lists
(2) Lists are now being printed in small handbooks. These lists will indicate the monuments in Italy which are to be protected.

c. Italian people are interested in doing what they can along this line.

d. The Public Relations Section can help by giving information to troops.

e. Major de Wald suggested that the officer in charge of monuments and fine arts should be consulted before requisitioning any property which might be of historic or artistic value. Military necessity is recognized as paramount.

3957

General MacFarlane asked if it were true that a black market has started in works of art. Major de Wald said that he had no information.

H. Vice President of Administrative Section, The Rt. Hon. The Viscount Stansgate, commented briefly on the functioning of his Section. He stated that it was necessary to examine the broad outline of the Italian machine; once this was grasped, then the details would fit in easier. To get this picture, day to day information of what goes on in the regions was necessary. He stressed the value of the services being rendered to the Italian people and the corresponding importance in results which would be obtained from a happier people of a higher morale.

III. REPORTS BY ECONOMIC SECTION.

A. Industry and Commerce Sub-Commission, Colonel W. Evans.

1. Industries which could be reestablished to care for essential civilian needs and not hamper the war effort have been promoted. Chief among these is the clothing industry.

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. It has been desired to start soap manufacturing, but caustic soda cannot be obtained. This has been on requisition since September. There is no surplus in the United Kingdom.

B. Labour Sub-Commission, Colonel J. R. Bain.

1. The only real labour difficulties have arisen from the amount of food available to the workers. We cooperate with the Food Sub-Commission to determine which workers shall be given the midday meal which was authorized by AFHQ. The difficulty has been to limit such distribution. Additional groups of workers have asked for consideration. There should be no discrimination in the distribution of food. The recent trouble over the question of issuing a midday meal to the public utilities workers of Naples has been settled so that a serious threatened strike was avoided.

2. The demonstration "token strike" staged for Saturday, March 4, political in nature, can probably be quelled without difficulty.

3. There has been excellent cooperation with the Italian Government and a number of decrees embodying the basic principles announced by AMG and ACC have been drafted by the Italian Ministry of Labour and submitted to the Labour Sub-Commission for approval. It is believed that these matters will become Italian law very shortly.

4. The question of an increase for Government pensioners, a matter which this Sub-Commission initiated last October, is now in the hands of the Finance Sub-Commission for final determination.

5. A number of important wage studies are now being made, of which the first, the hemp industry, has been completed.

6. The experiment initiated in Sicily involving a new form of registration for unemployment is continuing and will soon be completed. In essence, the new system builds up "live registers" and links up registration with the payment of unemployment benefits.

7. A number of trips have been made and conferences held with Italian officials connected with our Regional and Provincial Labour officers.

C. Agriculture Sub-Commission, Major W. A. Hartman.

1. More labour must be employed in the future.

2. Farmers have been confused with the Fascist policy in regard to agriculture. No uniformity or good policy had ever existed up to the present time.

3. Some difficulty and change of plans may be caused by a shortage of fertilizer.

4. Emphasis was placed on making the Italians more conscious of the necessity for forecast and planning.

5. There is a problem of varying prices, which must become more uniform for the essential needs of the farmer.

Declassified E.O. 12356 Section 3.3/NND No. 785021

1. The only real labour difficulties have arisen from the amount of food available to the workers. We cooperate with the Food Sub-Commission to determine which workers shall be given the midday meal which was authorized by AFHQ. The difficulty has been to limit such distribution. Additional groups of workers have asked for consideration. There should be no discrimination in the distribution of food. The recent trouble over the question of issuing a midday meal to the public utilities workers of Naples has been settled so that a serious threatened strike was avoided.

2. The demonstration "token strike" staged for Saturday, March 4, political in nature, can probably be quelled without difficulty.

3. There has been excellent cooperation with the Italian Government and a number of decrees embodying the basic principles announced by AMG and ACC have been drafted by the Italian Ministry of Labour and submitted to the Labour Sub-Commission for approval. It is believed that these matters will become Italian law very shortly.

4. The question of an increase for Government pensioners, a matter which this Sub-Commission initiated last October, is now in the hands of the Finance Sub-Commission for final determination.

5. A number of important wage studies are now being made, of which the first, the hemp industry, has been completed.

6. The experiment initiated in Sicily involving a new form of registration for unemployment is continuing and will soon be completed. In essence, the new system builds up "live registers" and links up registration with the payment of unemployment benefits.

7. A number of trips have been made and conferences held with Italian officials connected with our Regional and Provincial Labour officers.

G. Agriculture Sub-Commission, Major W. A. Hartman.

1. More labour must be employed in the future.

2. Farmers have been confused with the Fascist policy in regard to agriculture. No uniformity or good policy had ever existed up to the present time.

3. Some difficulty and change of plans may be caused by a shortage of fertilizer.

4. Emphasis was placed on making the Italians more conscious of the necessity for forecast and planning.

5. There is a problem of varying prices, which must become more uniform for the essential needs of the farmer.

6. It was stressed by Major Hartman that more than 50% of the physical resources and 50% of the labour in Italy are engaged in agriculture.

Forestry

7. All Italian personnel possible have been utilized in forestry, but it is difficult to find experienced Italians in this field.

Declassified E.O. 12356 Section 3.3/NND No. 785021

8. Timber is being harvested as near to where it is to be used as possible to conserve transportation, which is already a major problem.

9. The Italian Minister has been asked to get reports which will enable the planning of a timber program for the coming year. A survey of resources is being made.

Fisheries

10. This Sub-Commission is working closely with the Fisheries Section of the Ministry with a view to central control of fisheries.

D. Food Sub-Commission, Lt. Col. W. J. Legg.

1. The overall supply situation is better in the base areas. Twenty days supplies have been amassed in certain areas. There is no anxiety. The whole situation on the West Coast is favourable

2. There is a problem in connection with the handling and safeguarding of food supplies.

3. A uniform ration scale has been approved for hospital patients.

4. The present rationing system requires modification.

5. A shortage of olive oil exists.

6. Transportation is insufficient to meet requirements.

7. Under the new ration scale it will be possible to issue a ration of pasta and raise the total ration near to the requirements set by the Public Health Sub-Commission.

8. The following improvements can be noted since the 1st of February:

a. Bread ration has been raised.
b. A sugar ration has been made available to Italy.
c. There is an overall distribution of dried vegetables.
d. It is hoped to make a distribution of cheese or meat and soap within the next month.

9. It is planned to issue new ration cards to remove the problem of fictitious ration cards.

E. Public Works & Mines Sub-Commission, Lt. Col. L. A. Jenny.

1. Military highways. We have relieved the armed forces as much as possible in taking over roads and bridges. We must get the Italians to do the 30.56 Difficulties have been encountered in regard to paying civilian labor. This was taken up in conferences with the Finance Sub-Commission. 5th Army outlined a program for wages and also food menus for employees. In ACC's use of civilian labour no food is given. When groups are working side by side and being paid under two different categories, friction is bound to result. A uniform policy must be adopted.

Declassified E.O. 12356 Section 3.3/NND No. 785021

the planning of a timber program for the coming year. A survey of resources is being made.

Fisheries

10. This Sub-Commission is working closely with the Fisheries Section of the Ministry with a view to central control of fisheries.

D. Food Sub-Commission, Lt. Col. W. J. Legg.

1. The overall supply situation is better in the base areas. Twenty days supplies have been amassed in certain areas. There is no anxiety. The whole situation on the West Coast is favourable

2. There is a problem in connection with the handling and safeguarding of food supplies.

3. A uniform ration scale has been approved for hospital patients.

4. The present rationing system requires modification.

5. A shortage of olive oil exists.

6. Transportation is insufficient to meet requirements.

7. Under the new ration scale it will be possible to issue a ration of pasta and raise the total ration near to the requirements set by the Public Health Sub-Commission.

8. The following improvements can be noted since the 1st of February:

a. Bread ration has been raised.
b. A sugar ration has been made available to Italy.
c. There is an overall distribution of dried vegetables.
d. It is hoped to make a distribution of cheese or meat and soap within the next month.

9. It is planned to issue new ration cards to remove the problem of fictitious ration cards.

E. Public Works & Mines Sub-Commission, Lt. Col. L. A. Jenny.

1. Military highways. We have relieved the armed forces as much as possible in taking over roads and bridges. We must get the Italians to do the 3656 Difficulties have been encountered in regard to paying civilian labor. This was taken up in conferences with the Finance Sub-Commission. 5th Army outlined a program for wages and also food menus for employees. In ACC's use of civilian labour no food is given. When groups are working side by side and being paid under two different categories, friction is bound to result. A uniform policy must be adopted.

2. Electricity rationing. We have had many conferences and the problem is well in hand. The armed forces agreed that it was their responsibility to see that the electricity was supplied but they have asked ACC for personnel to look after the matter. A decree must be issued to authorize rationing. The question was taken up with the Legal Sub-Commission. A decree is now ready to be presented to the Government. The armed forces must also reduce their requirements. Immediate results are not visible.

3. Utility rates. This is an involved problem and conditions are uncertain at the present time.

Declassified E.O. 12356 Section 3.3/NND No. 785021

F. Finance Sub-Commission, Colonel A. P. Grafftey-Smith.

1. Colonel Grafftey-Smith has had discussions with the Minister of Finance regarding the method of taking over Region 1 and 2.

2. Arrangements are being made for a repayment to AMFA in Sicily.

3. The revenue side is not bright. There is a general feeling that all the big tax payers have gone, and the tax-collectors are apathetic.

4. With regard to government finance, postal savings bonds will soon be on sale.

5. Banks are coming along well and bankers are cooperative.

6. Administrative Memorandum No. 95 was mentioned. The question was brought up as to whether Italian Army will pay certain agencies. A voucher system is being installed.

7. With reference to the accounting for supplies, the Finance Sub-Commission has consulted other Sub-Commissions interested. They are examining the desirability of setting up an Italian organization to work at the warehouses; the question is in regard to the Italians' capability. As for the policy to be followed in accounting for military supplies, the Finance Sub-Commission is trying to find out from AFHQ exactly what they need.

G. Internal Transportation Sub-Commission, Colonel S. A. Fitch.

1. Rail. Military authorities still have control. ACC should take over railways in Sicily as soon as possible. Movements on Mainland have been better. A bid for transportation is often made and then the interested party fails to get his goods to the railhead at the proper time. It is requested that this situation be remedied by Regional Commissioners.

2. Roads. Progress is not as rapid as desired. Transport which was handed over was not in operating condition. Also it is thought to be best to postpone for awhile the turning over of transportation to civilian agencies.

3. Schooner. A good movement of loads has been made. Registration of schooners has been an interference.

H. Shipping Sub-Commission, Mr. Ian Campbell.

1. With further reference to the registration of schooners, this is helping check up on the black market shipping.

2. Several deep sea ships have been put into operation. It is hoped to get another six into operation in the next few days.

General MacFarlane asked whether this would help to get troops out of Sardinia. Mr. Campbell replied that broadly speaking it would.

I. Electric Power Mission, Colonel J. P. Crowdon.

Declassified E.O. 12356 Section 3.3/NND No. 785021

2. Arrangements are being made for a repayment to AMFA in Sicily.

3. The revenue side is not bright. There is a general feeling that all the big tax payers have gone, and the tax-collectors are apathetic.

4. With regard to government finance, postal savings bonds will soon be on sale.

5. Banks are coming along well and bankers are cooperative.

6. Administrative Memorandum No. 95 was mentioned. The question was brought up as to whether Italian Army will pay certain agencies. A voucher system is being installed.

7. With reference to the accounting for supplies, the Finance Sub-Commission has consulted other Sub-Commissions interested. They are examining the desirability of setting up an Italian organization to work at the warehouses; the question is in regard to the Italians' capability. As for the policy to be followed in accounting for military supplies, the Finance Sub-Commission is trying to find out from AFHQ exactly what they need.

G. Internal Transportation Sub-Commission, Colonel S. A. Fitch.

1. Rail. Military authorities still have control. ACC should take over railways in Sicily as soon as possible. Movements on Mainland have been better. A bid for transportation is often made and then the interested party fails to get his goods to the railhead at the proper time. It is requested that this situation be remedied by Regional Commissioners.

2. Roads. Progress is not as rapid as desired. Transport which was handed over was not in operating condition. Also it is thought to be best to postpone for awhile the turning over of transportation to civilian agencies.

3. Schooner. A good movement of loads has been made. Registration of schooners has been an interference.

H. Shipping Sub-Commission, Mr. Ian Campbell.

1. With further reference to the registration of schooners, this is helping check up on the black market shipping.

2. Several deep sea ships have been put into operation. It is hoped to get another six into operation in the next few days.

General MacFarlane asked whether this would help to get troops out of Sardinia. Mr. Campbell replied that broadly speaking it would.

I. Electric Power Mission, Colonel J. P. Growdon.

1. The demand is increasing for electric power; and the supply is definitely limited.

2. Plans for supplying power to Rome are underway.

3. The theft of wire has been a serious obstacle by hampering the work.

Declassified E.O. 12356 Section 3.3/NND No. 785021

J. Vice President of Economic Section, Hon. Mr. Henry Grady, concluded the reports from his Section. Mr. Grady remarked that since the small schooner matter is really for Internal Transportation Sub-Commission, the Shipping Sub-Commission at present is without a field.

A study has been made of the general question of inflation and the factors bringing it about. Mr. Grady stated that he was not satisfied with the manner in which currency valuation was worked out, and he wishes to present the matter to Combined Chiefs of Staff. The whole matter requires careful study.

Regarding prices, wages and rates - these matters should not be dealt with by the Sub-Commissions as far as taking action, however they may make recommendations.

A report is being compiled on the working of the Section which will show what has taken place.

IV. REPORTS BY INDEPENDENT SUB-COMMISSIONS.

A. Telecommunications Sub-Commission, Colonel J. L. Henderson.

1. Naples and other provinces are to be included in the internal and external postal services.

2. Foreign mail services are now established which puts liberated Italy in communication with many countries. There are PW services with Great Britain, China and Russia.

3. The Italian Government has telecommunications into Naples from Salerno.

4. There is the problem of two groups of employees working side by side, part paid by the Government and part by the military.

5. Communications to Palermo and Cagliari have improved.

B. War Material Disposal Sub-Commission, Colonel J. T. Zellars.

A survey of Italian war materia has been made and arrangements made to procure all materials which we can use.

C. Naval Sub-Commission, Commodore M. Palmer.

1. Figures are being compiled giving the strengths required for the actual jobs being done.

2. The question has been considered of the desertion of 5 Italian sailors to the Yugoslav Navy. 3935

D. Army Sub-Commission, Brigadier C. C. Duchesne.

1. Ceiling for Italian Army is now set at 500,000 men. We are within 3,000 of the limit. Rations for Italian Armed Forces are handled at the moment by the Allied Forces issuing to them through books of the ACC. This Sub-Commission has not touched nor attempted to touch the rationing in Sicily or Sardinia

Declassified E.O. 12356 Section 3.3/NND No. 785021

A study has been made of the general question of inflation and the factors bringing it about. Mr. Grady stated that he was not satisfied with the manner in which currency valuation was worked out, and he wishes to present the matter to Combined Chiefs of Staff. The whole matter requires careful study.

Regarding prices, wages and rates - these matters should not be dealt with by the Sub-Commissions as far as taking action, however they may make recommendations.

A report is being compiled on the working of the Section which will show what has taken place.

IV. REPORTS BY INDEPENDENT SUB-COMMISSIONS.

A. Telecommunications Sub-Commission, Colonel J. L. Henderson.

1. Naples and other provinces are to be included in the internal and external postal services.

2. Foreign mail services are now established which puts liberated Italy in communication with many countries. There are PW services with Great Britain, China and Russia.

3. The Italian Government has telecommunications into Naples from Salerno.

4. There is the problem of two groups of employees working side by side, part paid by the Government and part by the military.

5. Communications to Palermo and Cagliari have improved.

B. War Material Disposal Sub-Commission, Colonel J. T. Zellars.

A survey of Italian war materia has been made and arrangements made to procure all materials which we can use.

C. Naval Sub-Commission, Commodore M. Palmer.

1. Figures are being compiled giving the strengths required for the actual jobs being done.

3955

2. The question has been considered of the desertion of 5 Italian sailors to the Yugoslav Navy.

D. Army Sub-Commission, Brigadier C. C. Duchesne.

1. Ceiling for Italian Army is now set at 500,000 men. We are within 3,000 of the limit. Rations for Italian Armed Forces are handled at the moment by the Allied Forces issuing to them through books of the ACC. This Sub-Commission has not touched nor attempted to touch the rationing in Sicily or Sardinia.

2. Clothing and boots are beginning to come in.

3. At present the Army Sub-Commission is handling program for AGMF.

4. There are three divisions on the Mainland, one of which is a combat division.

Declassified E.O. 12356 Section 3.3/NND No. 785021

5. The problem of shipping troops from Sardinia has been taken up.

6. The civilians employed by the Army have their pay based on administrative instructions.

E. Air Forces Sub-Commission, Air Commodore E. M. Foster.

1. The Italians have shown very fine cooperation.

2. An average of 700 sorties per month have been flown. It is hoped to get this up to 1,000 when the weather improves.

3. The Coastal Wing has done much useful work, especially in rescue missions. Bomber Transport Wing has been used for dropping personnel and supplies in the Balkans. There are a few aircraft for evacuating wounded. Work on the whole is satisfactory.

4. This Sub-Commission must rely entirely on wreckage and salvage as sources for spare and repair parts.

- -

The Conference adjourned at 1800 hours.

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

DISTRIBUTION;

1 - CC
1 - DCC
1 - SG
1 - DSG
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Reg. Com.
1 - PRO
1 - 8 Army AMG
1 - 5 Army AMG

Declassified E.O. 12356 Section 3.3/NND No. 795021

E. Air Forces Sub-Commission, Air Commodore E. M. Foster.

1. The Italians have shown very fine cooperation.

2. An average of 700 sorties per month have been flown. It is hoped to get this up to 1,000 when the weather improves.

3. The Coastal Wing has done much useful work, especially in rescue missions. Bomber Transport Wing has been used for dropping personnel and supplies in the Balkans. There are a few aircraft for evacuating wounded. Work on the whole is satisfactory.

4. This Sub-Commission must rely entirely on wreckage and salvage as sources for spare and repair parts.

- -

The Conference adjourned at 1800 hours.

Robert E. Doe

ROBERT E. DOE
Major, A.G.D.
Secretary General

DISTRIBUTION;

1 - CO
1 - DOC
1 - SG
1 - DSG
1 - ea VP
1 - ea Sub-Com. Head
1 - ea Reg. Com.
1 - PRO
1 - 8 Army AMG
1 - 5 Army AMG

Declassified E.O. 12356 Section 3.3/NND No. 785021

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/47

396

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394

Administrative Section

001.3/AS. 29 Feb 44

SUBJECT : Meeting of Regional Commissioners

TO : Legal Sub-Commission
Interior Sub-Commission
Education Sub-Commission
Property Control Sub-Commission
Public Health Sub-Commission
Public Safety Sub-Commission
Monuments, Fine Arts & Archives Sub-Commission

Further to this office letter of even number dated 27 Feb 44, the meeting referred to will take place on the date stated at 11.00 hours, and will be held in the Conference room (Room 29), Provincia Building, Naples.

R.R. CRIPPS,
Lt. Colonel,
for The Vice President, Administrative Section,
Allied Control Commission.

3954

Declassified E.O. 12356 Section 3.3/NND No. 785021

391

19/16

REAR HEADQUARTERS
ALLIED CONTROL COMMISSION
APO 394
Administrative Section

ACC/001.3/AS

27 Feb 44

SUBJECT: Meeting of Regional Commissioners

TO : Legal Sub-Commission
Interior Sub-Commission ✓
Education Sub-Commission
Property Control Sub-Commission
Public Health Sub-Commission
Public Safety Sub-Commission
Monuments & Fine Arts Sub-Commission

1. General Alexander will be present at the meeting of Regional Commissioners, etc. at NAPLES on March 3.

2. The Heads of Sub-Commissions will be asked to give a brief account of recent developments (about 5 minutes).

R.R.CRIPPS.
Lt. Colonel ,
for the Vice President, Administrative Section,
Allied Control Commission.

3953

187

19/15

NOTES OF MEETING AT N/FLG HEADQUARTERS ON 4th FEBRUARY 1944
Lt. Gen. N. Mason Mcfarlane in the chair

ACC/100./S

Present: Heads of all Regions Commanders, V.P. of sections or their representatives and the executive commanders.

1. The Chief Commissioner stressed the following points:
   (a) AMG/ACC must be under one single control

   (b) The organization must be prepared and organised to act ~~exclusively~~ essentially in certain functions, i.e. food methods, transportation, typhus control, etc.

   (c) PWB and such organizations must be under command of AMG/ACC.

   (d) The Chief Commissioner quoted the functions of ACC as laid down in memo ACC. dated 23 Jan. 44. Chief Commissioner to all concerned.

   (e) He pointed out that in Regions under ACC control their objects will be to ensure the observation of Armistice Terms. That everything must be done to take off the shoulders of the Commander-in-Chief responsibilities connected with civilian administration. That we should do everything to assist the armies in the field.

2. The amalgamation of all ACC and AMG headquarters was the logical outcome of the necessity for a common policy right from front to rear. The Chief Commissioner in this connection emphasized the importance of all officers thinking ahead when taking decisions and making policies.

3. The Chief Commissioner further said that he wished the sub-commissions of ACC headquarters to work intimately and as much as possible with their representatives in the field.

4. Referring to action now taking place, the Chief Commissioner mentioned:

   (a) the move of Brindisi Headquarters and the Italian Government to Salerno, which should be completed by the 8th February.

   (b) the party now at TIZI-OUZOU will be moved to Brindisi.

   (c) the Italian Government was now studying the terms of the Treaty for the hand over of territory, the Chief Commissioner anticipated that their acceptance will not be long delayed although there were certain clauses that are still the subject of negotiation.

5. Referring to the disturbances that have recently taken place at Terzato the Chief Commissioner stated that, in territory administered by ACC, after the hand over to the Italian Government, Allied troops will only be used to quell civil disturbances if our service installations, lines of communications or military billets are in danger. Otherwise, Allied forces will only be used on application of the local administration to the Area Commander, and then only under the same conditions as troops would be called out in Great Britain on "Duties in aid of a civil power".

6. With regard to the Bari meeting it is to be noted that all parties required the abdication of the King but none has any real constructive suggestion.

Declassified E.O. 12356 Section 3.3/NND No. 789021

(a) AMG/ACC must be under one single control

(b) The organization must be prepared and organized to act exclusively in certain functions, i.e. food methods, transportation, typhus control, etc.

(c) FWB and such organizations must be under command of AMG/ACC.

(d) The Chief Commissioner quoted the functions of ACC as laid down in memo ACC. dated 23 Jan. 44. Chief Commissioner to all concerned.

(e) He pointed out that in Regions under ACC control their objects will be to ensure the observation of Armistice Terms. That everything must be done to take off the shoulders of the Commander-in-Chief responsibilities connected with civilian administration. That we should do everything to assist the armies in the field.

2. The amalgamation of all ACC and AMG headquarters was the logical outcome of the necessity for a common policy right from front to rear. The Chief Commissioner in this connection emphasized the importance of all officers thinking ahead when taking decisions and making policies.

3. The Chief Commissioner further said that he wished the sub-commissions of ACC headquarters to work intimately and as much as possible with their representatives in the field.

4. Referring to action now taking place, the Chief Commissioner mentioned:

(a) the move of Brindisi Headquarters and the Italian Government to Salerno, which should be completed by the 8th February.

(b) the party now at TIZI-OUZOU will be moved to Brindisi.

(c) the Italian Government was now studying the terms of the Treaty for the hand over of territory, the Chief Commissioner anticipated that their acceptance will not be long delayed although there were certain clauses that are still the subject of negotiation.

5. Referring to the disturbances that have recently taken place at Taranto the Chief Commissioner stated that, in territory administered by ACC, after the hand over to the Italian Government, Allied troops will only be used to quell civil disturbances if our service installations, lines of communications or military billets are in danger. Otherwise, Allied forces will only be used on application of the local administration to the Area Commander, and then only under the same conditions as troops would be called out in Great Britain on "Duties in aid of a civil power".

6. With regard to the Bari meeting it is to be noted that all parties required the abdication of the King but none has any real constructive suggestion.

7. The Chief Commissioner drew attention to the importance of information of political activities being obtained and of being forwarded to headquarters. The attitude to be adopted was loyalty to and cooperation with the Government of the day, while not interfering with the rights of the other political parties. Officers of ACC/AMG will not involve themselves in politics in any way.

Declassified E.O. 12356 Section 3.3/NND No. 785021

(9/14

6. In reply to a question regarding the possible dismissal of officers appointed by AMG when the Italian Government takes over, the Chief Commissioner declared that the policy would be that; officers vetoing new appointments will be very firm in their decisions when there are really good grounds for such action. Officers will not however be obstructive unless they are sure of their grounds for objection.

7. With regard to organization and channels of communication the Chief Commissioner answered in reply to a question that there would be Regional Heads appointed by the Italian Government;

(a) for Regions 1 and 2, but that in other Regions the Italian Government will not have a Regional organization parallel to the AMG/ACC set-up.

(b) Control by the Central Government will be direct through Prefects in the remaining regions.

G.H. CRITTS
Lt. Colonel
C.M.F. Administrative Section.

DISTRIBUTION: Education Sub-Commission
Legal Sub-Commission
M.F.A.A. Sub-Commission
Property Control Sub-Commission
Public Safety Sub-Commission
Public Health Sub-Commission
Interior Sub-Commission
File
Spares (2)

N.B. This means Fascist - non-Fascist background or [illegible] of the war etc. Not [illegible] or otherwise

✓ Feb 18

3951

Declassified E.O. 12356 Section 3.3/NND No. 780021

147

~~Allied~~ British CONFIDENTIAL

File 19/13

HEADQUARTERS
ALLIED CONTROL COMMISSION
(Rear Echelon)
APO 394

7 February 1944

NOTES OF MEETING AT HEADQUARTERS ACC, NAPLES ON THE 5TH FEBRUARY 1944.

Cheirman: Brigadier Lush.

Present: Regional Commissioners, Representatives of Vice Presidents and Executive officers.

PART I.

ORGANIZATION.

The Chairman opened the meeting by giving an outline of the organizations of his section, the details of which will be included in administrative instructions to be issued. In outline, the section will be divided into four (4) branches :

(a) Regional Branch (Executive) Col. Spofford.

(b) Establishment Branch (G-1, G-4, Tn.), Cols. Rathbone and Albright.

(c) Security Branch (Screening and Intell.) Col. Young.

(d) Displaced Persons and Refugee Branch, Col. Kirkwood.

REPORTS.

A directive will be issued on the rendition of reports. No alteration on the procedure will be made until this is received. Sitreps and monthly reports to be rendered as hitherto, meanwhile.

CONTACTS.

The Chairman stressed the importance of personal contact for the transaction of business. Every means should be used to suppress unnecessary peper. Sub-commissions were requested to refrain from requiring too frequent reports and use of long questionnaires.

TRANSFERS AND PROMOTIONS.

The Chairman declared that in future, sub-commission heads should have as much control as can be obtained of the transfers and promotions of their representatives in the field. Confidential reports (192-D) would be initiated by Regional Commissioners. Sub-commission heads requiring a move of personnel or the promotion of one of their representatives will make these requests to the Executive Commissioner, who will then call for the report in the case of promotions from the Regional Commissioner. In the case of transfers, sub-commission heads will use the same procedure but will avoid asking for officers by name in order to allow Regional Commissioners some choice in the matter.

3950

The Executive Commissioner declared the policy that specialist officers must be used on their specialist jobs. When transfers are made, relieving officers should be at their posts some days before their appointments in order to take over satisfactorily.

REGIONAL BOUNDARIES.

The new division between Region IV and V were discussed. In the course of the

Declassified E.O. 12356 Section 3.3/NND No. 785021

Present: Regional Commissioners, Representatives of Vice Presidents and Executive officers.

PART I.

ORGANIZATION.

The Chairman opened the meeting by giving an outline of the organizations of his section, the details of which will be included in administrative instructions to be issued. In outline, the section will be divided into four (4) branches :

(a) Regional Branch (Executive) Col. Spofford.

(b) Establishment Branch (G-1, G-4, Tn.), Cols. Rathbone and Albright.

(c) Security Branch (Screening and Intell.) Col. Young.

(d) Displaced Persons and Refugee Branch, Col. Kirkwood.

REPORTS.

A directive will be issued on the rendition of reports. No alteration on the procedure will be made until this is received. Sitreps and monthly reports to be rendered as hitherto, meanwhile.

CONTACTS.

The Chairman stressed the importance of personal contact for the transaction of business. Every means should be used to suppress unnecessary paper. Sub-commissions were requested to refrain from requiring too frequent reports and use of long questionnaires.

TRANSFERS AND PROMOTIONS.

The Chairman declared that in future, sub-commission heads should have as much control as can be obtained of the transfers and promotions of their representatives in the field. Confidential reports (192-D) would be initiated by Regional Commissioners. Sub-commission heads requiring a move of personnel or the promotion of one of their representatives will make these requests to the Executive Commissioner, who will then call for the report in the case of promotions from the Regional Commissioner. In the case of transfers, sub-commission heads will use the same procedure but will avoid asking for officers by name in order to allow Regional Commissioners some choice in the matter.

3950

The Executive Commissioner declared the policy that specialist officers must be used on their specialist jobs. When transfers are made, relieving officers should be at their posts some days before their appointments in order to take over satisfactorily.

REGIONAL BOUNDARIES.

The new division between Region IV and V were discussed. In the course of the discussion, the chairman laid down that Region III would be called upon in the future to form a planning staff to study Region X, (Piedmonte).

WORK AND POSTINGS.

It is the Executive Officer's intention to find work for every officer. Holding centers and pools will be reduced to a minimum.

COORDINATION.

Regional Commissioners were instructed that when deciding on policies of matters within their regions or taking action that is likely to affect the country asa whole, they should ask for guidance or decisions from headquarters.

Declassified E.O. 12356 Section 3.3/NND No. 785021

ACC OFFICERS IN THE FIELD.

It was pointed out that on the turnover to the Italian Government, officers in the field who have hitherto had executive functions will become entirely advisory. Regional Commissioners are to give careful and detailed instructions to their officers. The Italian Government should be regarded as an administrative machine. They should not expect too much in the early stages.

MILITARY LIAISON.

Col. Spofford stressed the importance of military liaison and injoined Regional Commissioners to have officers attached to the headquarters of military formations in their areas.

PART II.

Col. Fitch (Internal Transportation), then addressed the meeting on the subject of food supplies and gave particular reference to transportation. This was given in some detail but it effects sub-commissions of this section very little. 1000 vehicles are to be allotted to ACC for use in the transportation of supplies. 200 vehicles will be made available at once. The remaining 800 to be made available by the middle of March. The licensing and ownership of these vehicles will possibly raise questions for both Public Safety Sub-commission and Legal Sub-commission and representatives will be required at another date to advise the Economic Section in these matters.

PART III.

The Director of Public Works and Utilities addressed the meeting on matters mainly pertaining to the use of Sardinia coal for heating and industrial purposes. He considers that a greater use could be made of this coal than is at present being done.

PART IV.

The main points arising in this part of the discussion were :

TITLES.

Senior officer in a Region to be known as Regional Commissioner.
Senior officer in a Province as Provincial Commissioner.

IDENTIFICATION.

B.G.S. (I) Command Headquarters has recently drawn attention to the large number of civilians without identity cards. It was pointed out that to attempt a fresh census or registration of all civilians will entail 3 to 5 months work. All Regional Commissioners were to consider the position and make recommendations as to how the situation could be met.

POLITICAL MEETINGS.

Col. Spofford outlined the difficulties and dangers arising from the veto of meetings. Freedom of political expression should not be hampered. Officers in Regions should not therefore withhold their permission for meetings to be held without a very good reason indeed. Request for permission to veto a meeting should be made to headquarters. Where this is not possible and vetos have to be made, the action should be at once reported to headquarters. Any disorder arising from political meetings will likewise be advised to headquarters, giving full particulars of the circumstances and the action taken by the Italian Government authorities.

RATION SYSTEM.

3949

The Chairman pointed out that the rationing system has been disrupted by the passage of fighting troops. In Naples he understood that there was a duplication of ration cards to the extent of 20%. All Regional Commissioners were required to investigate the situation in their regions and make early reports.

Declassified E.O. 12356 Section 3.3/NND No. 782021

PART II.

Col. Fitch (Internal Transportation), then addressed the meeting on the subject of food supplies and gave particular reference to transportation. This was given in some detail but it effects sub-commissions of this section very little. 1000 vehicles are to be allotted to ACC for use in the transportation of supplies. 200 vehicles will be made available at once. The remaining 800 to be made available by the middle of March. The licensing and ownership of these vehicles will possibly raise questions for both Public Safety Sub-commission and Legal Sub-commission and representatives will be required at another date to advise the Economic Section in these matters.

PART III.

The Director of Public Works and Utilities addressed the meeting on matters mainly pertaining to the use of Sardinia coal for heating and industrial purposes. He considers that a greater use could be made of this coal than is at present being done.

PART IV.

The main points arising in this part of the discussion were :

TITLES.
Senior officer in a Region to be known as Regional Commissioner.
Senior officer in a Province as Provincial Commissioner.

IDENTIFICATION.
B.G.S. (I) Command Headquarters has recently drawn attention to the large number of civilians without identity cards. It was pointed out that to attempt a fresh census or registration of all civilians will entail 3 to 5 months work. All Regional Commissioners were to consider the position and make recommendations as to how the situation could be met.

POLITICAL MEETINGS.
Col. Spofford outlined the difficulties and dangers arising from the veto of meetings. Freedom of political expression should not be hampered. Officers in Regions should not therefore withhold their permission for meetings to be held without a very good reason indeed. Request for permission to veto a meeting should be made to headquarters. Where this is not possible and vetos have to be made, the action should be at once reported to headquarters. Any disorder arising from political meetings will likewise be advised to headquarters, giving full particulars of the circumstances and the action taken by the Italian Government authorities.

RATION SYSTEM. 3949
The Chairman pointed out that the rationing system has been disrupted by the passage of fighting troops. In Naples he understood that there was a duplication of ration cards to the extent of 20%. All Regional Commissioners were required to investigate the situation in their regions and make early reports.

VISITS.
Sub-Commission's heads or their representatives wishing to visit regions are required to notify their intentions to the Regional Commissioner concerned and where possible to visit him personally.

Declassified E.O. 12356 Section 3.3/NND No. 785021

(19)

Title?
Col. L-
Confidential Reports.
19/11

HEADQUARTERS
ALLIED MILITARY GOVERNMENT
INTERIOR SUB-COMMISSION

January 4, 1944

REPORT OF CONFERENCE WITH REGION III.

1. Having met Lt. Col. The Lord Forrester (B) Chief of Staff, Region III, I met Major Knight (A) by arrangement this morning. He, Major Knight was later joined by Capt. Dollard (A).

2. In the first place I wish to place on record the courtesy and cooperative attitude afforded me at this interview.

3. I explained that I was well aware that AMG HQ had no authority in Region III but that I was interested in their activities in regard to Local Government, and that this principally was the primary object of my visit.

4. Major Knight explained to me that they had little opportunity as yet to go into the intricacies of Local Government, but that they were concentrating on the individuals concerned, and in, after screening, executing removals and appointments as the cases might on their merits demand.

5. I asked Major Knight if he would welcome the appointment of a Liaison officer from this HQ. who would be there to assist him when called upon in regard to Local Government matters. His immediate reply was "most certainly. Yes, we would be delighted to have him."

6. I informed Major Knight that in the hope of receiving such a reply, I had already tentatively assigned Lieut. Harvey (USNR) as Liaison officer for Region III and was expecting him any day now from Tizi Ouzou when after giving him instructions I would allot him such assignment, and arrange for him to report to Major Knight for duty. Major Knight kindly consented to arrange within Region III for his billetting and messing.

7. I informed Major Knight that Lieut. Harvey would render weekly reports of which copies would be submitted to him, and that Lieut. Harvey would be definitely instructed to take no operative action within Region III but to assume duty in a consultive and advisory capacity only.

8. I promised Major Knight to send him a copy of our Administrative instructions being issued to Region I and II for information.

9. The following points were clarified:

A. The G.P.A. has as yet no citizen members. This is still in suspense. The position has remained in suspense, and is as it was on December 1 in that regard. It may well be that Naples is not as yet ripe for such development, but I think at this juncture the question of proceeding with the matter might receive further consideration by the R.C.A.C.

3943

B. A Giunta created, however, is that of "Economia" which equals a

Declassified E.O. 12356 Section 3.3/NND No. 782021

REPORT OF CONFERENCE WITH REGION III.

1. Having met Lt. Col. The Lord Forrester (B) Chief of Staff, Region III, I met Major Knight (A) by arrangement this morning. He, Major Knight was later joined by Capt. Dollard (A).

2. In the first place I wish to place on record the courtesy and cooperative attitude afforded me at this interview.

3. I explained that I was well aware that AMG HQ had no authority in Region III but that I was interested in their activities in regard to Local Government, and that this principally was the primary object of my visit.

4. Major Knight explained to me that they had little opportunity as yet to go into the intricacies of Local Government, but that they were concentrating on the individuals concerned, and in, after screening, executing removals and appointments as the cases might on their merits demand.

5. I asked Major Knight if he would welcome the appointment of a Liaison officer from this HQ. who would be there to assist him when called upon in regard to Local Government matters. His immediate reply was "most certainly, yes, we would be delighted to have him."

6. I informed Major Knight that in the hope of receiving such a reply, I had already tentatively assigned Lieut. Harvey (USNR) as Liaison officer for Region III and was expecting him any day now from Tizi Ouzou when after giving him instructions I would allot him such assignment, and arrange for him to report to Major Knight for duty. Major Knight kindly consented to arrange within Region III for his billetting and messing.

7. I informed Major Knight that Lieut. Harvey would render weekly reports of which copies would be submitted to him, and that Lieut. Harvey would be definitely instructed to take no operative action within Region III but to assume duty in a consultive and advisory capacity only.

8. I promised Major Knight to send him a copy of our Administrative instructions being issued to Region I and II for information.

9. The following points were clarified:

A. The G.P.A. has as yet no citizen members . This is still in suspense. The position has remained in suspense, and is as it was on December 1 in that regard. It may well be that Naples is not as yet ripe for such development, but I think at this juncture the question of proceeding with the matter might receive further consideration by the R.C.A.C. 3948

B. A Giunta created, however, is that of "Economia" which equals a Chamber of Commerce. The members are nominated by the Prefect, and after screening approved by AMG Region III.

C. The Rettorato Provinciale although in suspense has not been abolished. I think its specific abolition might receive further consideration by RCAC, Region III provided there is no legal obstacle.
This should be read with my paragraph E.

5

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/10

D. The Consiglio di Prefettura is left to the Prefect.

E. The Deputazione Provinciale has not been given consideration as yet. That is to say in its full entitity as now constituted in Region I with its 10 citizen members nominated by the Prefect and approved by AMG RCAO.

I think further consideration might be given to this matter, since it does undoubtedly encourage the Italian citizens of high standing to feel that they have a real part to play in the rehabilitation of their country.

F. The Giunta Municipale is operating under the Commissario Extraordinario, the Acting Sindaco of Naples, Signor SOLIMENA who has a high reputation; this body is composed of chiefs of Sections and general advisers nominated by the Acting Sindaco and approved by AMG RCAO Region III. It operates for Naples City only. I did not glean the numbers composing the Giunta.

10. I further appreciate that Local Government may be regarded as a long term set up in Region III in view of the proximity of the area to the front line, and in view of the many pressing executive problems with which Region III are faced, but I feel that the position may change to a shorter term policy at any moment, so that it is well to have the rails along which Local Government can move, set up and ready for the train to pass, when the signal is given.

11. The change from the title Podesta to Sindaco has not, I understood, been the subject of an official AMG order.

R. G. B. SPICER
Lt. Col.
Deputy Director
Interior Sub-Commission

Declassified E.O. 12356 Section 3.3/NND No. 785021

Intelligence 19/9

Lt. - ADM. DIR.

REPORT OF THE CONTROLLER OF PROPERTY AMG FOR DECEMBER 1943

1. General.

As the result of four months experience, the work of the Sub-Commission in Region I can be said to have established a normal routine, that is to say, the supervision and management of properties already taken into custody, the maintenance of records and accounts in respect of the same, and the preparation of inventories, checking of accounts, etc, in connection with such Allied properties as still remain to be taken into custody. In general, the work of the Division during the month under review has been in accordance with such routine, but its scope has been increased by the extension of Article IV of Proclamation No.6, firstly to the sequestrated properties of the Governments and Nationals of all the United Nations, and secondly to sequestrated French properties, as more particularly mentioned in para 3 below. The work at Headquarters during the month under review was somewhat intermittent owing to the uncertainty as to future developments, and to the moves involved in the division of AMG ACC HQ between Naples, Palermo and Brindisi, which made it difficult to reach decisions on policy, e.g, with regard to the Bronte Estate (see below - para 4).

2. Personnel.

HQ AMG was transferred to Naples with effect from 19 Dec 43, and Major Bovard(A) has represented the Division there since 26 Dec 43. The rest of my HQ Staff remained in Palermo throughout the month. On 31 December, orders were received for Major Sansome (A), Major Evans (B) and Capt.Sirota (A) to proceed to AMG HQ Naples for special duty, without either warning or consultation. While not disputing that the exigencies of the situation may demand this sudden transfer, I must point out that the work of this Sub-Commission has been prejudiced by the sudden removal of two accounting specialists, one of whom was forced to leave an audit of a firm half finished.

No other changes in the personnel of the Sub-Commission or their respective assignments occurred during the month, except that Major King (A) of the A.C.C joined my HQ Staff on the 19 Dec 43.

In the early part of the month, Lt.Col. Bennett (B) of HQ accompanied Captain Hellmuth (B), R.C.P Region I, on a visit of inspection to the Provinces of Catania and Messina. Arrangements were also made for either myself or Lt.Col.Glenn (A), accompanied by Major Bundy (B), to make a tour of inspection of Region II, but owing to the move of HQ AMG to Naples and the non-availability of the necessary transport, this tour had to be postponed. I hope however that it will be possible to make it during January 1944.

3. Extension of Property Control.

By General Order No.16 of AMG dated 7 Dec 43, the provisions of Article IV of Proclamation NO.6 were extended to the property of all the United Nations, in accordance with the provision contained in Section 5 of Article IV of Proclamation No.6. The Order, which is applicable to Regions I and II, became effective on the date of its first publication therein. At the end of the month under review, authority was received from AFHQ to extend the same Article to the property of the French Government and its Nationals, and the requisite order has been drafted for signature of the C.C.A.O.

3346

REGION I

4. Real Estate.

Declassified E.O. 12356 Section 3.3/NND No. 785421

checking of accounts, etc, in connection with the Division during the month to be taken into custody. In general, the work of the Division during the month under review has been in accordance with such routine, but its scope has been increased by the extension of Article IV of Proclamation No.6, firstly to the sequestrated properties of the Governments and Nationals of all the United Nations, and secondly to sequestrated French properties, as more particularly mentioned in para 3 below. The work at Headquarters during the month under review was somewhat intermittent owing to the uncertainty as to future developments, and to the moves involved in the division of AMG ACC HQ between Naples, Palermo and Brindisi, which made it difficult to reach decisions on policy, e.g, with regard to the Bronte Estate (see below - para 4).

2. Personnel.

HQ AMG was transferred to Naples with effect from 19 Dec 43, and Major Bovard(A) has represented the Division there since 26 Dec 43. The rest of my HQ Staff remained in Palermo throughout the month. On 31 December, orders were received for Major Sansome (A), Major Evans (B) and Capt.Sirota (A) to proceed to AMG HQ Naples for special duty, without either warning or consultation. While not disputing that the exigencies of the situation may demand this sudden transfer, I must point out that the work of this Sub-Commission has been prejudiced by the sudden removal of two accounting specialists, one of whom was forced to leave an audit of a firm half finished.

No other changes in the personnel of the Sub-Commission or their respective assignments occurred during the month, except that Major King (A) of the A.C.C joined my HQ Staff on the 19 Dec 43.

In the early part of the month, Lt.Col. Bennett (B) of HQ accompanied Captain Hellmuth (B), R.C.P Region I, on a visit of inspection to the Provinces of Catania and Messina. Arrangements were also made for either myself or Lt.Col.Glenn (A), accompanied by Major Bundy (B), to make a tour of inspection of Region II, but owing to the move of HQ AMG to Naples and the non-availability of the necessary transport, this tour had to be postponed. I hope however that it will be possible to make it during January 1944.

3. Extension of Property Control.

By General Order No.16 of AMG dated 7 Dec 43, the provisions of Article IV of Proclamation NO.6 were extended to the property of all the United Nations, in accordance with the provision contained in Section 5 of Article IV of Proclamation No.6. The Order, which is applicable to Regions I and II, became effective on the date of its first publication therein. At the end of the month under review, authority was received from AFHQ to extend the same Article to the property of the French Government and its Nationals, and the requisite order has been drafted for signature of the C.C.A.O. 3946

REGION I

4. Real Estate.

(A) Allied Property.

Further Allied Property has been taken into custody, particularly in the Province of Messina, where the A.C.P, Lieut.Beeson (B), has taken custody of a further 20 properties. In many cases it has been found that a legal representative of the owner is present, and where this is so, the property has been left in his hands.

Declassified E.O. 12356 Section 3.3/NND No. 785021

The question of the legal ownership of the Bronte Estate (see para 3 of my report for August 43) has again been raised with the Legal Division with a view to re-establishing Viscount Bridport's title thereto, either by

(i) An order of the C.C.A.O confirming the annulment of the decree of expropriation by virtue of Article IV of Proclamation No.6, or

(ii) Negotiation with the Italian Government.

The matter was raised as one of urgency, in view of the imminent handing over to the Italian Government, but no reply has yet been received.

As mentioned in para 4 (a) (iv) of my report for Sept 43, the Ente di Colonizzazione del Latifondo Siciliano (E.C.L.S), while in possession of the Bronte Estate, entered into certain contracts for the cutting of timber, in particular with the firm of Mineo and Rizzo. Their contract has now been formally terminated by an agreement between all parties concerned, that is to say, E.C.L.S, Mineo and Rizzo, and R.C.P, Region I. In the result, E.C.L.S is absolved from any further liability under the original contract, whilst a considerable quantity of timber and charcoal has been made available to Civilian Supply. Further timber which had been requisitioned by the Italian Military authorities, cut but not taken away, has also been made available to the same Division. The Bronte Estate continues to be administered by Signor Modica. Its general operation is proceeding satisfactorily, and a considerable cash surplus is in hand as the result of the trading during the past three months. The question of the disposal of the orange crop is however a serious one, and every effort is being made to find a market for it at a reasonable price.

As regards all Allied properties which were administered by the Bank of Sicily as sequestrator, and are now administered by it on my behalf, the Bank is furnishing full accounts up to 30 Nov 43, and has been instructed to render similar accounts at two-monthly intervals.

The question of providing funds for (a) maintenance and management, and (b) essential repairs to war damaged buildings, to which I referred in para 3(A) of my report for November 43, is still unsettled. The Acting Chief of the Military Government Section at AFHQ has ruled that though AMFA is empowered to make loans, including loans to individual persons, "a mere unilateral expenditure for the benefit of some absent owner is not a loan", and therefore the funds required for the above purposes cannot be made available by AMFA. In the circumstances, the matter will be taken up with the Italian Government with a view to their providing the necessary monies, seeing that under the conditions of Armistice they are bound to take such steps as the United Nations may direct to safeguard the persons and property of foreign nationals. In the meanwhile, properties which should be repaired if funds were available, in particular the Whitaker property Villa Cavour in Palermo, are deteriorating by reason of the wet weather.

Time has not permitted any positive action with regard to properties coming within the provisions of General Order No.16 referred to in para 2, apart from the initial step of instituting enquiries with a view to obtaining full particulars of the same.

Property of Mr.J.R.M.Fell, H.M.Consul, Madrid.

Orders were received by Mr.Bell, the representative in Palermo of the Ministry of War Transport in London on December 26th, instructing him to arrange for the effects of Mr.J.R.M.Fell, H.M.Consul, Madrid, who until the rupture of diplomatic relations between Italy and the U.K had been H.M.Consul in Palermo, to be shipped to Madrid. These effects had been taken into custody by me in August 1943. Among these was a motor car, which I requisitioned for the use of this Sub-Commission on 12 Nov 43, as the staff car allotted to me had been assigned to other duties. About 15 days later Lt.Col.Brown, G-4, HQ AMGOT, informed

Declassified E.O. 12356 Section 3.3/NND No. 785021

The matter was raised as one of urgency, in view of the imminent handing over to the Italian Government, but no reply has yet been received.

As mentioned in para 4 (a) (iv) of my report for Sept 43, the Ente di Colonizzazione del Latifondo Siciliano (E.C.L.S), while in possession of the Bronte Estate, entered into certain contracts for the cutting of timber, in particular with the firm of Mineo and Rizzo. Their contract has now been formally terminated by an agreement between all parties concerned, that is to say, E.C.L.S, Mineo and Rizzo, and R.C.P, Region I. In the result, E.C.L.S is absolved from any further liability under the original contract, whilst a considerable quantity of timber and charcoal has been made available to Civilian Supply. Further timber which had been requisitioned by the Italian Military authorities, cut but not taken away, has also been made available to the same Division. The Bronte Estate continues to be administered by Signor Modica. Its general operation is proceeding satisfactorily, and a considerable cash surplus is in hand as the result of the trading during the past three months. The question of the disposal of the orange crop is however a serious one, and every effort is being made to find a market for it at a reasonable price.

As regards all Allied properties which were administered by the Bank of Sicily as sequestrator, and are now administered by it on my behalf, the Bank is furnishing full accounts up to 30 Nov 43, and has been instructed to render similar accounts at two-monthly intervals.

The question of providing funds for (a) maintenance and management, and (b) essential repairs to war damaged buildings, to which I referred in para 3(A) of my report for November 43, is still unsettled. The Acting Chief of the Military Government Section at AFHQ has ruled that though AMFA is empowered to make loans, including loans to individual persons, "a mere unilateral expenditure for the benefit of some absent owner is not a loan", and therefore the funds required for the above purposes cannot be made available by AMFA. In the circumstances, the matter will be taken up with the Italian Government with a view to their providing the necessary monies, seeing that under the conditions of Armistice they are bound to take such steps as the United Nations may direct to safeguard the persons and property of foreign nationals. In the meanwhile, properties which should be repaired if funds were available, in particular the Whitaker property Villa Cavour in Palermo, are deteriorating by reason of the wet weather.

Time has not permitted any positive action with regard to properties coming within the provisions of General Order No.16 referred to in para 2, apart from the initial step of instituting enquiries with a view to obtaining full particulars of the same.

Property of Mr.J.R.M.Fell, H.M.Consul, Madrid.

Orders were received by Mr.Bell, the representative in Palermo of the Ministry of War Transport in London on December 26th, instructing him to arrange for the effects of Mr.J.R.M.Fell, H.M.Consul, Madrid, who until the rupture of diplomatic relations between Italy and the U.K had been H.M.Consul in Palermo, to be shipped to Madrid. These effects had been taken into custody by me in August 1943. Among these was a motor car, which I requisitioned for the use of this Sub-Commission on 12 Nov 43, as the staff car allotted to me had been assigned to other duties. About 15 days later Lt.Col.Brown, G-4, HQ AMGOT, informed me that the car was urgently needed for temporary duty by the Public Safety Sub-Commission, and I agreed to surrender it on condition that it should be returned to my safe keeping when the move of the main body of AMG ACC HQ to Naples had been completed. On January 1st I was informed by G-4 that this car had been sent for by Brig.Guterbock and that it had been sent to Naples on December 22nd.

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/8

(B) Enemy State Property (Italian).

Discussions have taken place during the month under review on the general question of the internal administration of E.C.L.S, referred to above, and a list of the staff has been submitted to the Prefect of Palermo for checking.

Many of the "Borghi" belonging to E.C.L.S are at present deserted, and measures have had to be taken for their protection. They were badly pillaged in the early days of the occupation.

The cash resources of E.C.L.S are now exhausted, and the general financing of this concern is being considered in the light of the essential work which is necessary for the conservation of its properties.

(C) Property of Fascist Organizations.

The liquidation of Fascist organizations, to which I referred in para 3 (c) of my report for November 43, is now well in hand, Judge Criscuoli having been appointed chief liquidator, with his office in Palermo. Sub-liquidators have also been appointed to assist him. Questions as to the general policy to be followed have in most cases been decided, and it is intended to make as much use as possible of the Intendenza di Finanza, so avoiding the employment of extra staff.

G.I.L and Dopolavoro property has been transferred to Prefects of the various Provinces under the supervision of Public Welfare, but questions of policy are still under consideration and no decision has yet been reached regarding the disposal of bank balances.

(D) Abandoned Property.

The general scheme for dealing with abandoned property (see para 4 (d) of my report for Sept 43) is now in full operation throughout Region I. In the case of abandoned properties which have been taken into custody, arrangements are being made for the appointment of "curatore", who will take over the administration.

5. Industrial and Commercial Concerns.

(a) Borab Bros.

The policy of keeping sales down to the minimum necessary to defray expenses has been continued. Sales carried out during the period of administration by the C.P show a large profit. Audit of the accounts for the year 1943 and preparation of inventory and balance sheet was being carried out by Capt. Sirota, with a view to establishing the shortages referred to in my previous reports for September and October 1943. Unfortunately Capt. Sirota was compelled to leave his audit uncompleted owing to his transfer to Naples. After examination of the accounts the future operation of this business will be considered, and certain economies are contemplated by the C.P.

(b) L'Insulare.

As a result of the preliminary examination of this concern, Controller of Property has taken the property into custody in the interests of the British shareholders. The original contract made with Messrs. Spero has been ratified for the current year. Certain assets (cash and securities) have been earmarked to cover undistributed dividends due by the company to the British shareholders. On the basis of the present contract a net annual profit of approximately Lire 180,000 should accrue. This is considered by Controller of Property to be preferable to the other alternatives:

3915

Declassified E.O. 12356 Section 3.3/NND No. 783021

in the early days of the occupation.

The cash resources of E.C.L.S are now exhausted, and the general financing of this concern is being considered in the light of the essential work which is necessary for the conservation of its properties.

(C) Property of Fascist Organizations.

The liquidation of Fascist organizations, to which I referred in para 3 (c) of my report for November 43, is now well in hand, Judge Criscuoli having been appointed chief liquidator, with his office in Palermo. Sub-liquidators have also been appointed to assist him. Questions as to the general policy to be followed have in most cases been decided, and it is intended to make as much use as possible of the Intendenza di Finanza, so avoiding the employment of extra staff.

G.I.L and Dopolavoro property has been transferred to Prefects of the various Provinces under the supervision of Public Welfare, but questions of policy are still under consideration and no decision has yet been reached regarding the disposal of bank balances.

(D) Abandoned Property.

The general scheme for dealing with abandoned property (see para 4 (d) of my report for Sept 43) is now in full operation throughout Region I. In the case of abandoned properties which have been taken into custody, arrangements are being made for the appointment of "curatore", who will take over the administration.

5. Industrial and Commercial Concerns.

(a) Borab Bros.

The policy of keeping sales down to the minimum necessary to defray expenses has been continued. Sales carried out during the period of administration by the C.P show a large profit. Audit of the accounts for the year 1943 and preparation of inventory and balance sheet was being carried out by Capt. Sirota, with a view to establishing the shortages referred to in my previous reports for September and October 1943. Unfortunately Capt. Sirota was compelled to leave his audit uncompleted owing to his transfer to Naples. After examination of the accounts the future operation of this business will be considered, and certain economies are contemplated by the C.P.

(b) L'Insulare.

As a result of the preliminary examination of this concern, Controll 39 of 5
Property has taken the property into custody in the interests of the British shareholders. The original contract made with Messrs. Spero has been ratified for the current year. Certain assets (cash and securities) have been earmarked to cover undistributed dividends due by the company to the British shareholders. On the basis of the present contract a net annual profit of approximately Lire 180,000 should accrue. This is considered by Controller of Property to be preferable to the other alternatives:

(a) care and maintenance - costly and unsatisfactory.
(b) operation on our account - at present time speculative, with considerable risk of substantial loss due to divers causes.

Declassified E.O. 12356 Section 3.3/NND No. 763021

(c) A.G.I.P.

The general process of completion of records has been continued. The Vice-President of C.I.P, the organization formed on the mainland to take over rationing and distribution of oil products, uner the direction of AFHQ Petroleum Section, is now in Sicily in process of re-organizing and co-ordinating the plant and installations of A.G.I.P on basis of control of C.I.P, who are operating all oil installations in Italy under direct control from AFHQ.

There still appears to be some considerable divergence in methods adopted in the Provinces in the handling of oil products, and to eradicate this appears to necessitate certain instructions from AFHQ. This confirmation defining the exact powers of C.I.P is in process of being obtained.

(d) Corriere di Sicilia.

The control of this paper has continued on lines laid down in report Controller of Property November 1943. Certain investaigation of accounts has been carried out, as a result of which certain staff changes have been made. The question of ownership has been examined, and a full report is to be submitted to R.L.O for consideration. There is little doubt that the property was Fascist Property at date of occupation, obtained by typical Fascist methods.

(e) Asphalt Mines - Ragusa.

As a result of consultation with Avv.Cartia, the legal advisor to the British interests, and now Prefect of Ragusa Province, it was decided that the most important question was to re-establish immediately the mining concessions of the English Companies, although Proclamation No.6, Article IV, Subsections 3 and 4 does affect this it was considered necessary to have an Order prepared defining the position, and have the Register in the Tribunale Civile in Ragusa adjusted. This order has now been prepared. It was further decided that to avoid any possibility of "the conflicting interests" factor, Signor Moy should not be appointed to administer the British interests (he already representing A.B.C.D under Order No.67), but a nominee be appointed who should delegate the technical operation of the English plant to Signor Moy. This is now in course of being effected. The proposal of a lease of the English interests to A.B.C.D, mentioned in my report for November 43, has now been abandoned, owing to the Italian law on the subject under which the rights under the concession might be jeopardised. Arrangements have now been made for Controller of Property to visit Ragusa, examine the situation and arrange for purchase of English rock by A.B.C.D (who have now arranged finance), the price to be fixed by Controller of Property, who will take expert advice before doing so. In this way I have ensured that the "capital" assets of the English companies have been recognised with the return of the concessions. The mines will be operated equitably by Signor Moy, and as from date of agreement, all rock extracted will be paid for and lodged for credit of English interests. Records of all previous mining etc from date of sequestration will be retained by Controller of Property, pending the arrival of the competent authority to deal with the claim.

6. Semi-statal Institutions.

(a) Unione Militare.

Sales have continued in both Palermo and Messina branches on prescribed lines. The usual checking of accounts has been continued.

Declassified E.O. 12356 Section 3.3/NND No. 785021

rationing and distribution of oil products, uner the direction of AFHQ Petroleum Section, is now in Sicily in process of re-organizing and co-ordinating the plant and installations of A.G.I.P on basis of control of C.I.P, who are operating all oil installations in Italy under direct control from AFHQ.

There still appears to be some considerable divergence in methods adopted in the Provinces in the handling of oil products, and to eradicate this appears to necessitate certain instructions from AFHQ. This confirmation defining the exact powers of C.I.P is in process of being obtained.

(d) Corriere di Sicilia.

The control of this paper has continued on lines laid down in report Controller of Property November 1943. Certain investaigation of accounts has been carried out, as a result of which certain staff changes have been made. The question of ownership has been examined, and a full report is to be submitted to R.L.O for consideration. There is little doubt that the property was Fascist Property at date of occupation, obtained by typical Fascist methods.

(e) Asphalt Mines - Ragusa.

As a result of consultation with Avv.Cartia, the legal advisor to the British interests, and now Prefect of Ragusa Province, it was decided that the most important question was to re-establish immediately the mining concessions of the English Companies, although Proclamation No.6, Article IV, Subsections 3 and 4 does affect this it was considered necessary to have an Order prepared defining the position, and have the Register in the Tribunale Civile in Ragusa adjusted. This order has now been prepared. It was further decided that to avoid any possibility of "the conflicting interests" factor, Signor Moy should not be appointed to administer the British interests (he already representing A.B.C.D under Order No.67), but a nominee be appointed who should delegate the technical operation of the English plant to Signor Moy. This is now in course of being effected. The proposal of a lease of the English interests to A.B.C.D, mentioned in my report for November 43, has now been abandoned, owing to the Italian law on the subject under which the rights under the concession might be jeopardised. Arrangements have now been made for Controller of Property to visit Ragusa, examine the situation and arrange for purchase of English rock by A.B.C.D (who have now arranged finance), the price to be fixed by Controller of Property, who will take expert advice before doing so. In this way I have ensured that the "capital" assets of the English companies have been recognised with the return of the concessions. The mines will be operated equitably by Signor Moy, and as from date of agreement, all rock extracted will be paid for and lodged for credit of English interests. Records of all previous mining etc from date of sequestration will be retained by Controller of Property, pending the arrival of the competent authority to deal with the claim.

6. Semi-statal Institutions.

(a) Unione Militare.

Sales have continued in both Palermo and Messina branches on prescribed lines. The usual checking of accounts has been continued.

(b) E.N.I.C.

The general work of repair and re-opening of ENIC Cinemas has been continued. During the month the Rex Cinema in Ionia was re-opened and is now doing excellent business. The Reale in Catania is due to open shortly, the repairs having now been completed. The"contribution" by ENIC of Lire 160,000 (covered by set off against any payment which may be received from Italian Government for War Damage or any increase in rental) should be covered in two months trading. The present lease expires in 1950. The projected repairs to Cinemas Nazionale and Supercinema have had to be deferred owing to difficulties in obtaining

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/7

release from requisitioning authorities, who still have further use for part of these premises. ENIC has functioned very successfully during the month under the enthusiastic leadership of Signor Rallo. Accrued profits during just over three months of trading now amount to over Lire. 1,000,000. The general policy of progressive recreational entertainment is being continued, always, it should be mentioned, with the full approval and backing of P.W.B.

7. REGION II

7. The work of this Region has devolved solely upon Major Meader (A), as his former assistant, Lieut.Sbrolla, has been transferred to the Electicity Sub-Commission of A.C.C. Further, Major Meader has been handicapped by reason of communications, transportation and clerical staff being scarce or non-existent. All Allied properties have however now been inspected, and formal custody of the three important villas in Salerno Province, namely "Rufolo","Cimbrone" and "Rondinaio" has been taken.

Blocked accounts of Allied Nationals have not yet been taken over, as full returns are still awaited.

In this Region, the liquidation of Fascist organizations is being carried out through provincial committees.

Owing to the presence of troops and previous depredations in Cotrone formal custody has been taken of two French properties there, in order to ensure their protection.

C.P reports that there are twenty or thirty enemy aliens (German, Hungarian, etc) residing in Salerno Province.

C. R. S. HARRIS,
Lieut-Colonel,
Director of Property Control.

7 January 1944.

3944

Declassified E.O. 12356 Section 3.3/NND No. 785021

Note Ltr to invitees
I have six different officers
available based on this agenda
With regret
19/1

Lt. Col.

Lieut. 10

A G E N D A

CONFERENCE OF LABOR OFFICERS, AMG/ACC, NAPLES
JANUARY 10 - 11, 1944

HELD IN OFFICE OF LABOR SUB-COMMISSION, ROOM 43, PROVINCIA BUILDING

General Chairman - Col. J. T. R. Bain,
Director, Labor Sub-Commission

MONDAY, JANUARY 10 - 9:00-11:30 a.m.

1. General Survey and Observations - Col. Bain

2. General Order No. 8 - possible revision involving complete authority of Regional Labor Office over Provincial Offices, including appointment of personnel.
   - Discussion Leader:
   Lt. Col. J. R. Smith,
   D/Director, Labor Sub-Commission

3. "Ispettorato del Lavoro" - status, territorial jurisdiction, possible inclusion under Regional Labor Office.
   - Discussion Leader:
   Capt. D. A. Morse,
   A/D/Director, Labor Sub-Commission

---

2 p.m. - 4 p.m.

1. General Order No. 14 - what indemnities included or excluded; general effect of order on regional economy.
   - Discussion Leader:
   1st Lt. R. L. Criley,
   Labor Sub-Commission

2. Existing Collective Labor Contracts - status - compliance with Administrative Instruction for continuance.
   - Discussion Leader:
   Capt. Morse

==========

TUESDAY, JANUARY 11 - 9:00-11:30 a.m.

1. Pensions - possible uniform action using General Order No. 14 formula.
   - Discussion Leader:
   Lt. Col. Smith

2. Employment Offices - report by Lt. Moffitt on Sicily study.
   - Discussion Leader:

3943

Declassified E.O. 12356 Section 3.3/NND No. 789021

Lt. Col.

General Chairman - Col. J. T. R. Bain,
Director, Labor Sub-Commission

Jan. 10

MONDAY, JANUARY 10 - 9:00-11:30 a.m.

1. General Survey and Observations - Col. Bain

2. General Order No. 8 - possible revision involving complete authority of Regional Labor Office over Provincial Offices, including appointment of personnel.
   - Discussion Leader:
   Lt. Col. J. R. Smith,
   D/Director, Labor Sub-Commission

3. "Ispettorato del Lavoro" - status, territorial jurisdiction, possible inclusion under Regional Labor Office.
   - Discussion Leader:
   Capt. D. A. Morse,
   A/D/Director, Labor Sub-Commission

---

2 p.m. - 4 p.m.

1. General Order No. 14 - what indemnities included or excluded; general effect of order on regional economy.
   - Discussion Leader:
   1st Lt. R. L. Criley,
   Labor Sub-Commission

2. Existing Collective Labor Contracts - status - compliance with Administrative Instruction for continuance.
   - Discussion Leader:
   Capt. Morse

==========

TUESDAY, JANUARY 11 - 9:00-11:30 a.m.

1. Pensions - possible uniform action using General Order No. 14 formula.
   - Discussion Leader:
   Lt. Col. Smith

2. Employment Offices - report by Lt. Moffitt on Sicily study.
   - Discussion Leader:
   Col. Bain

3. Social Security - status of present administration in each Region.
   - Discussion Leader:
   Capt. R. M. Albright,
   Labor Sub-Commission

3943

(over)

Declassified E.O. 12356 Section 3.3/NND No. 785421

---

2 p.m. - 4 p.m.

1. Trade Union Organizations and Employers' Associations -

Reports by:
Lt. Col. Thomas Lane, Labor Officer, Region III
Major Sheldon C. Tanner, Labor Officer, Region IV
Capt. Arnold Zemple, Labor Officer, Region I
Capt. Robert Frazer, Labor Officer, Region II
Capt. R. M. Albright, for Apulia
- Discussion Leader:
Capt. Morse

2. Sub-Committees' Reports

DISTRIBUTION:

D.C.C.A.O.	1
D.C.C.A.O., 15th A.G. (HQ)	1
Central Economic Committee	3
Economic Directorate	2
R.C.A.O's - Region I	2
Region II	2
Region III	2
Region IV	2
A.C.C. (Brindisi)	1
A.F.H.Q., M.G.S.	5
Mr. Henry Grady	1
Spares	15
Files	5

Declassified E.O. 12356 Section 3.3/NND No. 785021

7. Trade Union Organizations and Employers' Associations -

Reports by:
Lt. Col. Thomas Lane, Labor Officer, Region III
Major Sheldon C. Tanner, Labor Officer, Region IV
Capt. Arnold Zemple, Labor Officer, Region I
Capt. Robert Frazer, Labor Officer, Region II
Capt. R. M. Albright, for Apulia
- Discussion Leader:
Capt. Morse

2. Sub-Committees' Reports

DISTRIBUTION:

D.C.C.A.O.	1
D.C.C.A.O., 15th A.G. (HQ)	1
Central Economic Committee	3
Economic Directorate	2
R.C.A.O's - Region I	2
Region II	2
Region III	2
Region IV	2
A.C.C. (Brindisi)	1
A.F.H.Q., M.G.S.	5
Mr. Henry Grady	1
Spares	15
Files	5

Declassified E.O. 12356 Section 3.3/NND No. 780021

19/5

SECRET

HEADQUARTERS ALLIED CONTROL COMMISSION
APO 394

18 December 1943.

REPORT

SUBJECT: Relations of Finance Sub-Commission with Badoglio Government at Brindisi during period October 29 - November 30, 1943.

When the Badoglio Government established itself at Brindisi in September, 1943, a temporary military mission to that government, headed by Lieutenant General Mason MacFarlane, was appointed by the Allied Commander-in-Chief. The Mission requested the Finance Sub-Commission, then based at Tizi-Ouzou, Algeria, to send a representative to Brindisi who could discuss matters of financial policy with the Italian Government. Accordingly, Colonel E.H. Foley, Jr., Deputy Chief of the Sub-Commission, went to Brindisi on October 29, where he held several conferences with Lt. Col. Guido Jung, Finance Under-Secretary in the Badoglio Cabinet. Having surveyed the immediate problems confronting Col. Jung, Colonel Foley returned to the Headquarters of the Sub-Commission, which had been transferred to Palermo, Sicily. Several policy decisions were taken, which are fully discussed below, and Colonel Foley, accompanied by Captain Timmons, returned to Brindisi on November 19. Meanwhile the temporary military mission's duties had come to an end and it had been superseded by the Allied Control Commission under Major General Kenyon A. Joyce.

It is the purpose of this report to describe the financial negotiations with the Badoglio Government and the decisions taken by the Finance Sub-Commission as a result of such discussions.

1. Wage Increase.

First in order of priority, Colonel Jung placed the consideration of increasing wages and salaries. He emphasized that the shortage of supplies, especially food, was driving up prices with consequent flourishing of the black market, and that measures would have to be taken immediately to bring the income of the people into line with the cost of living. Colonel Jung presented a schedule to Colonel Foley indicating the percentages by which he proposed to increase the wages of government employees. Colonel Foley told Colonel Jung that he did not look with favor on such a wage increase at this time and could not give him hope that it would be approved. Upon Colonel Foley's return to Palermo, Colonel Jung's proposal was extensively discussed, both within the Finance Sub-Commission and with other interested Sub-Commissions. AMG Headquarters was also proposing a similar increase for Sicily. From the financial side, it was pointed out that the proposed wage increase would afford only temporary relief and would, in fact, intensify the inflationary spiral unless it was coupled to a comprehensive anti-inflation program. Such a program was outlined by the Finance Sub-Commission. Public safety considerations were deemed, however, to require immediate issuance of the wage increase in Sicily, which was done on November 17. AMG having established a precedent in Sicily there was nothing for Colonel Foley to do when he returned to Brindisi but inform Colonel Jung that there would be no objection to the Italian Government issuing a similar order. Colonel Jung prepared a draft of such a decree, using

3942

Declassified E.O. 12356 Section 3.3/NND No. 783021

REPORT

SUBJECT: Relations of Finance Sub-Commission with Badoglio Government at Brindisi during period October 29 - November 30, 1943.

When the Badoglio Government established itself at Brindisi in September, 1943, a temporary military mission to that government, headed by Lieutenant General Mason MacFarland, was appointed by the Allied Commander-in-Chief. The Mission requested the Finance Sub-Commission, then based at Tizi-Ouzou, Algeria, to send a representative to Brindisi who could discuss matters of financial policy with the Italian Government. Accordingly, Colonel E.H. Foley, Jr., Deputy Chief of the Sub-Commission, went to Brindisi on October 29, where he held several conferences with Lt. Col. Guido Jung, Finance Under-Secretary in the Badoglio Cabinet. Having surveyed the immediate problems confronting Col. Jung, Colonel Foley returned to the headquarters of the Sub-Commission, which had been transferred to Palermo, Sicily. Several policy decisions were taken, which are fully discussed below, and Colonel Foley, accompanied by Captain Timmons, returned to Brindisi on November 19. Meanwhile the temporary military mission's duties had come to an end and it had been superseded by the Allied Control Commission under Major General Kenyon A. Joyce.

It is the purpose of this report to describe the financial negotiations with the Badoglio Government and the decisions taken by the Finance Sub-Commission as a result of such discussions.

1. Wage Increase.

First in order of priority, Colonel Jung placed the consideration of increasing wages and salaries. He emphasized that the shortage of supplies, especially food, was driving up prices with consequent flourishing of the black market, and that measures would have to be taken immediately to bring the income of the people into line with the cost of living. Colonel Jung presented a schedule to Colonel Foley indicating the percentages by which he proposed to increase the wages of government employees. Colonel Foley told Colonel Jung that he did not look with favor on such a wage increase at this time and could not give him hope that it would be approved. Upon Colonel Foley's return to Palermo, Colonel Jung's proposal was extensively discussed, both within the Finance Sub-Commission and with other interested Sub-Commissions. AMG Headquarters was also proposing a similar increase for Sicily. From the financial side, it was pointed out that the proposed wage increase would afford only temporary relief and would, in fact, intensify the inflationary spiral unless it was coupled to a comprehensive anti-inflation program. Such a program was outlined by the Finance Sub-Commission. Public safety considerations were deemed, however, to require immediate issuance of the wage increase in Sicily, which was done on November 17. AMG having established a precedent in Sicily there was nothing for Colonel Foley to do when he returned to Brindisi but 3942 inform Colonel Jung that there would be no objection to the Italian government issuing a similar order. Colonel Jung prepared a draft of such a decree, using the same percentages as those incorporated in the Sicily order, with two significant differences. He included within the scope of the increase all personnel in the Italian Armed Forces, and he terminated two indemnities formerly paid, the "presenza" and the "operosita".

With respect to the increase in pay for the armed services, Colonel Jung and the other members of the Cabinet insisted that from a political standpoint no distinction could be made between civil servants and military personnel. Figures were presented to show that even after allowing for the value of rations

167.

Declassified E.O. 12356 Section 3.3/NND No. 785021

and clothing, a private soldier was receiving less than the lowest grade of civil servant. Jung also pointed out that whereas in the increase for civil employees the percentage would be calculated on a figure which would include not only base pay but also all allowances, the soldier's increase would be calculated only on his base pay, excluding family allowances. Colonel Jung's figures indicated that the private soldier's cash pay was L.160 per month and that the 70% increase would add L. 112 per month, giving a total pay of L. 272 per month. After extensive consideration by members of the staff of the Allied Control Commission, the question was laid before General Joyce, who decided as a matter of military necessity and simple justice that the wage increase should be made generally applicable. However, having given our approval to this increase, it was made clear to Colonel Jung, who agreed fully, that further wage increases could under no circumstances be granted and that the line against inflation must be held.

With respect to the "presenza", an indemnity granted to persons in bombed areas, and the "operosita", an overtime bonus, Colonel Jung planned to eliminate these because the former had by law expired and the latter presented formidable administrative difficulties. Colonel Jung estimated that by abolishing these two indemnities, the wage increase in the four Apulian provinces would be from 25% to 35% less for corresponding wage classes than in Sicily. However, the "presenza" has been retained in certain areas because of the recent renewal of air raids.

2. Payment of Interest on Public Debt.

The Husky economic and monetary directive forbad payment of interest on the Italian public debt. In the light of the conditions obtaining in October, after the Italian government had established itself at Brindisi, the Finance Sub-Commission requested further instructions on this subject from the Combined Chiefs of Staff. In TAC 66, dated 5 November, payment of interest and principal was authorised. The immediate question was the handling of a maturity of 9 year 4½ Treasury bonds due on December 15, 1943. After taking a census of the provinces in liberated Italy, Colonel Jung estimated that bonds to the value of L. 300,000,000 were held in the area. Colonel Jung was informed that he should issue instructions for the payment of this maturity. It was decided to handle the mechanics of payment by having the Bank of Italy, Bari branch (acting as head office for this purpose) open a credit for the requisite amount in favor of the Italian government. The Bank of Italy would be supplied with the currency to meet drawings against this credit by an advance of AM lire by AMG to Italian government. The credit would be broken down among the various provinces, and the Treasury Section of each branch of the Bank of Italy would proceed to draw upon its credit and redeem the bonds. Protection against paying bonds smuggled in from enemy territory or counterfeited by the Germans was provided for by instructions from Colonel Jung that the counterfoil system was to be followed fully and no bond was to be paid unless it was matched with its counterfoil. Whenever a Treasury bond was sold, a counterfoil was retained in the selling office. In the past, if a bond holder wished to present a bond at an office other than that at which the bond was purchased, the transfer of the relative counterfoil had to be requested. Colonel Jung's instructions provided that no bond was to be paid unless its counterfoil was held by a Treasury paying office in what is now liberated Italy on July 10, 1943. While it was recognized that the counterfoil system affords no proof of rightful possession, since most Italian bonds are bearer securities, the Finance Sub-Commission believed it most unlikely that the enemy would smuggle securities into the liberated area to gain lire, since the

Declassified E.O. 12356 Section 3.3/NND No. 783621

and that the 70% increase would add L. 112 per month, [illegible] L. 272 per month. After extensive consideration by members of the staff of the Allied Control Commission, the question was laid before General Joyce, who decided as a matter of military necessity and simple justice that the wage increase should be made generally applicable. However, having given our approval to this increase, it was made clear to Colonel Jung, who agreed fully, that further wage increases could under no circumstances be granted and that the line against inflation must be held.

With respect to the "presenza", an indemnity granted to persons in bombed areas, and the "operosita", an overtime bonus, Colonel Jung planned to eliminate these because the former had by law expired and the latter presented formidable administrative difficulties. Colonel Jung estimated that by abolishing these two indemnities, the wage increase in the four Apulian provinces would be from 25% to 35% less for corresponding wage classes than in Sicily. However, the "presenza" has been retained in certain areas because of the recent renewal of air raids.

2. Payment of Interest on Public Debt.

The Husky economic and monetary directive forbade payment of interest on the Italian public debt. In the light of the conditions obtaining in October, after the Italian government had established itself at Brindisi, the Finance Sub-Commission requested further instructions on this subject from the Combined Chiefs of Staff. In FAN 86, dated 3 November, payment of interest and principal was authorised. The immediate [illegible]ation was the handling of a maturity of 9 year 4% Treasury bonds due on December 15, 1943. After taking a census of the provinces in liberated Italy, Colonel Jung estimated that bonds to the value of L. 300,000,000 were held in the area. Colonel Jung was informed that he should issue instructions for the payment of this maturity. It was decided to handle the mechanics of payment by having the Bank of Italy, Bari branch (acting as head office for this purpose) open a credit for the requisite amount in favor of the Italian government. The Bank of Italy would be supplied with the currency to meet drawings against this credit by an advance of [illegible] lire by AMF to Italian government. The credit would be broken down among the various provinces, and the Treasury Section of each branch of the Bank of Italy would proceed to draw upon its credit and redeem the bonds. Protection against paying bonds smuggled in from enemy territory or counterfeited by the Germans was provided for by instructions from Colonel Jung that the counterfoil system was to be followed rigidly and no bond was to be paid unless it was matched with its counterfoil. Whenever a Treasury bond was sold, a counterfoil was retained in the selling office. In the past, if a bond holder wished to present a bond at an office other than that at which the bond was purchased, the transfer of the relative counterfoil had to be requested. Colonel Jung's instructions provided that no bond was to be paid unless its counterfoil was held by a Treasury paying office in what is now liberated Italy on July 10, 1943. While it was recognized that the counterfoil system affords no proof of rightful possession, since most Italian bonds are bearer securities, the Finance Sub-Commission believed it most unlikely that the enemy would smuggle securities into the liberated area to gain lire, since the enemy was already in possession of the printing presses and adequate paper stocks and it was believed that the Germans would permit the new Mussolini Government to pay bonds held on their side of the line. We have subsequently learned that this was the case.

SECRET

Declassified E.O. 12356 Section 3.3/NND No. 785021

19/4

SECRET

This procedure was implemented by issuance of the necessary instructions to the A.F.H.Q. offices in Regions 1, 2, 3, and 6 by Finance Sub-Commission Headquarters and the necessary technical instructions to the paying agents by Colonel Jung and the Bank of Italy. Wide publicity is being given to this action, to the end that the Italian government may be aided to rehabilitate its credit position and embark upon a borrowing program.

Colonel Jung has informed us that there were no further long-term maturities during the next six months. While there is a considerable amount of short term debt, this presents no currency problem in Colonel Jung's opinion, since it is renewed in the same amounts when it matures. In order to ascertain the extent of the problem of servicing the entire debt, Colonel Jung is taking a census of the amounts of the debt held in all the provinces of liberated Italy.

3. Advances to the Italian Government for Civil Budget and Pay of Armed Forces.

As soon as the immediate problems outlined in 1 and 2 above were disposed of, lengthy discussions with Colonel Jung were held on the central problem confronting the Italian government - the financing of its budgetary deficit. Preliminary figures compiled by Jung show that for December as against estimated revenues of L. 215,000,000, estimated expenditures were L. 1,250,000,000. It is clear that the Badoglio government has at present only the slenderest financial resources at its disposal; therefore, if the Government is to remain in power, it will be necessary for the Allied Control Commission to advance certain sums of money to the Government to enable it to pay its civil budget and pay its armed forces until its revenue and borrowing programs are strengthened and expanded. The Finance Sub-Commission recognizes that giving financial support to the Badoglio Government has far-reaching political implications and the political authorities were accordingly consulted. We were informed by Messrs. Acheson and Caccia that the highest political authorities in the United States and Great Britain wish to maintain control that would permit us to stop long-term support of the Badoglio Government. However, it is of paramount importance to maintain order and stability in the lines and for this purpose the Badoglio Government will be supported until a more permanent policy can be developed.

It is the intention of the Finance Sub-Commission to advance funds to the Italian Government only on a month-to-month basis. However, in order to avoid any accumulation of funds, in order that any political decision of the American and British Governments may not be prejudiced or interfered with by financial considerations, and in order that this Government will not be prejudiced or interfered with by financial considerations, authority has been received from the Combined Chiefs of Staff to make advances directly to the Italian Government, as long as by doing so the banking system in force at all times can be controlled more effectively [illegible] governmental [illegible] acceptable in terms and can be [illegible] Badoglio [illegible] with [illegible] Jung [illegible] with [illegible] of all [illegible] Finance Sub-Commission [illegible] cash advanced in monthly lump-sums [illegible] a test [illegible] will be made with a view to ascertaining [illegible] were in fact [illegible] over [illegible].

3941

Declassified E.O. 12356 Section 3.3/NND No. 785021

credit position and embark upon a borrowing program.

Colonel Jung has informed us that there were no further long-term maturities during the next six months. While there is a considerable amount of short term debt, this presents no currency problem in Colonel Jung's opinion, since it is renewed in the same amounts when it matures. In order to ascertain the extent of the problem of servicing the entire debt, Colonel Jung is taking a census of the amounts of the debt held in all the provinces of liberated Italy.

3. Advances to the Italian Government for Civil Budget and Pay of Armed Forces.

As soon as the immediate problems outlined in 1 and 2 above were disposed of, the daily discussions with Colonel Jung were held on the central problem confronting the Italian Government - the financing of its budgetary deficit. Preliminary figures compiled by Jung show that for December as against estimated revenues of L. 215,[illegible],000, estimated expenditures were L. 1,250,[illegible],000. It is clear that the Badoglio Government has at present only the slender, yet friendly resources at its disposal; wherefore, if the Government is to remain in power, it will be necessary for the Allied Control Commission to advance certain sums of money to the Government to meet its civil budget and pay its armed forces until its revenue and financing programs are strengthened and extended. The Finance Sub-Commission recognizes that giving financial support to the Badoglio Government has wide political implications and the political authorities were accordingly consulted. We were informed by Messrs. Dunn and Macomber that the highest political authorities in the United States and Great Britain view economic and financial commitments to any long-term support of the Badoglio Government. However, it is of paramount importance to maintain order and stability behind the lines and for this purpose the Badoglio Government will be supported until a more permanent policy can be developed.

It is the intention, therefore, of the Finance Sub-Commission to advance funds to the Italian Government only on a month-to-month basis, provided in particular, by [illegible] amounts, in order that our political authorities, American and British Governments may [illegible] to the Badoglio Government will not be prejudiced or interfered with by financial commitments. Authority has been received from the Combined Chiefs of Staff to make advances directly to the Italian Government. [illegible] by [illegible] the banking system in funds as will best enable us to control effectively [illegible] Governmental expenditures, and thereby [illegible] responsible in [illegible] a constructive [illegible] with Colonel Jung [illegible] and those of all [illegible] Boards of Directors of [illegible] Sub-Commission [illegible] cash advanced in a monthly lump-sum [illegible] advances are [illegible] a final post-audit will be made with a view to ascertaining whether funds were in fact used only for approved purposes.

3941

On the other side, there [illegible] revenues [illegible] Government we have [illegible] to Central Italy, [illegible] revenues [illegible] is essentially [illegible] Jung [illegible] on hand or [illegible] so, [illegible] even [illegible] Colonel Jung [illegible]

Declassified E.O. 12356 Section 3.3/NND No. 785021

particular they will examine the possibility of imposing new taxes, increasing rates of existing taxes, and reducing the cost of collection. The collection of customs duties will also be considered.

4. Printing of Lire Currency for the Italian Government.

We were informed by the Combined Chiefs of Staff in Tel 76 that it is considered desirable that supplies of ... lire should be superseded as soon as possible by supplies of Italian lire currency. The Finance Sub-Commission was requested to examine the problem with the Italian Government. There are two chief possibilities - (1) production of a lire currency by private bank note companies in the U.S. or (2) plates, paper and ink supplied for production of the currency in Italy. It was Colonel Jung's preliminary opinion that if plates can be engraved in the U.S., the printing can be carried out in Italy. Colonel Jung is having prepared a sample design for a banknote and an estimate of amounts and denominations required, which can be forwarded to the U.S. Treasury for a survey of the printing possibilities. We have ascertained that the plates of the Banco di Sicilia were turned over to the Italian government for destruction when its note issue privilege was withdrawn and it is thought the same disposition was made of the plates of the Banco di Napoli.

5. Operations of the tobacco monopoly.

The operations in one of the largest monopoly, tobacco, are being hampered for lack of paper. A letter recommending approval of a monthly paper requirement for three months' operations was addressed to General Holmes, [illegible] by General McSherry. The requisition was approved and we have been notified that the paper will be delivered in three instalments, 1/4 in January, 1/2 in March and 1/4 in May. We have asked AFHQ to attempt to have the deliveries speeded up.

Colonel Jung plans to increase storage prices in Naples, to conform to the increased price schedule recently issued in Region I.

6. Central Post Office Clearing.

We advised Colonel Jung that as a prerequisite to any discussion of the postal savings system and the transmission of postal money orders within the Italian mainland, a central clearing office would have to be established. Colonel Jung is anxious to work while and is investigating the establishment of such an office at Naples.

7. Italian [illegible] expenses.

Colonel Jung raised with us the question of payment of the expenses of Italian diplomatic missions. [illegible] such expenses out of [illegible] Colonel Jung suggested a meeting between the Italian Foreign Office, Messrs. Vaccio and Weber of the Italian Division of U.S.C., representatives of the Finance Sub-Commission, and himself.

8. Cost-of-living Index.

The type of single price [illegible] used in sections 1, 2 and 3 of

Declassified E.O. 12356 Section 3.3/NND No. 765021

0736

Declassified E.O. 12356 Section 3.3/NND No. 785021

4. Estimate of Libyan Military Capabilities. The Embassy has been informed by the Combined Chiefs of Staff in TOT 76 that it is considered feasible to supply Libya with the following items as possible U.S. military assistance during FY 1977: (1) reduction of the Libyan military by retiring the obsolete aircraft in the U.S. Air (2) fighter aircraft and ammunition for the Libyan Air Force. The Embassy would be successful in having the Italian Government purchase the Italian aircraft. It was felt that Libya's relations with Italy would be enhanced if Libya can be encouraged to purchase the aircraft and spare parts from Italy. Colonel Jum's relations with the Italian Government are at a low ebb and it is thought that the Italian Government would welcome the opportunity to sell the aircraft to Libya. The Embassy is of the opinion

19/3

S E C R E T

suggested that examination of the experience of Spain during the Civil War might provide certain valuable hints on dealing with an inflationary situation in which two belli erents issued currency in the same country. We have asked U.S.S. to see if Washington and London can provide such information.

10. Rate of Exchange.

During Col. Foley's first visit to Brindisi, he discussed with Col. Jung Marshal Badoglio's request that the value of the lire be revalued upward. Col. Jung was informed that this proposal had been laid before the highest authorities in Washington and London and was under consideration. However, Col. Foley indicated it was his personal view that the answer would not be favourable to a change in the existing rate. Col. Jung said he wished to make clear that the request was not being urged on the basis of a political favor but because it was considered essential as an economic measure.

11. Price of Wheat.

Col. Jung said that the price of wheat which was then around 3½ lire per kilo was too low and he proposed to increase it to around 5½ lire per kilo. Col. Foley pointed out that this would result in an increase of 100% in the cost of a loaf of bread, which should be avoided if at all possible. Col. Jung then argued that the wheat price was so low there was no impetus to plant acreage; and that a higher price for spring wheat should be announced before the completion of the fall planting in November. Col. Foley indicated that the black market prices and hunger were stimulating enough to bring about a full planting and that an announcement now of a higher price for wheat in the spring might keep wheat which otherwise would be available for consumption now off the market until spring. Col. Jung agreed that this would be the case and decided to drop the matter at this time but suggested that the radio be used to encourage people to plant as much acreage in wheat as possible. Col. Foley reported this suggestion to General Lesson Macfarlane who said he would take it up with the radio people at once.

3940

Declassified E.O. 12356 Section 3.3/NND No. 785021

0738

Declassified E.O. 12356 Section 3.3/NND No. 785021

3940

0739

Declassified E.O. 12356 Section 3.3/NND No. 785021

HEAD QUARTERS
ALLIED MILITARY GOVERNMENT
(Rear Detachment)
APO 394
Education Sub-Commission

EL/GRG/tjr 152

AMG 6673/4/32

27 December 1943

SUBJECT: Catania University.

TO: Administrative Directorate.
(For Attention CCAO)

EDUCATIONAL ADVISER AMGOT HQ.

Preliminary Report

1. I have just returned from the above University leaving Captain HAAS, last from Colonel YOUNG's department, to continue the investigations and report back to me here on the 28th December with Professor Petroncelli, Rector of the University.

2. The visit was timely - as the campaign raging by handbills against the Rector had threatened to become a public scandal. I cannot prejudge the issue until all the data is available on the 28th, but it is hoped that it may not be necessary to remove the Rector. The dismissal of Dr. Mirone is being carried out now, and as the result of the investigation, it is probable Professor Angeli will be dismissed if not imprisoned for his activities. Several other professors will probably need attention and new appointments will be made as soon as possible.

3. As soon as this has been done a similar completion of the work at Messina University will take place. As a result the three Universities, upon which we have been working for months will have been completely freed from fascism and set on their feet again.

4. As soon as this work is finished a complete list of all removals and suspensions from office will be sent to you.

5. I attach the utmost importance to this work now being finished. For here we have model instances of how a most difficult task has been carried out, and despite the purge of arch-fascists the universities have been left strong and uninjured by the cleansing process. It is because we have sought to preserve the character of the Universities that the work has been slow and tedious.

3939

Lt. Col. AUS
Educational Adviser.

0740

Declassified E.O. 12356 Section 3.3/NND No. 785021

Extract 8 Labor Conferences. 1941

HEADQUARTERS
ALLIED MILITARY GOVERNMENT
LABOR SUB-COMMISSION
APO 512

9004/LAB 8 November 1943

SUBJECT: Wage Conference.

TO : All branches, Allied Armed Forces.

1. A conference will be held at this Headquarters at 1000 hours 22 November 1943, for the purpose of discussing the present Uniform Wage Scale for Sicily. All rates of pay and classification will be analyzed so that revision of rates may be made, job descriptions clarified and new classifications added.

2. It is requested that a representative of your organization be present, and that receipt of this communication be acknowledged.

DAM/tbw

J. T. R. BAIN,
Colonel,
Labor Sub-Commission.

DISTRIBUTION:

I.B.S.	A.F.H.Q., M.G.S.
N° 1 District	All Sub-Commissions
N.O.B.	R.C.A.O., Region I
R.A.F.	R.C.A.O., Region II
12th A.F.	15 A.G.
	Naval Officer i/c Syracusa

3938

1720