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MONTHLY REPORTS, ACABRIT, AUSTRIA
MAY 1945 - JAN. 1946

1978

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INCOMING MESSAGE

HEADQUARTERS ALLIED COMMISSION

Originator's Reference: SLC/B

Message Centre No: C/7852

Date/Time of Origin: 2117 G.

Date Time Rec'd: 23 0915

Precedence: IMMEDIATE

FROM ACABRIT VIENTIANE

TO THOOPHAS (COLB), THRELOA (FORCE) US-C VIENTIANE ALLIED COMMISSION ROAD

CONCERN INFO: HQ B-40000 VIENTIANE AREA SMOG ISLAND SMOG STELLERMAN

10-1411/24

RESTRICTED:

REFERENCE ACABRIT CIPHER SLC/B OF 20 JANUARY IN PART 4 NOT 2 AND

QUOTE TALLY UNQUOTE TO ROAD JUDGE (S. H. Z. L. M. 3 ...)

19827

ACABRIT

ACTION: INFORMATION DIV

INFO: CHIEF COMMISSIONER

ECON SEC

LEGAL

INFORMATION

FINANCIAL

CISER

LABOUR

HEADQUARTERS

23 JAN 1978

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ACTION: INFORMATION DIV
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LEADERS
M. COMMISSIONER
P. S. L. L. L.
COMMISSIONER
P. HEALTH
FILE
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INCOMING MESSAGE

Originator's Reference: SEO/6 Message Centre No: G/7745

Date/Time of Origin: JAN 20 1600 Date/Time Rec'd: JAN 21 1115

Precedence: IMMEDIATE

FROM: ACABRIT VIENNA

TO: TROOPERS (COLB) - FREEDOM (FOR 4-5) USACA VIENNA - ALCOM
ROME COMCOMBINFO: HQ ETA - COMD VIENNA AREA SMBO KARTEN - SMPO STEIER-
MARK

RESTRICTED.

Reference your telegram 33844 (COLB) of 6 January this is
first monthly military Government report covering period 15 Decem-
ber 1945 to 15 January 1946.

1. Meetings of Allied council and executive committee during period
of Russian chairmanship more important decisions of Allied council
include:

- A) Approval of composition of New Austrian Government and re-
commendation to respective Governments to extend immediate
recognition
- B) Despatch of telegram to UNRRA emphasising urgent Austrian
need for assistance and requesting despatch of delegation to
agree terms with Austrian Government
- C) Prohibition of wearing German Army uniforms in AUSTRIA
after 15 January 1946
- D) Approval of measures for denazification of Austrian state

Austrian Government denazification in VIENNA

ber 1945 to 15 January 1946.

1. Meetings of Allied council and executive committee during period of Russian chairmanship more important decisions of Allied council include:

A) Approval of composition of New Austrian Government and recommendation to respective Governments to extend immediate recognition

B) Despatch of telegram to UNRRA emphasising urgent Austrian need for assistance and requesting despatch of delegation to agree terms with Austrian Government

C) Prohibition of wearing German Army uniforms in AUSTRIA after 15 January 1946

D) Approval of measures for denazification of Austrian state machinery both in central Government departments in VIENNA and in local Ministries. Major decision of Executive Committee apart from recommending above decisions to Allied council included:

A) Setting up a committee composed of Chiefs of Military divisions to investigate throughout all zones Soviet Allegations about existence of Austrian and German military formations in AUSTRIA.

B) Agreement on necessity for regulation and stabilization of wages in AUSTRIA with instructions to Austrian Government to submit draft law on wage rates.

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2. Political.

Newly elected national assembly first met on 19 December and heard renners account of activities provisional Government. Federal council met same day on 20 December meeting of both houses elected renner Federal President and formed Government previously approved by Allied council new Governments also constituted STYRIA and CARINTHIA. In order to secure financial control authorities instructed to submit to SMGOS earliest budget estimates for 1946. Preliminary 1946 budget for VIENNA shows large deficit which requires investigation. In democratic party carinthia dissolved 15 January owing to arrest of chairman on whose estate were found quantity of arms wharft equipment art treasures etc in view increased shortage trained civil servants owing to denazification efforts being made to accelerate repatriation of former Austrian civilians from British zone in Austria and Germany.

3. Public Safety.

Position generally good. Increased increase in Vienna of crimes committed by "Men in Russian uniform" but robberies in Carinthia have decreased. Of previous arrests for robbery 7 former members of DP camps will be charged with murder. Increased drive of black market activities resulted in 135 convictions involving fines of 1,200,000 SCH. Mass grave found at foldbach being investigated.

4. Post and telegraphs.

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4. Post and telegraphs.

Austrian foreign mail service to all parts of world except Germany and Italy re-introduced on 2 January. Re-establishment of international telegraph and telephone services for Austrian civilians also approved.

5. Health.

Epidemic infectious diseases decreasing except for diphtheria which maintains previous high level.

6. Welfare.

Societies in Britain Canada America and Sweden proposing send clothing and food for distribution throughout Austria. Swiss relief society providing milk for school children in Carinthia. 36,000 pairs shoes for school children produced by military government

for Styria and Carinthia.

7. Economic.

Anxiety over future supplies of wheat and flour due to early overdrawings of stocks more and better coal being allocated to industries in VIENNA. Steady increase in production generally throughout British zone despite labour shortage but heavy industries especially may be affected by future cuts in electricity supplies. Distribution household coal in Vienna now in full swing endges supplies so much improved that whole city is now getting gas regularly for restricted periods. No change in food rationing though possible shortages later are envisaged.

8. Transport.

All essential rail traffic in the British zone moved during month and fair amount public civilian traffic accepted. Daily Maille C train service from Villach to Celais started 15 December. Road transport U S and British element now lifting 97 per cent of tonnage daily. Supplies of captured enemy vehicles being handed over to Austrians now almost exhausted. Spare parts being supplied to Austrian Government. Being obtained for distribution on agreed plan and further parts being obtained by cannibalization of non repairable vehicles. Soviet request for assistance and snow clearance has been met.

9. Air.

Quadrupartite Committee investigating Austrian Glider Club and Air Club activities. Also Air Office set up by Ministry of Trans-

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9. Air.

Quadrupartite Committee investigating Austrian Glider Club and Aero Club activities. Also Air Office set up by Ministry of Transport in newly formed Government.

10. Labour.

Comprehensive scheme for registration of all Austrian male and female now approved and will be put into operation when new law approved in draft is promulgated.

11. Housing.

Position in Vienna unsatisfactory owing to dilatoriness on part of Austrian Department in surveying and allocating accommodation this being investigated. Housing position being investigated in Styria unusually mild winter conditions have enabled building repair work to make better progress than was anticipated.

12. Finance.

= 4 =

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13 to 20

Currency conversion successfully completed 15 to 20 December. Final results not available but National Bank estimates civilian figures as follows:-

- (A) Paid into Central Banks for date Banks reopened until 1 December (Date of Schillinggesetz Publication) 3.6 Billions
- (B) Presented during conversion period.... 5 Billions (Incl 1 milliard A M SCH).

(C) Estimated currency now in circulation ... 1.3-1.4 milliards (and of currency in hands of occupying forces) Conversion British Military holdings was 22 millions out of 200 millions allocated and surplus balance not needed by paymasters has been lodged with national Bank this practice also follows by American and French by Soviet allotted 300 millions and insist no surplus funds available. Soviet demanded from National Bank for occupation costs for January 300 millions which would absorb all printing allocated to Military purposes under Allied Council agreement of 16 November. National Bank instructed by General Clark as Chairman of the Allied Council to make no payment pending conference between G's in G. Soviet also requested 400 million loan made to Austrian provisional Government in February 1945 out of currency confiscated from Banks and unissued currency resources of Vienna Reichbank. Austrians have not yet replied. Instructions issued freeing inter-zonal Bank and money transfers.

13. RE and R.

In absence of agreed quadripartite interim restitution programme

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13. ND and R.

In absence of agreed quadripartite interim restitution programme French us and British elements prepared to implement on reciprocity basis interim restitution procedure on basis of direction from their respective Governments. British element awaiting authority to apply wide definition of restitution in respect of interim measure without prejudice to negotiations for final definition. Awaiting policy directive regarding interpretation postdam protocol on repatriation including definition German external assets.

14. Displaced persons.

Total numbers held in camps in British zone now 40,910 Soviet displaced persons touring British zone to expedite repatriation of Soviet citizens. 70 from Styria. 76 from Carinthia repatriated during month.

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All displaced persons in British zone being registered several hundred persons have crossed the frontier from Jugoslavia during the month. Some in trains arranged by Jugoslavs and others illegally on foot. Many of whom had been forcibly expelled further contingents by train being stopped until proper clearance arranged. BMW Belgrade have been pressed to represent matter very strongly to Jugoslav government to prevent further influx.

15. Legal.

Incidents of frontier violations still high. Chief of Austrian prisons urged to speed up juvenile trials. Conference held at Graz with Austrian legal authorities to frame new ordinances extending renner and other laws approved by Allied council to Styria and Carinthia and restoring to ministry of Justice greater control over Austrian courts. Arrangements completed for trial of ordinary DP criminal cases by military Government courts to relieve Austrian courts and prisons.

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- ACTION : INFORMATION DIV
- INFO : CHIEF COMMISSIONER
- EX COMEN
- P. SAFETY
- COMMUNICATIONS
- P. HEALTH
- ECONOMIC SEC
- LABOUR SC
- TRANSPORT SC
- FINANCE SC
- DISPERS SC

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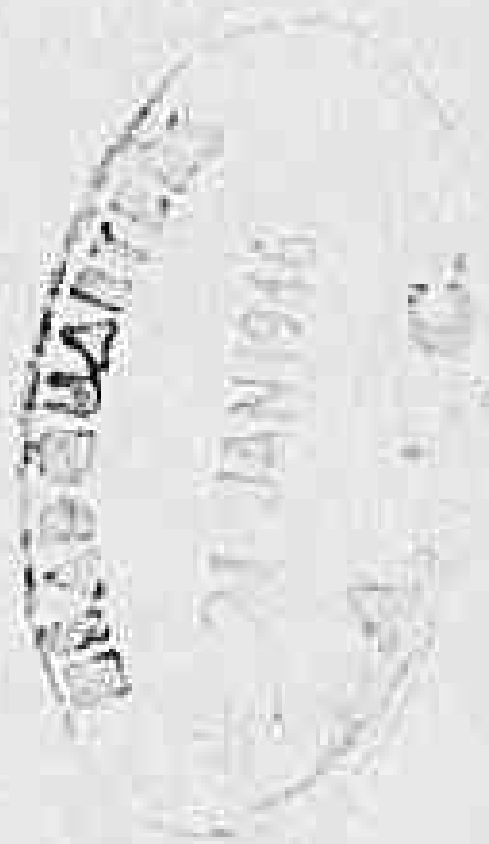
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AUSTRIA

MONTHLY REPORT

for
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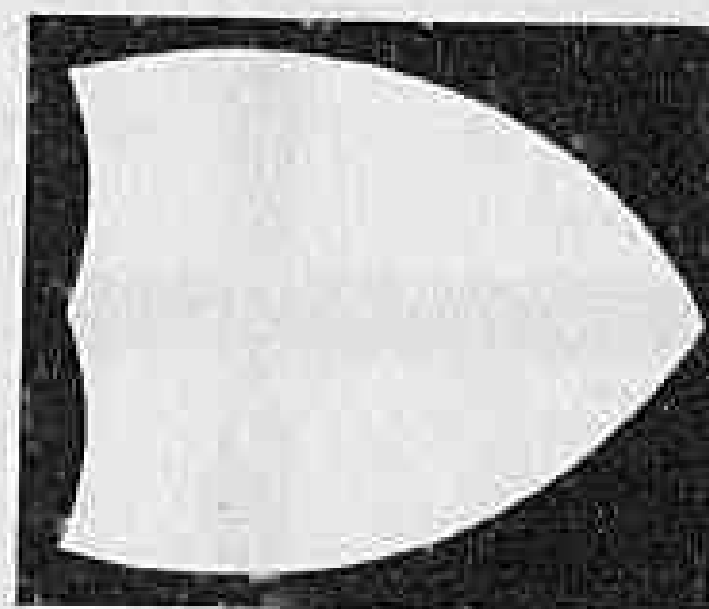
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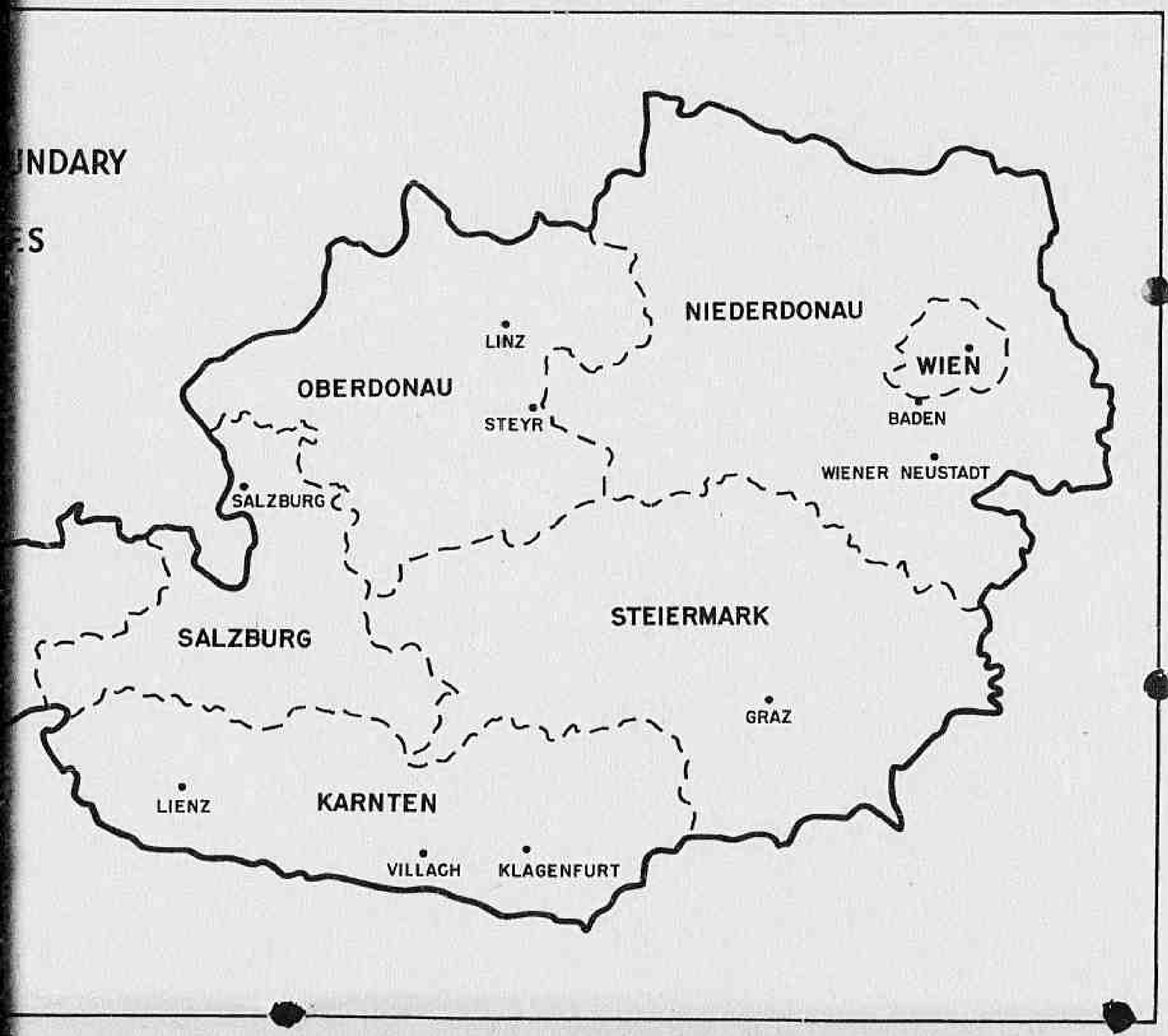
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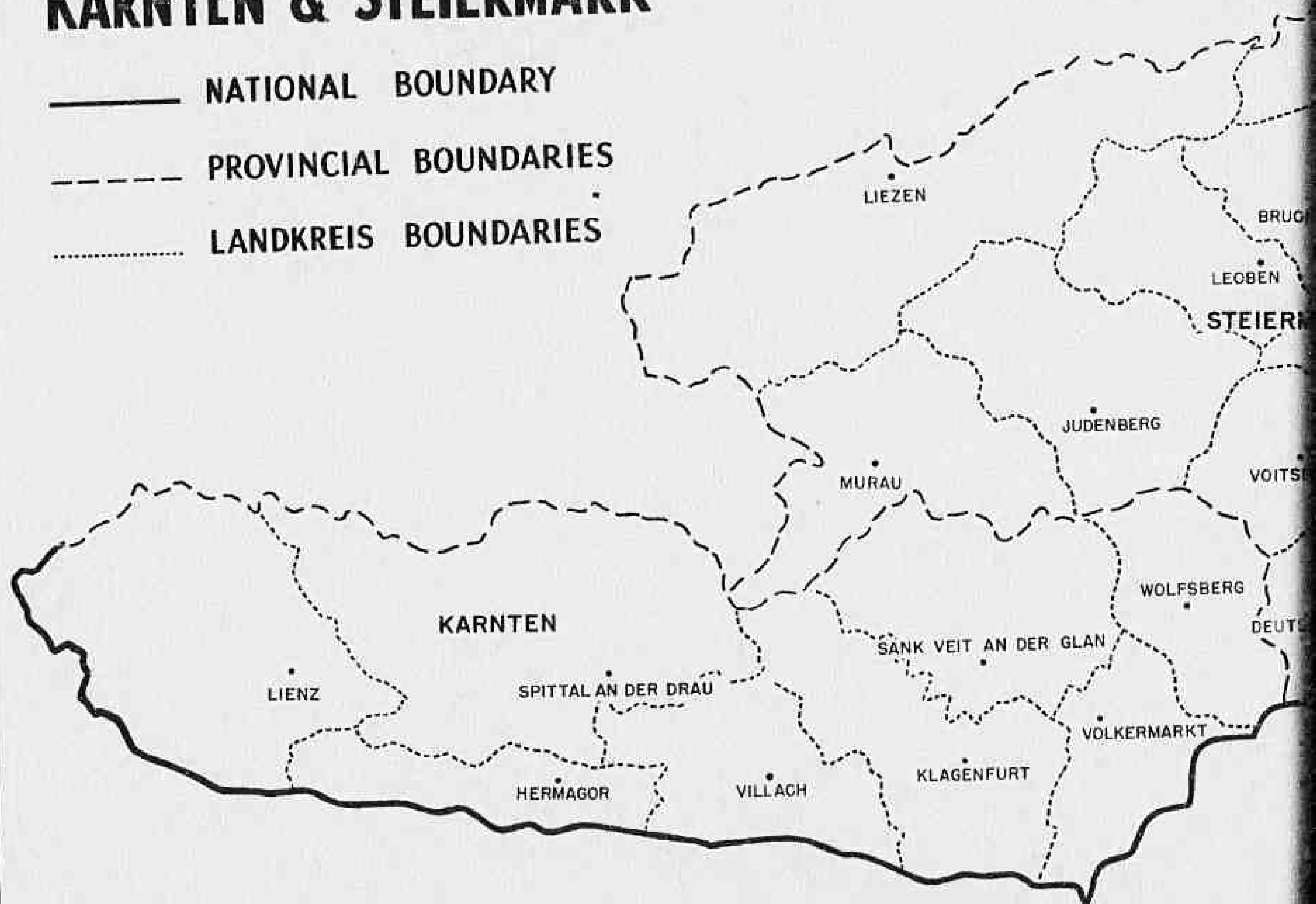
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10 Jun 45.

1. Herewith monthly report for MAY 45.

2. Composition of report is:

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	PART II	SECTIONAL
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		Finance Sec
		Econ & Sups Sec
		Displaced Persons (DP) Sec

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SAGC HQ Gau KARNTEN
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Construction Materials.

Electricity.

General.

Industry.

Visual Impression.

Factory Management.

Work in Hand.

Displaced Persons (DP) Section.

Camps and Administration.

Repatriation and Movement of DP.

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Finance.

Nazi Breeding Farm.

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MILITARY GOVERNMENT (AUSTRIA)MONTHLY REPORT FOR MAY, 1945.PART I.GENERAL.MILITARY GOVERNMENT STAFF AUSTRIA.

1. On 3 May at the time of the surrender of the German South-Western Armies, the Military Government (Mil Govt) Staff to the Eighth Army was engaged exclusively in dealing with Italian problems.
2. The Army HQ was near TRIESTE and proceeded by stages to its present location at UDINE, whence it now directs the operation of Mil Govt both in the British Zone in Austria and in the area of North East Italy, within the Army boundary.
3. It is being found impracticable to control satisfactorily, the Mil Govt in two countries, where the problems are so entirely different, steps are accordingly being taken to divorce the control of North East Italy from the Eighth Army Mil Govt Staff, and place it under a separate staff, responsible, through 13 Corps direct to the Allied Commission at ROET and AFHQ. When this is accomplished the Eighth Army Mil Govt Staff will be engaged exclusively with the Austria British zone. The separation of responsibilities which is very urgent is unfortunately not proceeding as fast as could be desired, owing to acute personnel shortage.

GAU HQ & KRUISER ADMINISTRATION.

4. The formation of Gau KARSTEN and Gau STEIERMARK was authorized on 3 May. At the time of entry of the British Forces into AUSTRIA on 6 May, the concentration of the Gau Staffs was proceeding but was obviously far from complete.
5. However, in order to ensure that Mil Govt was established as early as possible after the entry of our troops, a detachment consisting of 20 Officers and 27 OR was sent forward and arrived in AUSTRIA at 1600 hours 8 May. Reinforcements were fed to the detachment as they became available, or as they could be released from duty under 13th Eighth Army in Italy, and the unit gradually deployed to provide Mil Govt in the whole of the British occupied zone.

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GAU HQ & KREIS ADMINISTRATION.

4. The formation of Gau KARNIEN and Gau STEIERMARK was authorized on 3 May. At the time of entry of the British Forces into AUSTRIA on 6 May, the concentration of the Gau Staffs was proceeding but was obviously far from complete.
5. However, in order to ensure that Mil Govt was established as early as possible after the entry of our troops, a detachment consisting of 20 Officers and 27 OR was sent forward and arrived in AUSTRIA at 1600 hours 8 May. Reinforcements were fed to the detachment as they became available, or as they could be released from duty under AMB Eighth Army in Italy, and the unit gradually deployed to provide Mil Govt in the whole of the British occupied zone.
6. On 16 May, having completed the concentration of the personnel for Gau KARNIEN the Gau HQ team under the Senior Mil Govt Officer (SISO) were ordered to assume responsibility for the Mil Govt administration in the British zone reinforced by personnel from Gau VIENNA and Gau STIRIA then available.

LOCATION OF MIL GOVT IN BRITISH ZONE.

7. The first team to be entered in AUSTRIA was VILLACH where Mil Govt was set up 1600 hrs 8 May. A party reached KLAGENFURT at 1700 hrs on the same day. During the next 48 hours Mil Govt detachments were installed in the following Kreise: LIECH, HEDLAGOR, SPITZ, ST. VEIT, JUDENBERG, MURAU, VOLFSBERG, VOLTERLAFFT and part of VOLTSBURG. Since then additional officers have been located at and have taken up duties in the Gemeinde within these Kreise.
8. The Kreise of TAUSSBURG in Gau SALZBURG was also occupied by British troops and Eighth Army HQs installed there. An adjustment of boundaries between the British and American occupying forces is in progress and TAUSSBURG will shortly pass to American command.

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9. The present area occupied by British troops covers the whole of Gau KARNTEN, a portion of Gau STEIERMARK and one Kreis of Gau SALZBERG (see para 6). The occupied area in Gau STEIERMARK, however, is so small that the Gau HQ has not yet become operational and the Mil Govt administration has been placed under the control of SERO Gau KARNTEN, until a larger area of Gau STEIERMARK has been occupied.

GENERAL SITUATION IN BRITISH OCCUPIED ZONE.

10. The early days of occupation of the British zone presented a confused picture, with large numbers of surrendered enemy personnel of all nationalities as yet uncontrolled, of wounded and convalescent enemy personnel in hospitals, and of Displaced Persons, mostly Italians, streaming down the roads towards the Italian frontier. The surrendered enemy personnel were rapidly concentrated by Army formations into Camps under their own officers whilst the uncontrolled flow of Displaced Persons on foot eased off after 3 or 4 days.

11. During the first fortnight of occupation every aspect of Mil Govt was coloured by the presence of Yugoslav troops in the British occupied zone. Their presence particularly in the eastern part of the zone rendered Mil Govt virtually impotent. Civilians were confused and frightened by the apparent dual authority, and the situation was aggravated by the presence of large numbers of anti-Tito refugees from Yugoslavia and by rumours of still larger numbers on the way.

12. Within the British zone a Yugoslav local Mil Govt administration was set up, but never functioned seriously, at the same time it equally prevented the British Mil Govt from operating effectively, and caused a considerable loss of prestige to Britain. Yugoslav troops occupied certain buildings essential to the civilian administration in KLAGENFURT and towns in the eastern part of the zone, and seized records and property. Further west in KARNTEN their operations were far less evident and Mil Govt, on a local basis, was able to operate quite effectively from the outset. Nevertheless their presence in KLAGENFURT, the capital of the Gau, delayed the reorganisation of the indigenous Gau administration until after their departure.

13. With the withdrawal of the Yugoslav troops on 24 May the situation improved rapidly and the improvement has been maintained.

LOCAL REACTIONS.

14. The attitude of the Austrian civil population may be described as resigned and apathetic to our occupation, but at the same time they are greatly relieved at the withdrawal of the Yugoslav forces and that occupation by Russians forces has not materialised.

15. Officials appointed by the Mil Govt are working well and all sections of the civil population are

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LOCAL REACTIONS.

14. The attitude of the Austrian civil population may be described as resigned and apathetic to our occupation, but at the same time they are greatly relieved at the withdrawal of the Yugoslav forces and that occupation by Russians forces has not materialised.

15. Officials appointed by the Mil Govt are working well and all sections of the civil population are cooperating; a number no doubt with ulterior motives.

POLITICAL SITUATION.

16. After so many years of oppression there is little evidence as yet of political feeling. Nevertheless there are signs of awakening of party politics consciousness, the most vociferous being the Communist and Slovene, both of whom are small in number. The majority of the people in the British zone are estimated to be Social Democrats, but it has not yet been possible to assess their strength or that of the Landbund, Christian Socialist or Communist parties.

17. The Slovene minority in the area is estimated to be under 10% of the total population of the zone. They are mostly located in the area bordering on Yugoslavia at the Eastern end of the zone. Particular attention is being paid to removing any cause for complaint by this minority who support the future inclusion of KARNUTEN into Yugoslavia, and as far as can be

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ascertained, complaints of victimisation made from Yugoslavia did not emanate from the Slovenes in the zone.

CIVILIAN ADMINISTRATION.

15. The civilian administrative machine was found to be functioning reasonably smoothly and efficiently. In no part of the British zone was there any serious disorganisation. The task of imposing Mil Govt on to and of controlling the civil administration was, therefore, less difficult than had been anticipated.

19. Various branches of the Gau civil administration are now under the direct control of the Mil Govt specialist sections and are getting well into their stride under their new direction. The Mil Govt thus acts as the controlling body but avoids direct Govt as much as possible.

20. Some difficulty is experienced in finding suitable substitutes for officials who have been arrested or removed from office because of their association with the Nazi Party, but nevertheless this is not being allowed to interfere with the work of Denazification, which although slow at first, is now proceeding more rapidly as records become available and Field Security Sections reinforced.

21. It is planned in due course to base the local administration on the Austrian Pre-Inschluss administration and later to appoint a Landeshaupmann when the time is considered ripe for an Austrian to have the powers associated with that office.

22. An organisation calling itself a Provisional Government was found on entry into KARWIEN but its governmental functions were immediately suspended. In its place a consultative committee has been set up to advise the SMPO on local problems and to represent to him the views of the population.

CONDITION OF THE PEOPLE.

23. The condition of the people was found, in all respects, to be far better than was anticipated after 5½ years of war. No acute shortages of food or clothing are apparent in any section of the local population. The condition of Displaced Persons throughout the area is also quite good and appears to be better than other areas of occupied territory. Amongst them there appears to be little malnutrition, as is evident in some Displaced Persons which have reached the British zone from other parts of Austria and Germany.

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ECONOMIC SITUATION.

24. The British zone is largely an agricultural and forest area with little industry. The re-activation of such industry is severely handicapped by the acute shortage of labour, which it is hoped to remedy initially, by the employment of German surrendered personnel and later by repatriated Austrian surrendered personnel and civilians.

25. In general, the food situation appears to be better than was anticipated. In country districts, stocks of food are now being disclosed, which had been hidden to avoid requisitioning by Yugoslav troops.

26. Stockpiles are being built up in the British zone for use in KÄRNTEN and later in STEIERMARK, where supplies are reported to be short.

DISPLACED PERSONS.

27. Displaced Persons (DP) have proved to be, as was anticipated, the biggest problem Hill Govt had to face in Austria. Owing to the late formation of the DP organization, neither staff nor equipment were available to deal with the situation at the outset. Staff is now becoming available, but equipment is still lacking.

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28. DP in the area are divided into three main groups:

- (a) Those for repatriation eastwards.
- (b) Those for repatriation southward and westward.
- (c) Stateless persons including Yugoslavs unwilling to return to Yugoslavia.

29. Movement of Displaced Persons in the early days was largely uncontrolled but work was commenced as soon as staff became available. Evacuation is now controlled and orderly, but owing to the large number of armed troops and surrendered personnel in the zone, available accommodation was inadequate to hold the DP pending proper arrangements for their repatriation, and their evacuation from Austria to Italy down the Army L of C had, therefore, had to be resorted to.

30. The present programme is to evacuate Italian citizens only to Italy, and arrangements are being negotiated for the repatriation of the remaining Western European nationals via Germany and Switzerland. Russian DP are being handed over to the Russian occupying forces in STEIERMARK - Yugoslavs and Hungarians will be held temporarily in the camps in the British zone.

31. The system of Control Camps and Assembly Centres is now beginning to work satisfactorily, and documentation of Displaced Persons is proceeding as planned.

LIAISON.

32. Contact has been established with Mil Govt in SALZBURG and the G-5 Staff of 15 Corps. Mil Govt of Gau SALZBURG is kept informed of the policy in the British zone, and coordination on a local level is being achieved.

PERSONNEL.

33. The situation in connection with personnel is extremely complicated by two factors, firstly the Eighth Army responsibility for a large portion of North Eastern Italy, where the peculiar circumstances require more than the usual number of Mil Govt officers, and secondly by the rapid progress of the release scheme.

34. In order to assist in Italy, officers belonging to Mil Govt (AUSTRIA) are being employed in North East Italy. These officers will have to be withdrawn in the near future.

35. A large number of officers on the Eighth Army Mil Govt Staff (AUSTRIA) are in low release groups, but suitable replacements for these are being obtained

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35. A large number of officers on the Eighth Army Mil Govt Staff (AUSTRIA) are in low release groups, but suitable replacements for these are being obtained from the Allied Commission for Austria, thus fulfilling the intention of introducing Allied Commission personnel as quickly as possible, in order to facilitate the handover to the Allied Commission in due course. To this end details are now being worked out.

36. The situation in regard to the Gaus personnel is particularly unsatisfactory. All vacancies on the original establishment of officers have not yet been filled, and there appears to be no prospect of replacements for the early release groups, until August at the earliest. No provision can, of course, be made for such replacements from Allied Commission resources.

37. All officers in Release Groups 1 to 11 are accordingly being asked to volunteer to remain until August 1st, and application for the retention, until that date, of those who volunteer will be made on operational grounds.

38. There is also an extreme shortage of Other Ranks. On the total establishment of Mil Govt Staff and 22 C.A.U. there is a deficiency of approximately 220 WCOs and OR of various trades, especially clerical, which it has not been possible to obtain from Eighth Army sources and for which application is now being made to C2E. The early provision of these personnel is imperative. Mil Govt could not function in STEIERMARK and VIENNA until these deficiencies are made up.

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TRANSPORT.

39. The transport establishment is in practice proving to be inadequate, and application for increase in the establishment, and the replacement of certain service type vehicles by civilian cars is being made.

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PART III.A. MILITARY GOVERNMENT SECTION.1. LOCAL GOVERNMENT.(a) Provisional Government of KARNIEN.

On entry into KARNIEN there was found to exist a Provisional Government which had evicted the Reichsstatthalter from office two days previously and which had taken the power of government into its own hands. The composition of this Government was as follows:-

PIESCH	- Social Democrat.	Landeshauptman and Education.
TAUSCHITZ	- Peasant Party.	Stellv. Landeshauptman and Finance.
HERKE	- Social Democrat.	Bezirks Administration.
AMSCHER	- Not known.	
BERLITZSCH	- Peasant Party.	Agriculture.
LEER	- Christian Democrat.	Health.
HANNI	- Communist.	Social Welfare.
TSCHOPFENIG	- Communist.	Housing.
SAINTZ	- No Party.	Security.
WERENIG	- Social Democrat.	Building.

This Government had earmarked men for positions in the Local Government of Kreise and Gemeinden prior to our entry and their nominees were found to be occupying their allotted positions. The Government itself denied that it had contact with the Provisional Government of VIENNA, but it seems that there must have been a certain amount of contact since the new Burgermeisters were appointed on notes from Vienna passed through the KARNIEN Government.

As a preliminary step the Government was informed that it had no executive capacity and that Military Government was the only form of government in KARNIEN; during the early days, however, the members of this Government were used as liaison between officers of Military Government and the various branches of the Civil Service to which they had been nominated as "Ministers". This situation no longer obtains and the Provisional Government itself has been informed that it does not exist at all and Military Government officers deal direct with the heads of the various branches of Local Government.

- Peasant Party. Agriculture.
- Christian Democrat. Health.
- Communist. Social Welfare.
- Communist. Housing.
- No Party. Security.
- Social Democrat. Building.

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(b) The Consultative Committee for Kärnten.

A Consultative Committee of citizens representing all political parties of importance has been set up and a chairman nominated. Its composition is as follows:-

Hans FLEISCH	Social Democrat
Hans HERVE	Social Democrat
Hans FERNITZSCH	Landbund
Hans ANSCHUTZ	Christian Socialist
Josef HAHN	Communist
Albin TSCHONENIG	Communist
Hans GROSSAUER	Christian Socialist
Julius SÄNDER	Democrat
Ferdinand WEDENIG	Social Democrat
Josef GLANTSCHNIG	No Party
Wolfram ENSTELDER	Social Democrat
Thomas SUPPANE	Slovene

The purposes of this Committee are as follows:-

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- (i) To form a link between the Democratic and Anti-Nazi population of KARINTH and the Military Government.
- (ii) Through its chairman to advise the Senior Military Government Officer (SMGO) on all matters of Local Government whenever he requests such advice from them.
- (iii) The Committee is empowered, again through its chairman, to put matters of Local interest before the SMGO.

The Committee itself has no executive function of any kind whatever and its members are not identified with particular branches of Local Government.

Terms of ref are att as Appx 'A'

(c)

Herr PIESCH, who was the head of the Provisional Government and as such was nominated Landeshauptman by it, has been informed that he does not occupy the position of Landeshauptman and that Military Government will appoint the Landeshauptman when it considers that the time is ripe.

Herr PIESCH has, however, been nominated to serve in a dual capacity. Firstly as chairman of the Committee referred to above, and secondly, as the supervisor under Military Government of all branches of indigenous Local Government.

(d)

Local Government in all its spheres is well organized and functioning despite the removal of many Nazis and Reichdeutsche. It has indeed not been found necessary to maintain anyone of importance who falls into the "dismissal categories" in office with the single exception of a technical engineer required by PWA to operate the broadcasting station. Local appointments have been made by Military Government officers and the appointments made by the Provisional Government have either been removed or else, if found to be suitable, have been appointed by Military Government.

(e) Yugoslav Provisional Government.

When the Yugoslavs retired from Austria, they left behind a Provisional Government in KLAGENFURT, headed by one, Dr. PETER. The purpose of this Government was to represent the interests of the SLOVENE minority in KARINTH.

Dr. PETER has been informed that there is only one Government, the British Military Government and that his organization has no power and will refrain from any executive activity.

- (d) Local Government in all its spheres is well organized and functioning despite the removal of any Nazis and Reichsdeutsche. It has indeed not been found necessary to maintain anyone of importance who falls into the "Riassessal categories" in office with the single exception of a technical engineer required by FWD to operate the broadcasting station. Local appointments have been made by Military Government officers and the appointments made by the Provisional Government have either been removed or else, if found to be suitable, have been appointed by Military Government.

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Dr. PETER has been informed that there is only one government, the British Military Government and that his organization has no power and will refrain from any executive activity. Dr. PETER personally has been authorized to approach the SGO on any questions affecting the Slav minority and has been asked to nominate a candidate to sit on the Consultative Committee as the Slav minority representative.

(f) The Austrian Frei Corps.

After the Yugoslavs had withdrawn, some members of this Corps appeared on the streets of KLAGENFURT under the command of Herr MARCH; they were armed and wore Red/White/Red armbands. Herr MARCH stated that this body was some 700 to 800 strong (probably exaggerated) and he offered their services to Military Government to assist in Police work. He was informed that the Corps was to be disbanded and all arms and armbands handed in immediately. This has been done.

It is intended to investigate the members of this Corps individually and if they are found to be suitable, it may be possible to incorporate a certain number of them into the indigenous police.

- (g) On 23 May three persons arrived in KLAGENFURT from VIENNA,

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stating that they had been nominated by the Provisional Government of VIENNA to fill vacancies on the KARTEN Provisional Government as follows:-

Dr. Otto ZHURER - Landeshauptmann.
 Dr. Anton JAKLITSCH - Chief of Police.
 Dr. Robert BRZECOWSKI - Courier.

Further investigation revealed that these persons had not in fact been nominated by the Government of VIENNA, but had been permitted by Dr. DOMBALLA "Under Secretary of State to the Republic of Austria" to leave VIENNA and proceed to KLAGENFURT on service duties. These persons have been informed that they have no standing in KARTEN, but on their urgent request have been allowed to remain as private citizens after careful vetting by Public Safety.

2. LEGAL.

(a) Mil Govt Courts.

- (i) General Courts. W/Cdr ELLERTSON, Maj RAWLINS and Maj TREADWELL have been appointed as a Standing General Court. No cases yet.
- (ii) Intermediate Courts. Same position as (i)
- (iii) Summary Courts. have been instituted and so far have tried 55 cases, all minor offences of curfew etc., except one case of arms possession and stealing (3 months). All cases are reviewed by HQ Mil Govt Legal.

- (b) Austrian Courts. W/Cdr ELLERTSON, (who is the Legal Officer in I.C.A. allocated to this question) is investigating the state of the Austrian Courts; the desirability of re-opening is well in mind; liaison on this question with Legal Officers in SALZBURG (U.S.Zone) and at G5, AFHQ is being maintained.

When we occupied KARTEN the Presidency of the Landesgericht was vacant, the former President (Dr. FORBACH) having died about a year ago. FORBACH appears to have been an ignorant upstart (he was a clerk in an Attorney's office before the Anschluss) who was appointed to the Presidency solely by reason of his extreme Nazism.

(c) Legislation.

- (i) The following have been promulgated in British Occupied Territory:-

Proclamations 1 and 2 - (General).

Decree 4 - (General)

(a) All Govt Courts.

- (i) General Courts. W/Cdr ELLISON, Maj KAWLING and Maj TREADWELL have been appointed as a Standing General Court. No cases yet.
- (ii) Intermediate Courts. Same position as (i)
- (iii) Summary Courts. Have been instituted and so far have tried 65 cases, all minor offences of curfew etc., except one case of arms possession and stealing (6 months). All cases are reviewed by HQ Mil Govt Legal.

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When we occupied KAMMEN the Presidency of the Landesgericht was vacant, the former President (Dr. FORRECH) having died about a year ago. FORRECH appears to have been an ignorant upstart (he was a clerk in an Attorney's office before the Anschluss) who was appointed to the Presidency solely by reason of his extreme Nazian.

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- (i) The following have been promulgated in British Occupied Territory:-

Proclamations 1 and 2 - (General).

Decrees 1 - (General).

2 - (Finance).

3 - (Frontier Control).

Ordinance 200 - (Crimes and Offences).

Notices.Curfew.

Prohibition of Nazi Emblems.

Disbandment of German Armed Forces.

Re-opening of Financial Institutions.

Exchange of Notgeld.

Gau Notices of minor local import are drafted by Gau L.O. as required.

- (ii) The following legislation is in final form preparatory to promulgation:-

Ordinances 2 (Use of English as Official Language), 2823
3 (Abolition of Nazi Organisations) 4 (Abrogation of Nazi Laws) are being printed at G5, AMHQ.
Ordinances 100 (Constitution of Mil Govt Courts), 101 (Re-Constitution of Austrian Courts) are in preparation at G5, AMHQ.

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Notices Deduction from Workers Wages
Prohibition of Strikes.

3. PUBLIC HEALTH.(a) Public Health (PH) Services, WARSAW.

The acting chief Medical Officer of Health is Dr. KELLNER whose chief assistant is Dr. MEJSCHEWICZ. No security objections have been reported to date.

Accurate detailed information was not available on 28 May due to upsets in communications caused by the suspension of civilian postal services, and by the occupation by troops both British and Yugoslav of various institutions. Detail has been asked for and is awaited. The following is a general picture of the conditions as known.

(b) Water Supplies. Reported adequate and pure. No knowledge by Health Officials of difficulties except at DZIK where bombing was reported to have caused sewage contamination of the water supply. Now damage stated to have been repaired by middle of month and service again functioning.

(c) Hospital Services. Reported adequate, but position confused due to occupation by military, German and British, of various buildings and due to the admixture of civilian and military patients in the same hospitals.

Major services and specialties are dealt with in KLAGENFURT where a large hospital (1300 beds) was partly taken over by the German military. Minor surgery possible in smaller hospitals in the various Kreise. No details available.

Infectious diseases are mainly sent to DZELACH - a 135 bed hospital south of WARSAW. No epidemics of infectious diseases reported although some cases of louse borne typhus were reported. It was impossible to secure confirmation of these diagnoses as the cases were dead and buried before the Gen PH Officer was informed. The Gen PH Officer stated no likelihood of spread from these specific cases.

Some institutions, e.g. maternity hospitals and homes for the blind had been housed in temporary quarters due to fear of Allied bombing. Laboratory facilities are available only in KLAGENFURT, except for minor and now present specimens.

reported to have caused sewage contamination of the water supply. Now damage started to have been repaired by middle of month and service again functioning.

(c) Hospital Services. Reported adequate, but position complicated due to occupation by military, German and British, of various buildings and due to the admixture of civilian and military patients in the same hospitals.

Major services and specialities are dealt with in KLAGENFURT where a large hospital (1500 beds) was partly taken over by the German military. Minor surgery possible in smaller hospitals in the various Kreise. No details available.

Infectious diseases are mainly sent to DEILACH - a 135 bed hospital south of FORTUNEK. No epidemic of infectious diseases reported although some cases of louse borne typhus were reported. It was impossible to secure confirmation of these diagnoses as the cases were dead and buried before the Gen PH Officer was informed. The Gen PH Officer stated no likelihood of spread from these specific cases.

Some institutions, e.g., maternity hospitals and homes for the blind had been housed in temporary quarters due to fear of Allied bombing. Laboratory facilities are available only in KLAGENFURT, except for minor and more urgent specimens, e.g., diphtheria smears.

(d) Medical Personnel. No shortage of doctors was reported although some 72 Generalists are without doctors. In the more sparsely populated areas one doctor may serve two or more Gemeinden, or doctors pay weekly or bi-weekly visits from the larger centres. It is possible that a surplus may be found due to influx of doctors with refugees from the Russian Zone. Some of these have 'put up their plate' and commenced practice. This will be controlled. Nurses look after communities without a doctor and refer the appropriate cases to doctors.

Nursing instruction usually given at KLAGENFURT but not now in progress.

Vital Statistics	} No information available for May.
Infectious Disease Notifications.	

(e) Medical Supplies. One CAD Basic Medical unit - incomplete - is available for each Gau. Twelve others were reported on 14 April as available in OGD NUPHIS.

It is proposed to set up a wholesale distribution centre for medical supplies on repayment for cash by the local Austrian authorities. Prices will be fixed by Military Government Staff.

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or in accordance with prevailing Austrian prices. (Military Government Austria Finance Instruction No. 41 refers).

Information is not available either in Public Health Branch or Economic and Supplies Section as to what precisely constitutes the Basic CAD Medical Unit nor as to what other medical items are available from CAD sources. It is essential that these schedules with the scale of issue per 100,000 or 200,000 population be available. Unit landed cost prices are desirable but it is not proposed to base selling prices on the 'Landed Cost Plus' basis.

Local hospitals are alleged to have approximately 2 months' reserve of supplies with the exception of dressings, anaesthetics, insulin and sulphamides.

No manufacturer of drugs has been reported in Gau KARNTEN. Medical supplies issued for Air Raid Centres are being collected and centralized.

Economics and Supplies Section based demands on 5 CAD Units monthly for British AUSTRIA requirements. Assuming unit is for 200,000 population, then supplies for 1,000,000 will be available from MG sources. The population of British administered AUSTRIA is 2,300,000 approximately excluding a possible 150,000 total Displaced Persons.

Unless manufacture facilities or stocks exist the demands will be inadequate. The KARNTEN CAD Unit weighs $3\frac{1}{2}$ tons and the first monthly estimate of demand from KARNTEN is for 48 tons.

ATK have been asked for appropriate Schedules without which further bidding is mere guesswork.

(f) Displaced Persons. On 29 May, 25,000 Displaced Persons were accommodated in 20 Camps and Assembly Centres in KARNTEN.

VIKTRING Camp, near KLACHTURT, contained 6,000 Slovenes and upwards of 200 horses in an open field with living conditions primitive and insanitary. Efforts were being made to clear up ordure and to supply squatter type deep trench latrines with covers and lids. This, although laudable, will not remove the potential danger of an epidemic of enteric or dysentery in this camp. Camp fever already exists - mild stomachache, diarrhoea, a little temperature and headache. This is probably a mild form of dysentery. The only effective medical solution is to transfer the population to buildings or to hatted camps with waterborne sewage disposal.

Longer term measures for Public Health policy regarding

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Unless manufacture facilities or stocks exist the demands will be inadequate. The KARWIEN CAD Unit weighs 3 1/2 tons and the first monthly estimate of demand from KARWIEN is for 18 tons.

AMIA have been asked for appropriate Schedules without which further bidding is more guesswork.

(e) Displaced Persons. On 29 May, 23,000 Displaced Persons were accommodated in 20 Camps and Assembly Centres in KARWIEN.

VINKING Camp, near KLASCHNITZ, contained 6,000 Slovenes and upwards of 200 horses in an open field with living conditions primitive and insanitary. Efforts were being made to clear up ordure and to supply squatter type deep trench latrines with covers and lids. This, although laudable, will not remove the potential danger of an epidemic of enteric or dysentery in this camp. Camp fever already exists - mild stomachache, diarrhoea, a little temperature and headache. This is probably a mild form of dysentery. The only effective medical solution is to transfer the population to buildings or to hatted camps with waterborne sewage disposal.

Longer term measures for Public Health policy regarding Displaced Persons are in progress:

- (i) Allocation of an SO 2 Public Health Officer for duties with Displaced Persons.
- (ii) Authority obtained to employ refugee doctors (Displaced Persons) as permanent Staff of Camps at 6 shillings 6 pence (English) daily with food and accommodation.
- (iii) Medical Administrative Instructions are to be drawn up, clearly defining duties of these doctors (in English and German)
- (iv) A directive will be issued by Public Health Branch for Commandants of DP Camps.
- (v) Investigation is occurring regarding available stocks and future bids and requirements of anti-louse powders DDT, AL 63, etc.

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(f) Welfare. At the time of occupation there were three Welfare programmes operating in KARWIEN.

- (i) Austrian Public Welfare Agency (assisted by private and church charities)

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- (ii) The NSV or National Socialist Peoples Welfare Organisation (NS-Volkswohlfahrt).
- (iii) The Hitler Youth Organisation.

Dr. Peter ZOTER is Austrian Public Welfare Officer - no adverse report received. The funds of (ii) will be impounded and given to (i). The Hitler Youth Organisation will be disbanded and Education Branch has the future care of these young people in hand.

4. PUBLIC SAFETY.

NOTE: This Report covers in general terms Gen KARNIEN and that part of Gen STEIERMARK in British occupation. Detailed quotations, e.g. strengths etc. relate to Gen KARNIEN only.

(a) Civil Police Agencies.

(i) General.

As was to be expected, on entry into AUSTRIA a varied state of affairs was found. In some places no police at all, in others some had remained at their posts and in the larger towns an appreciable number were found. In the case of many who had left their posts it was said they had done so fearing that Russians were going to occupy the territory. Others had done so rather than be caught in the Yugoslav net. For the first 10 days the civil police as an operating force were at skeleton strength only. In the KLAGENFURT and VILLACH area in particular the men could not be put outside on duty as the Yugoslavs were disarming them and in fact physically preventing them performing their duty. Gradually, as the Yugoslav situation cleared more personnel drifted back it was possible to send the men out, first patrolling with British MP and then on their own. It has been interesting to watch the gradual development of the Civil Police from the first days when they were at a complete loss; then, as the influence of the WGOs and WPSOs began to have effect they emerged on patrol, traffic point and check post duty. It is not surprising that in their bearing and appearance they are smart, meticulous in saluting, generally well clad and shod. The Germanic preponderance and the Kriminalpolizei have on the whole shown themselves to be extremely efficient. Naturally in the short time since occupation and with so many things to be done there is still a certain amount of sketchiness in the picture but it is developing satisfactorily and in accordance with plans.

as was to be expected, on either side almost a vertical surface of concrete was found. It was found that the wall at 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, 50, 51, 52, 53, 54, 55, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 86, 87, 88, 89, 90, 91, 92, 93, 94, 95, 96, 97, 98, 99, 100, 101, 102, 103, 104, 105, 106, 107, 108, 109, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142, 143, 144, 145, 146, 147, 148, 149, 150, 151, 152, 153, 154, 155, 156, 157, 158, 159, 160, 161, 162, 163, 164, 165, 166, 167, 168, 169, 170, 171, 172, 173, 174, 175, 176, 177, 178, 179, 180, 181, 182, 183, 184, 185, 186, 187, 188, 189, 190, 191, 192, 193, 194, 195, 196, 197, 198, 199, 200, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846, 847, 848, 849, 850, 851, 852, 853, 854, 855, 856, 857, 858, 859, 860, 861, 862, 863, 864, 865, 866, 867, 868, 869, 870, 871, 872, 873, 874, 875, 876, 877, 878, 879, 880, 881, 882, 883, 884, 885, 886, 887, 888, 889, 890, 891, 892, 893, 894, 895, 896, 897, 898, 899, 900, 901, 902, 903, 904, 905, 906, 907, 908, 909, 910, 911, 912, 913, 914, 915, 916, 917, 918, 919, 920, 921, 922, 923, 924, 925, 926, 927, 928, 929, 930, 931, 932, 933, 934, 935, 936, 937, 938, 939, 940, 941, 942, 943, 944, 945, 946, 947, 948, 949, 950, 951, 952, 953, 954, 955, 956, 957, 958, 959, 960, 961, 962, 963, 964, 965, 966, 967, 968, 969, 970, 971, 972, 973, 974, 975, 976, 977, 978, 979, 980, 981, 982, 983, 984, 985, 986, 987, 988, 989, 990, 991, 992, 993, 994, 995, 996, 997, 998, 999, 1000.

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- (iv) Composition of Forces - Age and type.
The personnel are for the greater part rather old, averaging in the 40's and comprise career men and reservists.
- (v) Clothing and Equipment.
The serving personnel are well equipped and clothed, the Schutzpolizei have 500 uniforms in stock but the Gendarmarie are without any reserve. Request has been made for the release of 1000 uniforms from German Military stores taken over by the occupying force.
- (vi) Arms.
The planned limitation of arms was rendered unnecessary since the Yugoslavs seized many of them, particularly from the Gendarmarie - in fact there is a shortage of arms which it may be possible to remedy locally. Supervision is maintained on the permitted arms held.
- (vii) Communications.
All Gendarmarie Stations and posts and all Schutzpolizei Stations have telephone connection with the Civil telephone exchanges. Local calls and limited trunk and junction connections are available and with approval of GSI (b) use is being extended to allow trunk and junction calls on police matters between all Police Stations and posts, and with all CWP posts in Corps Area.
- (viii) Transport.
The police transport system had been greatly disturbed by the Yugoslav seizure of numerous vehicles. A complete survey and reallocation of existing availability is in process.
- (ix) Rations.
No augmentation of the ordinary Civilian scale.
- (x) Accommodation.
With the exception of a few stations in the VOLKEMARK area, Police Agencies are generally in possession of their offices, stations and posts.
- (xi) Armaments.
Those for the Civil Police are very necessary since the soldier cannot easily distinguish the policeman from the German armed forces. Unfortunately the promised supplies from London

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With the exception of a few stations in the VOLTERRAHKT area, Police Agencies are generally in possession of their offices, stations and posts.

(xi) Armbands.

These for the Civil Police are very necessary since the soldier cannot easily distinguish the policemen from the German armed forces. Unfortunately the promised supply from LONDON has not materialised, consequently local expedient was necessary to supply armbands - not easy in first occupation with materials in short supply. Some kind of distinguishing armband is being worn by all police. These will be replaced when the regular armbands (for which application has been made through AFHQ) arrive.

(b) The Civil Police - Recruitment.

It is not possible at this stage to give an estimate of the number of personnel required to bring the various agencies up to reasonable strength by recruiting for part time or temporary duty.

The man power shortage is extremely acute and it is clear at this stage no recruitment from such men as are about is possible.

No reliable elements of the KASERNIERTE POLIZEI, LANDEWACHT or STADTWACHT have been identified.

The next following paragraphs however refer to one possible fruitful source of augmentation which is being vigorously explored. (S) 1

During the course of the war large numbers of regulars of the German and Austrian Gendarmerie and Schutzpolizei were drafted into German occupied territory (many into Jugo Slavia) for duty in a Civil Police role or as units for the suppression of partisan activities in critical situations.

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On the capitulation of the German Army such men as were in the Yugoslav area made their way (or were driven) back into AUSTRIA and managed to reach the northern banks of the Drau river. There they were either captured by or surrendered to the British.

More than 500 Austrian Schutzpolizei and Gendarmerie are in PW Camps in British hands; quite a number of these were from Gau KARTEN and STEIERMARK originally.

With the very ready cooperation of Army and Corps branches concerned certain men have completed and others are completing Fragobogen which are being examined by MG and CI; their claim to be policemen is being checked and to date 73 men have been cleared. It is hoped to secure their release in the course of a few days.

Since it is possible Austrians may be segregated and many Civil Police in a similar category will be in cages SOUTH of the ARMY area, AMHQ C5 have been asked whether particulars of any such men may be obtained and furnished to this HQ.

(NOTE: The observations above do NOT refer to the HEIDENBERGER).

(c) Police Criminal Records.

For the Gau of KARTEN have been recovered intact from the place in the country where they were stored for safety.

(d) Abolished Police Agencies.

Directed according to plan. No observations.

(e) Disbanded Police Agencies.

The KARTENBERGER POLIZEI.

The only unit identified left VILLACH area some weeks before our occupation, removing completely all personnel, equipment and records. The LAUTWACH and STANNWACH.

Do not appear to have been functioning.

In any event, as already stated, no reliable elements have been found for absorption.

(f) Abolished SONNENPOLIZEI.

The FORSCHUTZ, FUNKSCHUTZ, RANNSCHUTZ and WERKSCHUTZ, so called police have been abolished.

(g) Crime.

Major crime is negligible. Up to 31 May, 65 cases (55 for curfew offences) have been tried summarily, and no delay in dealing with offenders is anticipated.

(h) Curfew.

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- (h) Curfew.
As from 1 June 45 this is from 2200 hours to 0500 hours.
Despite the number of prosecutions during May, curfew can be said to be well observed.

- (i) Surrender of firearms.
This appears to be satisfactory.
As arms accumulate they are handed over to British Military Units.
The view of GSI (b) was sought regarding the desirability of allowing certain persons to have shotguns returned to them on licence, in view of damage to crops by vermin and deer. The security considerations at present outweigh other considerations and re-issue of shotguns was refused.

- (j) Control of Civ. Movement.
The 10 km limit is still in force and entails considerable work in the issue of passes. Again GSI (b) felt security considerations preclude the lifting of the restriction.

- (k) Frontier Control.
Such assistance as possible from the limited personnel available is being given C.I. in effecting this control.
Through the Zollgrenschutz (Customs Frontier Control Personnel)

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would not normally be a Public Safety responsibility, in these early days of Frontier Control when so few police are available to assist C.I. MGs are ensuring that personnel of the Zollgrenschutz are vetted and resume duty on the Frontier as soon as possible. The men who were on duty on the Jugo Slav Frontier appear to have been taken prisoner when the area was occupied and some 400 are believed to be in PW cages in the MOOSBERG area. It may be possible to secure their release. The men on the Italian Frontier were not taken prisoner and in the HERTHOFER and LIENZ there are about 340 whose vetting is proceeding.

(1) The Prohibited Frontier Zone.

It has been found necessary to extend until 20 June 45 the period in which residents in the Frontier Zone are required to be in possession of Certificates or Identity Cards proving residence.

(m) Movement of Motor Vehicles.

Civilian vehicles may only be on the road if carrying a Temporary M.V. permit issued by MG and much work is involved in the issue of these permits.

A scheme is being evolved for the resumption of the indigenous licensing system with such modifications and control by MG as may be necessary.

(n) Identity Cards.

Considerable difficulty is being experienced in checking civilians NOT necessarily refugees or Displaced Persons, owing to the surprisingly large number who are without means of identification. At the request of GSI (b) the requirements for all civilians to be in possession of a Certificate of Identity and/or residence and the method of carrying such a requirement into effect is under review.

(o) Review Boards.

A Review Board is being set up to consider the case of two persons who were found in prison on occupation under sentence of death, one for murder and the other for looting.

No other cases for Review Boards have come to light.

(p) Austrian Courts.

Not yet operating. There are about 150 prisoners awaiting trial for offences under the Civil Code.

(q) Demazification.

292 arrests had been made by F.S. Personnel at 26 May 45. These include the Gauleiters of KARMEN and HALOVER, the Gau KARMEN Colonel of Gendarmerie, the Director of Police and head of the Civil Defence.

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Pragebogen are being cleared through Kreis and Gau offices and employment certificates are being issued.

The actual number of dismissals is not yet available, but Denazification has and continues to be rigorously pursued.

(r) Public Morale.

The general attitude of the people is one of cooperation and calm.

(s) Prisons.

(i) Establishments.

There are 24 prisons or places of detention in Gau KARTEN with accommodation ranging from 10 to 300. Only at one prison is there overcrowding which is being relieved.

(ii) Condition of Prisons.

Generally good - rooky - sanitation better than the Italian system, less good than the British. Adequate segregation facilities.

(iii) Prison Guard Personnel.

Believed to be adequate.

(iv) Political Prisoners from Nazi Regime.

None found.

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(v) Fire Services.(i) Availability.

Fire fighting services exist down to the small Gemeinde level and throughout the Gau are intact.

(ii) Personnel.

The voluntary system operates and personnel are adequate. In the City (the largest in the Gau) and Kreis of KLACENTUR there are 1224 Officers and men available, in VILLACH City nominally of 25,000 pop. there are 4 Officers and 28 men.

(iii) Uniform and Equipment of Personnel.

In good condition.

(iv) Fire fighting equipment.

Adequate, modern, and in first class condition. In KLACENTUR City and Kreis for instance there are 74 M.T. vehicles and 450 hand and towed pumps.

(v) Fire Stations.

All available and in good condition.

(vi) Personnel Warning System.

Arrangements have been made to have the Brigade Call Out sounded on what was the air-raid siren.

(vii) General.

The fire services throughout the Gau are efficient to a high degree, fire fighting as far observed has been excellent, the Stations and equipment down to the small Gemeinde are well kept, turn outs are smart. On the whole a very satisfactory state of affairs was found in the Fire Service.

(u) Civil Defence.General.

The REICHSLUFTSCHUTZBUND has been abolished and the TENO disbanded. The TENO consisted of 18 agencies throughout KARNIEN, with equipment and a volunteer personnel of 4500. Other agencies in the Civil Defence system have been "stood down".

The equipment availability for distribution into other channels is not yet fully assessed.

5. POSTS, TELEGRAPHS and TELEPHONES.(a) Organisation.

The organisation is working reasonably smoothly, but many difficulties are caused by the 10 Km travel restrictions. All the staff are cooperative. De-Nazification is actively in hand. Approximately 70 Nazis have been already suspended in KLACENTUR

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5. POSTS, TELEGRAPHS AND TELEPHONES.

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The organisation is working reasonably smoothly, but many difficulties are caused by the 10 Km travel restrictions. All the staff are cooperative. De-Merification is actively in hand. Approximately 70 Nazis have been already suspended in KLAGENFURT and orders given for the dismissal of 62 Germans. FSS have ordered the dismissal of 23 persons as the result of examination of Fragebogen. Gau PO Staff total was between 3500 and 4000. There are some 300 Post Offices and telephone exchanges.

(b) Telephones and Telegraphs.

Most of the plant is reasonably intact and all Military requirements are being met. Local Telephone service for civilian subscribers has been authorised by Chief Signal Officer Eighth Army. Inter-urban service is authorised to selected officials approved by GSI (b).

(c) Posts.

All letters and parcels are centralised in Kreis capitals awaiting censorship. Limited official post circulates via Military Government channels after censorship by MCOs. To avoid wastage, arrangements have been made for parcels containing food and seeds to be delivered or returned to senders.

(d) Post Office Financial Services.

4,950,000 Schillings have been handed over to the Post Office to enable Post Offices to reopen for Savings Bank and limited pensions payments. The Post Offices will reopen on 4 Jun.

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- (e) Censorship.
Liaison with G2 (Civil Censorship) is being maintained. Facilities for telephone and telegrams censorship are being arranged.
- (f) Telecommunications Board.
The KLACENTURM Telecommunications Board with the CSO 5 Corps in the Chair is in operation. The Military Government PTF Officer is a member.

6. EDUCATION

- (a) Introduction.
There has been little formal education in most of the Gau for the last two years. Daily air-raid alarms extending over large parts of the day have played havoc with school routine, and the older boys have in any case been too busy with military duties to attend such classes as there were.
The progress of a generation almost without education of any kind is causing grave anxiety to parents and school staffs, and all are eager to assist in the setting up of an organisation which will make possible the re-opening of the schools
- (b) Administrative System.
This, at present, is not functioning, largely due to communication restrictions. Vetting of new administrative officials in lieu of Nazis is in hand and when completed the vetting of the teachers will be begun.
- (c) Teaching Personnel.
The acute shortage of uncompromised trained teachers will necessitate the interim employment of the best available unqualified personnel.
- (d) School Buildings, equipment and books.

- (i) Buildings. A close examination of the situation in KLACENTURM Stadtkreis, supported by a less detailed inspection of a number of Gemeinden suggests that there are few schools which are not either destroyed by bombing or occupied by the military authorities, or in other ways not available as schools. The position in KLACENTURM is as follows:-

Schoolbuildings in use as hospitals, barracks, refugee hostels etc.	21
Schools wholly or partly destroyed by bombing	6
Schools in use by local bombed out families	2
Schools available for use as schools	5
	<u>34</u>

The following steps will be taken:-

A survey will be made of all school buildings in the Gau with a view to ascertaining their availability for use by a given date. Suggestions will be drawn up by local authorities for the provision of alternative schools.

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(ii) Equipment.

School equipment in the schools visited was reasonably well stored, but the degree of accuracy in the inventories is a matter of doubt. Most schools have a resident caretaker who is responsible for such parts of the building as are not occupied.

(iii) Text-Books.

Practically no text-books are to be found in the schools. Large quantities have been taken home by the children. An Ordinance ordering the immediate surrender to the Police of all school books is about to be posted. School books of the pre-Nazi era are practically non-existent. The Education authorities at KLAGENTURF have been ordered to provide one copy of every text-book used in the schools since 1938. The somewhat limited local printing facilities are being investigated

(e) The School Children

The school children are at home or in boarding establishments, such as K.L.Vs., H.J. Hostels and Napolas. If the need should arise, it would be easy to occupy those who are at home usefully under the supervision of Youth leaders. Those in hostels present a problem. Many of them are from Germany and it is not possible to send them home. The Education Officer is visiting establishments to ensure that:-

- (i) Unreliable supervisory personnel are removed forthwith.
- (ii) No formal instruction is held.
- (iii) No Nazi observances are practiced.
- (iv) The younger boys are segregated as far as possible from the older boys who are likely to exert undesirable influence.
- (v) Arrangements are made as soon as possible for the return of the children to their homes.

7. MONUMENTS, FINE ARTS & ARCHIVES (MFA & A)

- (a) A conference was held in the Landhaus at KILGENBURG 1000 hrs on 15 May 45, at which were present the following:-

Capt E. Croft-Murray and Capt T.H. Brocke (of MFA & A Branch of Mil Govt HQ)
 Prof. Friedrich Turnowsky (of the KILGENBURG Landesmuseum)
 Doct Fuchs (Director of the Studienbibliothek)
 Mr Rainer (Director of the Diözesanmuseum)
 Councillor Emerich Von Zenzl (of the Landesarchiv)

At this meeting, Dr Kemmter interpreted the policy of MFA & A officers and asked for the co-operation of all officials concerned, particularly in the matter of information regarding deposits and damage to buildings in the Gau. Later in the day very satisfactory detailed lists were provided. All Austrian personnel present at the meeting completed Fragebogen which were passed on to Field Security.

The damage to monuments in the Gau is not serious, but the buildings of the two most important museums, KILGENBURG and VILLACH, have both suffered severely (particularly in the case of the latter which is destroyed). As far as is known, however, most of their material is safe in various deposits in the neighbouring countryside.

Of some hundred monuments and deposits which have been visited since 15 May 45, the following reports refer only to the most important.

(b) Visits to Monuments.

- (i) KILGENBURG.
 - (a) Cathedral. Intact except for 1 hole at N.W. angle of roof, now covered. Organ damaged.
 - (b) Priesterhaus-Kapelle. Tiles on roof shaken by nearby bomb explosions. Interesting 18th Century frescoed vault.

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(i) MUSEUM.

- (a) Cathedral. Intact except for 1 hole at N.W. angle of roof, now covered. Organ damaged.
- (b) Priesterhaus-Karolli. Tiles on roof shaken by nearby bomb explosions. Interesting 18th Century frescoed vault suffering somewhat from damp.
- (c) Museum. Gravely damaged in March 1945. Upper storey fallen in in parts. Interior in considerable disorder. All important material safe in deposits, but some minor objects, pictures and books still on premises. From September 1944 occupied by Volksturm who left quantity of arms in hall. Museum staff, under Prof Turnowsky, have now returned and are using as offices two rooms in least damaged portion while initial clearing up work proceeds. Re-establishment of Museum will, however, be a long term concern.

Action taken: Posted "Out of Bounds" and damaged windows boarded up.

- (d) Landesarchiv. Occupies premises in Landhaus and adjacent buildings, 14 Herrngasse, also two large rooms in basement of the Haus der Technik, Tarnvisierstrasse. All three are intact, but the Haus der Technik is in use as Military HQ and there has been some disordering by British troops (the archives concerned are important historical

..... / collections

collections from the three Monasteries of St. Paul in Lavantal, Eberndorf and Wieting). The collection contains many of the best public and private archives from other parts of the Gau.

(iii) GURK.
Cathedral.

Intact. All frescoes and other works of art safe and in place, except for glass in window of west porch, which is stored in vaults below church. Archives safe.

(iii) LEENZ.
Schloß Bruck.

Contains Heimat Museum recently organised by Doktor PRODL after purchase of Castle during the war by the Nazi Government. All material of this collection (mainly Folk Art) in place.

(iv) ST PAUL i.L.
(a) Abtei Kirche.
(b) Library.

Intact. Michael Pacher and other frescoes in good condition.

Very rich and important collection of early printed books. Stored until recently in the Church where they were gradually becoming damp. Hausmeister and staff have taken the initiative in re-arranging these and other valuable books in two rooms in monastery buildings.

(v) ST. VEIT.

- (a) Parish Church St. Veit. Intact. Carved altars in place and uncovered.
(b) Städtisches Museum. Intact and material on premises.

(vi) VILLACH.

- (a) Church of St. JAKOB. Structure in the main intact though shaken by nearby bombing. All windows shattered. Those of nave said to be of 16th century. Some fragments saved and piled in S.W. corner of church. Building apparently completely destroyed but not examined in detail.
(b) Museum.

(c) Deposits.

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- (i) All contents of Deposits visited were found to be safe and in good condition. Fortunately the troops in occupation have been mainly British and in every case willing co-operation has been obtained for safeguarding the material. It is interesting to note that the present visits have confirmed the information previously supplied by the IFA & A Division of Allied Commission for Austria (W/Comd J.W. Goodison), to the effect that the Austrian authorities distributed material from their museums and other cultural institutions, for safety, in a number of small deposits rather than concentrating them in a few large repositories.

(a) Tauernberg. (Italy 7b AD 2895).
(i) Former Monastery. Vast collection of books (over 3,000

crates and many thousands in shelves) brought from Arnhemheim. Contains German loot from France, Belgium and other occupied countries, including the Rothschild Library from Paris, and what is believed to be the whole of Rosenberg's Nazi Party Library. German Staff working under early directions fled with local garrison troops, but custodian of monastery and three labourers who were in process of drying and re-binding certain books at the time of the visit. Troops are in occupation and have undertaken strict 24 hour guard and supervision. Comd Gen KUMMER, ...

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Col. Smith, has arranged with Corps for this Unit to remain as long as possible and to be replaced by permanent guard. Small deposit from KLINGENBURG Studienbibliothek also in building.

- (ii) On 30 May 45 MFA & A Officers escorted members of the Press and BBC round Library. Photographs were taken by Army Film Unit. Articles and Broadcasts have stressed Propaganda value of deposit, which has had good result locally.
- (iii) A further small collection of books, including some good incunabula, were found by MFA & A Officers in Air Raid shelter. It would appear however that others, possibly of even more importance, had been removed by fleeing library Staff. Books were extremely damp and are being treated on the premises.
- (iv) Detailed information as to personnel of Staff has been obtained from proprietor of Grand Hotel AMMENHEIM and Herr LAENDERER, former Hausmeister under Dr. GROTHE, together with interesting details as to characteristics of NAZI bibliophiles (including the fact that Dr. GROTHE received a military decoration for his discovery of the well hidden ROTHSCHILD Library, which he celebrated with a party in the Hotel at Ammenheim). Public Safety and other Security Officials have been given lists and descriptions of the missing persons and asked to apprehend them as soon as possible.

(a) General.

- (i) Declaration of Nazi looted Works of Art etc.
 - (a) Military Government Ordinance is in course of preparation demanding the immediate declaration of all works of Art, books and documents deposited by NAZI Institutions or individuals. Broadcast appeals on the same lines have already had good effects.
- (ii) Lists of protected monuments.
 - 450 copies of the lists for KLUENEN have been delivered to Divisional HQ's in the Gau for distribution to Units and further copies to MGO's.

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B. FINANCE SECTION.1. GENERAL.

The first Military Government Finance Officer moved into Austria on 8 May 45 and was soon followed by the Gau Finance Team and HQ Finance. Staff who have since been engaged on certain special investigations.

A Military Government Finance Office was temporarily established in VILLACH on 8 May 45. The Gau Finance Office at KLAGENFURT was established on 11 May 45.

2. MF FINANCIAL POLICY.

MF Financial Policy was hampered in the initial stages by the presence of Yugoslav forces who attempted to exercise Military Government rights. The subsequent withdrawal of these Yugoslav forces has resolved this difficulty, but their presence in the initial phase increased the difficulties which Finance Officers had to contend with and hampered an early implementation of the Financial Policy.

Decree No. 2. Finance, has been promulgated throughout the territory in which British Military Government operates.

3. CURRENCY.

Shortage of currency in the banks has been the main financial feature of the territory occupied. The surplus cash of all the banks in KLAGENFURT amounting to approximately RM 157,500,000, was held in VIENNA.

In the period immediately prior to British occupation of the Gau the Austrian local authorities had attempted to alleviate this shortage by issuing two forms of emergency currency:-

Notgeld des Reichsgaues Kärnten.
Hilfsbanknoten.

(a) Notgeld des Reichsgaues Kärnten

The printing and issue of this emergency money was authorised by the Reichsstatthalter, KÄRNTEN, and the manager of the Reichsbank, KLAGENFURT, in terms of an instruction issued by the Reichsbank, BERLIN, dated 14 Sep 1944.

In authorising the issue of Notgeld the authorities in KÄRNTEN appeared to have observed the terms of the instruction, except that Notgeld were printed only in the denomination of RM 50, where as the instruction recommended printing in denominations of RM 10, 5 and 1 and Reichspfennigs 50 and 10.

The Austrian authorities report that the total printing of the Notgeld amounted to RM 24,300,000 of which total RM 18,150,000, were placed in circulation by the Reichsbank KLAGENFURT, during

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The balance of RM 6,150,000 is at present held by The Authorised Banking Agency KLAGENFURT.

Notgeld are printed on extremely poor quality paper and it is reported that they were not regarded with confidence by the general public.

These notes had been used extensively for paying pensions and similar administrative obligations.

Pending investigation and a decision as to the status of these notes, the banks were instructed not to issue or to accept Notgeld.

It has now been decided that Notgeld will be withdrawn from circulation during the period 4 - 8 Jun 45 inclusive. The conditions of exchange will be made public by Gau KÄRNTEN Notice No.2. and by FWE newspaper and broadcast services.

In order that our troops may not become unwitting tools for the exchange of Notgeld by unauthorised holders all banks have been placed out of bounds

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SECRET.(b) Hilfsbanknoten

It is stated by The Authorised Banking Agency in KLAGENFURT that the issue of Hilfsbanknoten was decided upon at a meeting attended by the German Minister Funk, and the managers of the GRAZ, SALZBURG and the LIENZ branches of the Reichsbank which was held in mid-Apr 45.

Verbal orders were given by Minister Funk for the printing to be carried out. These orders were implemented in GRAZ. The printing was carried out by a photographic process in three denominations which are numbered as follows:-

RM 100	-	T.7396475	Every note bearing the same serial number.
RM 50	-	L.06647727	Every note bearing the same serial number.
RM 10	-	D.02776733	Every note bearing the same serial number.

The Authorised Banking Agency, KLAGENFURT, state that they received RM 10,200,000 of these Hilfsbanknoten from the Reichsbank, GRAZ and that they were put into circulation. Finance Officers have issued instructions to banks that Hilfsbanknoten will not be issued or accepted.

Information received to date is that these notes are also in circulation in Gau STIRIENMARK and Gau SALZBURG, but there is no indication of the amount issued.

(c) Currency issued by the German Armed Forces.

Both Reichskreditkassenscheine and Vorrachungsscheine were found to be in circulation in Austria. These currencies were formerly used by the German Armed Forces for troops pay and used in Army canteens. Neither of the currencies in question are legal tender but on entry they were found to be in circulation. The banks have been instructed not to accept either of these currencies.

Troops have been warned about currency which is not legal tender.

(d) Austrian Schillings.

Allied Military Schillings are being used for paying the British occupying forces, and are being freely accepted. To enable the banks to reopen and to finance the exchange of Notgeld, All Schillings have been deposited with The Authorised

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(d) Austrian Schillings.

Allied Military Schillings are being used for paying the British occupying forces, and are being freely accepted. To enable the banks to reopen and to finance the exchange of Notgeld, All Schillings have been deposited with The Authorised Banking Agency, KLAGENFURT and VILLACH. It is clearly understood that All Schillings will not be placed in circulation unless it is unavoidable and undertakings to this effect have been signed by all concerned.

(e) Foreign Currencies

Considerable amounts of foreign currency principally Italian Lire have been uncovered and taken into control by Military Government Finance Officers. Sacks of currency surrendered by SS found to contain Russian, Bulgarian, Yugoslavian, Croatian, Albanian, Italian, Hungarian and Rumanian notes - approximate value £7,800. On 20 May 45 Lire 14,000,000 was surrendered by the Todt organisation at KLEINMUNSTER. On the 19 May Lire 1,103,000 was surrendered by the Post Office official at LIENZ. It was reported as "having been left there by the Germans". On 15 May RM 35,000 of "local currency" was surrendered by Todt organisation. All such amounts are being lodged with the Authorised Banking Agency, KLAGENFURT in blocked accounts.

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4. BANKS

The only case of badly damaged bank premises is reported from KLAGENFURT, where the Karntnerisches Sparkasse is badly damaged and new premises will have to be found, duplicate sets of books were available within a week. An early assessment of the main banks in VILLACH and KLAGENFURT indicated that approximately RM 40,000,000 would be required by the banks before they could reopen. It was necessary to add a further RM 18,000,000 to this figure if Notgeld were to be withdrawn from circulation. All Schillings 66,080,000 was advanced to The Authorised Banking Agency for distribution to other banks and financing the withdrawal of Notgeld. On 30 May, twenty three banks including all the large Austrian Branch banks but not the numerous Raiffeisenkassen in isolated country villages, had been reopened, subject to certain restrictions, in the following towns:-

KLAGENFURT	FRANZISACH
S ^W . VEIT	FELDKIRCHEN
VILLACH	HERMAGOR
SPITZAU	LIENZ
WOLFSBURG	KOTSCHACK

5. PUBLIC FINANCE.

Much time has been devoted to ascertaining the precise form of the State and Civil Administration within the Gau with a view to ascertaining the extent to which the separation of Austria from Germany and the temporary separation of the Gau from the remainder of Austria have effected the normal channels of revenue and expenditure. Advances have been made where necessary to State and Local Authorities and such have been issued as the continuance of payment of Pensions and Allowances in accordance with Decree No.2. The detailed reports and statistics could not be assembled in time for the preparation of this provisional report.

6. ACCOUNTS

An audit of the main currency bull store in BARI was completed during the period. Accountant Officers were attached to the Gau Staff to supervise the accounting for imported food and to settle the financing arrangements with Local Authorities in relation to DP and Refugee Camps.

7. PROPERTY CONTROL.

The plan for property control in Austria as drawn by Military Government has been found to be completely workable with the exception that it has proved to be impossible to obtain from any public records particulars of the

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PROPERTY CONTROL

The plan for property control in Austria as drawn by Military Government has been found to be completely workable with the exception that it has proved to be impossible to obtain from any public records particulars of the ownership of shares in companies. Considerable property which appears to have been looted by NSDAP has been discovered and arrangements will be made for a Central Dump to be established under Military Government direction. During the period 20 properties were taken into control including the following business enterprises:-

Kellner - Partington Paper Pulp Co. Ltd. (Norwegian)
Osterreichische Magnesit AG (German managed - American owned)
Karingwerke AG (American)
Osterreichische Chemischewerk AG.
Bleiburg Bergwerke AG

Property Control work in the first days of the British occupation was impeded by the presence of the Yugoslav Military Units in the area.

8.

GENERAL

For various reasons the administrative work was delayed in the first days and it became necessary to attach a number of HQ Officers to Gau Staff. As a result it has been found necessary to delay for a short time the issue of a detailed and comprehensive Finance Section Report.

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C. ECONOMICS - SUPPLIES SECTION.1. General.

- (a) Preamble: The period covered by this report is from 6 to 31 May, representing the first twenty-three days of Military Government in British occupied AUSTRIA. The more detailed reports of the branches of this Section are given below.
- (b) Visual Impression: The people generally appear to be well clothed, well shod and well fed with little or no sign of poverty. As was anticipated, mobilisation would appear to have been very comprehensive with a corresponding inflow of foreign labour and, among these latter, the standard of living was very much lower although there was no discrimination against them in so far as food is concerned, each one according to his or her category, drawing the same ration as their Austrian counterpart.

- (c) Economic Controls: Wages are low but are considered adequate, in view of the fact that the cost of living has been kept stable and at a low level. An example of this control is manifested by the fact that bread has been kept at 35 pfennigs per kilo since 1941. This control has been effective in respect of other items, such as clothing and footwear and particularly haulage rates, lack of control of which has resulted in spiralling prices in other countries. All these controls remain in force and would appear to be still effective, but it may be a little early to judge what may be the effect of removal of terrorism from their enforcement. The necessity of taking all possible steps to avoid inflationary tendencies is fully realised and is being actively pursued.

- (d) Local Administration: The Austrian officials of the organisations through which this branch works are on the whole competent and co-operative, and their machinery is to all intents and purposes intact. De-Nazification was in most cases carried out by the Austrians themselves in the interim between the breakdown of the German War machine and our arrival.

In the first fourteen days, the local economic administration was frustrated to a considerable degree by the presence of Yugoslav Armed Forces. Gau Headquarters' Offices were occupied and the staff evicted, heads of departments were threatened and instructed to report to the Yugoslav HQ for instructions, and no communication was available with the most easterly Kreise where the Yugoslav elements were thickest on the ground. All that, however, ended with the withdrawal of Tito's Troops, and now nervousness has been replaced by a more normal attitude.

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- (e) Future Activities: In very broad terms, the objectives of this Section for the immediate future will be as under:-

- (i) Stimulation of Agricultural Production.
- (ii) Price control at pre-liberation levels, coupled with maintenance of equitable distribution of all indigenous and imported supplies.
- (iii) Development of rail and road transportation to ensure normal commercial, industrial and public services.
- (iv) Provision of labour in such quantity as to guarantee full exploitation of local resources.
- (v) Assessment in greater detail of local availabilities, in order to determine and bid for minimum imports.
- (vi) Encouragement of all industry cleared by DEMIL to the maximum extent consistent with availability of raw materials

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- (f) Conclusion: The general economic life of that part of AUSTRIA occupied is much fuller and more vital than one might have expected to find in a part of a country which has broken down after nearly six years' war that was largely economic in nature.

Study of statistics prior to entry led one to expect that CARINTHIA would present a much more dismal picture than that encountered.

2. Food.

- (a) This report deals with CARINTHIA only. Surveys are now being made of those parts of CARINTHIA and SALZBURG occupied by BRITISH troops.

- (b) Crop Reports. The latest harvest estimates on grain and potato crops for 1945 are as follows:-

Wheat.....	10,900 tons
Rye.....	18,752 "
Barley.....	11,735 "

Total bread grains.....41,387 tons

Oats.....	17,785 tons
Maize.....	5,100 "

Total Feed Grains.....22,885 tons

Potatoes.....165,850 tons.

From the above figures must be deducted percentages for seed, farm retention and waste, regarding which no information is yet to hand. Also the figures may be subject to further revision, when a present survey of growing crops is completed.

It is unlikely that any reaping will take place before the beginning of August, though it may be possible to lift early potatoes by the middle of July.

- (c) Ration Scale: Present ration scale for normal consumers is as follows:-

	28 day period	grams per day	calorific value
Bread.....	4500	171	449
Fats and Oils....	200	7	60

Oats.....17,785 tons
Maize.....5,100 "

Total Feed for Grains.....22,885 tons

Potatoes.....165,850 tons.

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(c) Ration Scale: Present ration scale for normal consumers is as follows:-

	<u>28 day period</u>	<u>gms per day</u>	<u>calorific value</u>
Bread.....	4800	171	449
Fats and Oils....	200	7	60
Meat.....	2000	71	190
Sugar.....	375	13	55
Potatoes.....	3000	107	80
Total.....	10375 gms	369 gms.	834

In addition to the above, there is a local ration of skim milk to adults, which varies according to local conditions and transportation facilities.
The supplementary issue for heavy workers is on the following scale:-

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SECRETFor 28 Day period.

Bread.....4000 gms.
 Meat.....1400 gms.
 Fat.....200 gms.

The extra heavy workers ration scale has been suspended for the present period. The question of renewing this issue during the period commencing 25 Jun is under review.

(d) Food Situation:(i) Grain/Flour.

The quantity of flour required to feed the population of KARAFEN at present ration scale for a 28 day rationing period, has been estimated at between 1500 and 1700 tons, depending on the D.P. situation. At the commencement of the rationing period No. 76, 28 May 45, it was estimated that there were 1000 tons of indigenous flour available.

(ii)

Meat.

Supply is sufficient to meet present ration. A survey is being carried out to ascertain whether meat ration could be increased without cutting into natural increase of animals, in view of the low calorific value of the present ration.

(iii)

Fats.

These have been cut from 375 gms per ration period to 200 gms per ration period. On this basis, there are sufficient fats in the country to cover the present 28 day rationing period.

For the period commencing 25 June, however, it will be necessary to import fats to maintain even the 200 gms ration. Present local production of fats is approximately 55% of requirements, based on the above scale. A request has been made to AMIQ for imports.

(iv)

Sugar.

Sugar has been issued up to the end of the present period (28 May-24 Jun) on the basis of 375 gms per 28 day period.

Estimated stock at expiry of current period, available for next ration period, will be approximately 90 tons. Based on present ration scale of 375 gms per head, 190 tons would be required, representing an import requirement of 100 tons.

(v)

Potatoes.

It is estimated that the population of KARAFEN, with the exception of 100,000, has been provided with potatoes up to next harvest. For the 100,000 population not so provided, provision has been made up to 24 Jun at the rate of 3 kilos per head for the period, leaving a balance of 100 tons to be issued at the rate of 1 kilo per head from 25 Jun 45 to the date of harvest.

(vi)

Fresh Vegetables.

These are almost non-existent, there being available only a limited supply of salad vegetables.

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For the period commencing 25 June, however, it will be necessary to import fats to maintain even the 200 gms ration. Present local production of fats is approximately 55% of requirements, based on the above scale. A request has been made to KARNI for imports.

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Estimated stock at expiry of current period, available for next ration period, will be approximately 90 tons. Based on present ration scale of 375 gms per head, 190 tons would be required, representing an import requirement of 100 tons.

(v)

Potatoes. It is estimated that the population of KARNI, with the exception of 100,000, has been provided with potatoes up to next harvest. For the 100,000 population not so provided, provision has been made up to 24 Jun at the rate of 5 kilos per head for the period, leaving a balance of 100 tons to be issued at the rate of 1 kilo per head from 25 Jun /5 to the date of harvest.

(vi)

Fresh Vegetables. These are almost non-existent, there being available only a limited supply of salad vegetables.

(e)

Ration Cards: Owing to printing difficulties, due to Yugoslav occupation of main Printing Works, it was necessary to modify the system of ration cards for the present period 28 May-24 Jun. A return to the pre-occupation system, with certain minor modifications, is now under consideration, as events have proved it to be more satisfactory.

(f)

Imports: Shipping and railway bids have been accepted by 'Q' Branch for 8100 tons of grain/flour up to 4 July, to be borrowed from the Italian stockpile. In addition, a further 3,000 tons has been bid for during maintenance period 5-14 July. Deliveries effected in KARNI to date are as follows:-

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<u>Loading Point.</u>	<u>Transport.</u>	<u>Tons.</u>
ANCONA/VENICE	S & T	149
CESHUA	S & T	540
UDINE +	1001 Coy	232
		<u>1221</u>

+ From captured enemy stocks.

Distributed to Kreise in Karnten.... 603
Stockpiled for STEIERMARK..... 618

1221
=====

In addition, 60 tons of mixed supplies have been called forward and delivered for Displaced Persons.

- (g) Warehousing: A Military Government Warehouse has been established at ZIEGLERWERK PARCHEMOP, about 5 miles N.E. of KLAGENFURT. Capacity is approximately 2500 tons. This is being used for stockpiling for STEIERMARK.
- Negotiations with Army are under way to obtain the use of another warehouse in close proximity to KLAGENFURT, with a capacity of 5,000 tons. It is believed that this will be made available to us. Instructions have been issued to commence stockpiling in JUDENBURG, STEIERMARK, and for this purpose a warehouse with a capacity of 2,000 tons has been located.
- The present policy with regard to supplies for Gau KARNTEN is to break **these** down to Kreise immediately on arrival.

3. Transportation.

- (a) Transport availability: Freight transport availability, in running condition, has reached 800 tons. Non-runners, which can be converted to runners with spare parts, total a further 500 tons. This is just adequate for immediate needs. Other transport is still coming to light, but at a slow rate.
- (b) Passenger Transport: A trolley-bus service is operating in KLAGENFURT. A schedule of autobus services between main towns is drawn up, and will be put into operation in the near future. Negotiations have been completed with Mov & Tr for the handing over of Reichsbahn buses to Mil Govt. Number of buses not known.
- (c) Utilisation of Captured Enemy Vehicles: A plan is under

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- (c) Utilisation of Captured Enemy Vehicles: A plan is under consideration at 'Q' Army, for the release of Class II vehicles to Mil Govt, for "hiring" to civil contractors. If this plan is accepted, the expected transport conditions in STEIERMARK will be alleviated. ST continue to develop PW transport columns with Class I vehicles, and have handed over one animal transport column to Mil Govt.
- (d) Civilian Motor Cars: Granting of permits is now being more rigorously controlled, and a review is being made of permits already granted.
- (e) Petrol: Coupons issued for use in June. Petrol Organisation laid down in Instruction covering all aspects of Fuel and Lubricants Distribution, Finance, Rationing, etc. This Instruction now being examined by Gen prior to issue.
- (f) Transport Instruction: Organisation and Control of Road Transport in AUSTRIA detailed in Transportation Instruction No. 1, now issued.

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- (g) Civilian Road Transport Organisation in Karnten: The system of control by Gruppenfuhrbereitschaftsleiter and Fuhrbereitschaftsleiter, in being prior to our occupation, is now fully restored, and operating satisfactorily.
- (h) Petrol Organisation: A Central Organisation for Mineral Oil has been established at KLAGENFURT to control all fuel and lubricants for both GEME KARNTEN and STEIERMARK. Senior officials already appointed and storage plants surveyed. Limited number of retailers allowed to draw supplies to pumps.
- (j) Petrol Production: Investigations are being made into the possibility of opening a small petrol production plant which formerly operated in KARNTEN. The maximum output was 500 litres daily.

4. Labour.

- (a) On arrival in KLAGENFURT, it was found that the Gau Arbeitsamt was occupied by Yugoslav troops, and it was feared that the records and office equipment had been destroyed or taken away. Temporary premises were found and Austrian labour officials were instructed to reorganise and carry on, pending a clarification of the Yugoslav problem.
- On 22 May, the Yugoslavs vacated the Gau Arbeitsamt and it was found that a considerable amount of office equipment had disappeared, including desk lamps and typewriters; the offices were left in a chaotic state. Order was restored and the records were found relatively intact. The staff numbered 116; eleven of these have been suspended and a survey of the staff position is now in progress, as it is considered that the number of employees is somewhat high.
- The administration is now functioning normally.
- (b) The Trustee of Labour was suspended upon entry.
- (c) D.A.F.: The premises of this organisation received a direct hit in February 1945, and most of the records and equipment were destroyed. Temporary accommodation found elsewhere is now occupied by the Army. All the employees had been dismissed by the Provisional Govt prior to our entry. Investigations are continuing.

- (d) Labour Situation: Complete co-ordination exists between the

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(d) Labour Situation: Complete co-ordination exists between the Civil Labour Unit and the Arbeitsamt in the placement of employees for the Armed Forces.

There is an acute shortage of unskilled labour, and 15,000 are required urgently for Horticulture and Agriculture. It is hoped that the Army will be able to release PWs to meet this need.

An ordinance published throughout Kärnten ordering all unemployed to register for work has produced good results; for the week ending 25 May, 507 men and 194 women registered in KLAGENFURT. The Army, during this period, took 173 men and 96 women. It is thought that these people, none of whom had been claiming unemployment relief, had been lying low, waiting for the Yugoslavs to go before asking for work. They are mainly shop assistants, hotel employees, clerks and typists.

(e) Wages: Basic rates of pay were frozen upon entry and an interim scale of wages issued for employees of the Armed Forces.

(f) Trade Unions: There is little evidence to report of any move for the formation of Trade Unions, probably because of apathy and the fact that Kärnten is more agricultural than industrial. The situation is however being watched.

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(g) Social Insurance: The Krankenkasse (Health Insurance) is working and has ample funds available. Contributions continue to come in and payments are being made.

Old Age, Invalidity and Workmen's Compensation were originally dealt with from BERLIN or GRAZ, according to the category of workers, and paid through the local Post Office. A scheme for the continuation of these payments is in course of preparation.

(h) Summary: Taking the overall situation, it is considered that the following month should find the Labour situation stabilised, with the Austrian administration functioning smoothly.

It is not anticipated that there will be any request for increase of wages, provided that prices continue at their present level.

5. Agriculture.

(a) State of Cultivation: No cultivated land within the Gau remains unplanted and unseeded, though in certain areas completion had been retarded by 2/3 weeks. It may therefore be assumed that, with these exceptions, harvest will be at normal times.

Owing to the disappearance or removal of displaced/forced labour, summer cultivation, especially of root crops, will not be fully practiced. Yields must therefore be adversely affected.

(b) Land Fertility: Generally the land is not of high fertility; much of it being of a sandy nature from glacial deposit. There is much evidence that growing crops are suffering from lack of artificial fertilisers. The supply during the past three years has been much restricted and present crops have in only isolated cases received any at all. The nature of the soil is such that it will respond readily to the use of artificial fertilisers.

(c) Livestock:

(i) With the exception of pigs and poultry, there has been no excessive slaughter of stock for human consumption, and the majority of farms are carrying as much stock as can be maintained. (See also para (k)).

(ii) There appears to be a shortage of bulls for breeding but this question has not been fully examined. There is one artificial insemination institute located in MULLBRUCK, but its work has not been investigated.

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- (iii) There are approx 170 stallions in KARNUTH and this number should suffice for the Gau.

- (d) Crops - Agriculture: Maize growing has been enforced but is not economic in KARNUTH, and the land so used could be more profitably used for growing bread grains.

The growing of oil seeds (rape, poppy and sunflower) has also been enforced but, again, this area is not suited to their growth because of soil and climate. There is a small oil extraction factory at BLEIBURG for dealing with small quantities of seeds which peasants were authorised to retain. The bulk crop was exported to BAVARIA for oil extraction. A serious problem will therefore arise regarding the processing of the present crop unless machinery is available in STUTTGART or plant is established in KARNUTH.

(e) Seeds:

- (i) Almost the whole requirement of grass, clover and vegetable seeds require to be imported for KARNUTH. Grasses and clovers have come largely from GERMANY or German controlled territory, and vegetable seeds from VIENNA area. The head of the Landesbaumschaft is preparing estimated import requirements for next season's seeding.

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(ii) A certain amount of seed bread grains and seed potatoes has been provided from GERMANY. It is submitted that next season's requirements will have to be met from indigenous production and be considered as a first demand upon this year's harvest. Some system of control purchasing, storage and distribution to peasants, principally small land holders, will require to be devised under Provincial Government arrangements.

(f) Agricultural Machinery:

- (i) Present holdings appear sufficient for requirements, and replacement can be effected from local production of existing factories and factories scheduled for conversion from armament manufacture.
- (ii) Wire for fences is an urgent requirement. One factory for production is located in FRIEDLACH. It is assumed that there will be considerable military stocks which could be released for civil needs.

(g) Animal Health:

- (i) There is little foot and mouth disease and, when outbreaks occur, strict control of movement is exercised.
- (ii) Abortion in cows is very common, but here, too, control is exercised. Serum vaccination has been practised but without marked success.
- (iii) "Rauschbrand", a disease which attacks cattle on hill pastures, is very serious unless stock are vaccinated prior to grazing on infected pastures. No vaccine is available, as supplies have previously come from VIENNA and BAVARIA. Details of vaccine and location of manufacture in BAVARIA and quantity required (150 litres) have been given.
- (iv) Other than above, there is no immediate requirement, but Gau Agricultural Officer has knowledge of store of German Army vet supplies and is investigating the possibility of handing over to Austrian (KARNTEN) authorities.
- (v) Head of Veterinary Services is preparing schedule of requirements for period up to end 1945 and this will be ready in a few days.

(h) Animal Feeding Stuffs:

- (i) During winter 1944/45, little feeding stuffs have been available for stock, except such quantities of cereals as were not fit for human consumption.
- (ii) It was ascertained that none of the sugar beet pulp ex other Cane was made available for animal food in KARNTEN. It is known that a percentage of beet pulp was used for animal food.

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- (iii) Hay has been largely used for maintaining winter milk production. In view of considerable damage to growing crops by stray Army/displaced horses, a limited import of concentrated commodities will be highly desirable for strictly controlled distribution to dairy farms.

(j)

Agricultural and Horticultural Fertilisers:

- Little artificial fertiliser has been available for 1944/45 crops and not much more during previous two years. (See para (b)).
- The local practice has been to apply all artificial fertilisers at crop seeding (60/70% autumn sowing), with the exception of nitrogen. It has been impressed upon Provincial officials that NO supplies can be made available for autumn sowing, and that whatever quantities may be procured will have to be applied in Spring. This is quite a practical proposition, but a certain amount of propaganda may be necessary to convince peasant farmers of this. Information has been obtained in sufficient detail to permit estimated requirements for KARSTEN to be computed.

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- (k) Damage to Crops: The presence of roughly 15,000 stray Army and displaced horses has caused much damage to growing crops - especially hay - and they have consumed much valuable pasture. The Gau Agricultural Officer is dealing in conjunction with 5 Corps, and these horses are being collected and disposed of as quickly as possible. Some locally and the bulk to Italy through the Allied Commission. Other than above, agricultural land has sustained little damage.
- (l) Black Market:
- (i) It is suspected that there has been a large increase during recent weeks in the number of cases of illicit slaughtering of stock for food.
- (ii) Milk deliveries have dropped by approx 1/3 during past month. There have been considerable test difficulties, but it is suspected that illicit sales are being made and that milk is being made into butter and cheese on farms for black market sales.
6. Public Works and Utilities.
- (a) Karnten Engineering Depot
- (i) On the entry of the British Army into KARNTEN, the "Landesregierung KARNTEN" abt. Bauwesen was completely disrupted and ceased functioning due to the Yugoslav Armies having taken over their offices and nearly all their equipment and stores. Their records and books were taken with their offices and were not used but merely thrown into storerooms and destroyed or at least disrupted to a great degree.
- (ii) After much difficulty the department has been resurrected and is now functioning again in offices situated at 15 Sternneckstrasse, MUGENWIRT. The dept advises to supervise all engineering and construction matters in the Gau and has branches dealing with General Technical matters, Buildings, Highways, Water Supply and Utilisation, Electrical and Mechanical matters and legal matters in connection with any of the above.
- (iii) The director of the department, Oberbaudirektor Dipl. Ing. Karl GUNZER and the engineers working under him, are all Austrian Civil Servants and as they appear efficient and none of them were political appointees or appear to have been ardent Nazis, they have all been retained. They are very co-operative and are all most anxious to be allowed to get on with their jobs. The organisation of the department seems sound and efficient so no changes are being made at this time. We understand that the organisations of the Engineering Departments in the other Gaue are similar. A summary of the organisation and the
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- (v) Arrangements have been made for the KARNTEN Engineering Dept to take over the responsibility of technical matters in the portions of STEIERMARK under British Control until such time as the engineers in those areas can work under their own headquarters again.
- (vi) Info as to methods of handling contracts, prices, distribution of material etc. has been obtained and is being clocked over and translated.
- (b) Roads.
- (i) Maj. DAVIES of ACA arrived from UDINE as representative of CE, Eighth Army to deal with Army road matters. Arrangements are in hand for Majors REYNOLDS and DAVIES to interview CEE 5 Corps and Div CIEs to ascertain Army requirements, arrange a road maintenance programme, arrange for contracts, arrange for the release of equipment, materials and labour required by the civilians etc.
- (ii) Generally the roads were in good condition but are now beginning to go to pieces so it is very necessary that a maintenance programme be proceeded with at once

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(c) Bridges: Eight old bridges in the Gau were gradually being replaced by the Karnten Engineering Dept. There are several which are or have gone in various ways under heavy army traffic and we are trying to arrange to have these replaced or repaired to fit in with army requirements.

(d) Construction Materials:
 (i) Discussions have been held with RE at Corps and Divs re construction equipment and materials located at various places around the Gau. Have asked and RE have agreed to turn over all equipment and materials not needed by Army to the Karnten Engineering Dept, who will handle accounting, storing and distribution to contractors, etc. throughout the Gau as required.
 (ii) A train of 63 cars of construction material as well as equipment and materials is now being handled thus. This train, complete with two engines and 31 German Technicians was located on the railway west of KLACHUT and was the first and only shipment of some 800 cars of material which the Germans were proposing to move West out of the reach of the Russians. The shipment is from a partially completed aluminium plant at STEINERT, which was being erected by the Aluminium Coy of BRAUNAU. The Engineering Dept is inventorying and storing the goods and will use what they need.
 (iii) Arrangements are in hand to get all quarries operating for the production of road materials.

(e) Electricity:
 (i) There is a considerable surplus of electricity available in the Gau. Statistics are being gathered and a complete survey of electricity situation is being made and will be forwarded this week. The situation is very good as there has been practically no damage to the electricity system.
 (ii) The Yugoslavs asked for and were granted a small amount of electric power from the Schenbach power plant for general use in northern Yugoslavia. Amounts used are being kept track of and will not be allowed to interfere with Austrian requirements.
 (iii) The Lavamund Power plant is partially completed but very little is being done now except for maintenance due to lack of labour. Material and machinery to proceed with the construction are at the plant and the situation is being completely investigated and all electric companies are functioning normally, and will be reported on with recommendations.

(f) General: The PWU situation is as satisfactory as possible. All WGO's reports indicate that water, light and sanitation are normal and satisfactory and what repairs are required due to bombing, etc. are and can be carried out by local authorities. The only stumbling block is a lack of materials, equipment and labour, which are being arranged for locally by WGOs in construction.

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7. Industry.

(a) Visual Impression: With the exception of those damaged by the action of Allied Forces, regarding which a detailed list is being prepared, the buildings and equipment are in a good state of repair.
(ii) Labour: Due to enforced reduction in production caused by lack of fuel and the fear of exhausting the present meagre stocks of raw materials, the amount of special skilled labour is not generally being used to capacity.

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(iii) Raw Materials: The deposits at the coal, lead and magnesite mines would appear to be plentiful. However, full use cannot at present be made of them in view of the fact that the coal mine is situated in the neutral kilometre between the British and Russian Zones, and the railway line used to transport the coal from the mine to the industrial enterprises is broken down within the same zone and consequently cannot at the moment be repaired.

This lack of access to the KOFLACH coal mine is temporarily immobilizing those industries which previously depended upon this source of coal. Other instances of the shortage of raw materials holding up production are the non-availability of gypsum at Cement Factories, which it is hoped to obtain from SALZBURG, and of ammonia for refrigeration at a Yeast Factory, which, we are informed, could be obtained from VIENNA.

(b) Factory Management: It would seem that the senior officials of most of the large enterprises have been too closely associated with Nazism and will have to be removed. Their vetting is being actively pursued, and it is hoped that their removal will not adversely affect the future efficient management of the enterprises which they have controlled.

(c) Work in Hand: Close liaison is maintained all the time with Denil and the preliminary survey forms are being completed as quickly as possible. Until all these forms are returned and collated it will not be possible to see the picture as a whole.

It is our impression that most firms made false returns in the past, in order to obtain a larger quota of fuel and raw materials, and consequently the stocks shown in their books have, on several occasions, been found not to correspond with stocks on the ground. This will probably necessitate a personal visit to the more important enterprises with a view to ensuring that the preliminary survey form has been based upon actual stocks and not book stocks.

A great deal of time has been spent assisting the Chief Engineer with the hutting programme to house 150,000 people, both PWs and DP, and this project will make equal demands on the Industry Officer's time for at least the next six weeks, owing to the fact that this

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- A great deal of time has been spent assisting the Chief Engineer with the putting programme to house 150,000 people, both PWs and DE, and this project will make equal demands on the Industry Officer's time for at least the next six weeks, owing to the fact that this job is being done by contract using civilian contractors.
- The two Industry Officers at present on the ground have up to date made cursory examinations of the mines in the area at present uncovered, but their technical knowledge is inadequate to assess their maximum productive capacity. Allied Commission AUSTRIA have been requested to attach a Mining Engineer to this HQ to expedite this work.

2. DISPLACED PERSONS (DP) SECTION.

1. Camps and administration.

- (a) In the initial stages DP and refugees were scattered all over the British Zone in AUSTRIA, only comparatively few being in organised camps. DP establishments have been collecting as many as can be held within the limits of available permanent or temporary shelter. In addition 5 Corps have been, and still are, running camps for DP which will be handed over to us progressively.
- (b) At present the DP units operating in AUSTRIA total:

Six Forward Groups

Six Control Camps

Three Assembly Centres

These, plus two more Forward Groups, comprise the units originally authorised to be formed. Elements of the two Forward Groups not in AUSTRIA are operating as detailed in para (d) below.

Authority has now been received to form a further ton Assembly Centres, six Control Camps and four Forward Groups. These are now being mobilised and will be sent forward as, and when, they are ready.

- (c) Accommodation has been a major problem all along, as the calls on available buildings have been heavy, as also the demands from all sources upon the RE for hutting. Chief Engineer 5 Corps has now accepted a bid for hutting for 15,000 DP and work has started.

- (d) On 1 Jun, at the wish of Eighth Army, arrangements were made to relieve 5 Corps of the administration of DP who could not be cleared immediately upon arrival at FORTERRA, the Italian terminus of the railway from KLAGENFURT and VILLACH. In addition a staging camp is being set up at GENOVA, where the railway recommences, in order to cope with any DP overflow there.

- (e) Some 50 British Red Cross and Friends Ambulance Unit workers are giving valuable assistance in DP camps.

- (f) Rationing, in accordance with Supply Directive No.7, has now been instituted in all camps under Military Government control.

- (g) Welfare and recreational facilities are still, of necessity, in their infancy, but it is worth noting that an excellent concert party, composed of Russian DP, has given a number of performances to British troops.

- (h) Total holdings of DP camps (exclusive of 5 Corps camps) on 5 Jun are 18,509

2. Repatriation and movement of DP.

- (a) 5 Corps is responsible for evacuating Russians and Hungarians eastwards to the Russian zone.

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2. Repatriation and movement of DP.

- (a) 5 Corps is responsible for evacuating Russians and Hungarians eastwards to the Russian zone in STEIERMARK. 5,600 Russians have been moved to WOLFSBURG, the departure point for STEIERMARK. Yugoslav nationals are, with the exception of, a few dissidents, repatriated direct via the Austro-Yugoslav frontier. All other nationals evacuated have travelled via TRIESTE - UDINE into Italy.
- (b) No.4 AMG Evac Centre, UDINE, the source of our returns of numbers by nationalities of DP evacuated into Italy, was not established until 5 May 45. Prior to that date uncontrolled movement of DP into Italy, largely Italians bent on self-repatriation, is estimated at some 40,000. Subsequent to control having been established the following figures are recorded as having passed through the Centre, for the period 6 May to 5 Jun inclusive:-

Italians	51,696	2810
Trench	9,592	
Poles	12,424	
Yugoslavs	3,942	
Russians	5,509	
Turks	69	
Greeks	325	
c/r	63,617	

..... / Czechs

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b/2	83,617
Czechs	177
Belgians	1
U.S.A.	5
Dutch	645
Hungarians	309
Rumanians	181
Danos	25
Swiss	1
Albanians	105
Bulgars	3
TOTAL	85,176

(c)

Onward movement of DP from UDITE to TREVISO and MESTRE is adequately covered for by the available empty W.D. transport. However, on 1 Jan, SREO, HQ VENEZIE REGION, reported that the camps at FORLI, BOLOGNA, PADOVA, etc. were jammed far in excess of their practicable holdings and that movement out of them was negligible. It was requested that the Austrian frontier be closed until the situation had eased sufficiently.

This office made urgent representation to Eighth Army and

AFHQ for

- (i) sea transport ex VENICE to S. Italy
- (ii) sea transport ex LIVORNO to repatriate French DP and ex-PW

and energetic measures were taken by Army in conjunction with SREO (Major Hudson). Fifth Army were also contacted with a view to assisting in the transport of French nationals from BOLOGNA to GENOA, MILAN and TURIN and have agreed to give all possible help.

The Polish HQ moved 6,000 Poles from BOLOGNA, while 86 Area at MESTRE produced a "rainfall" of 100 lorries to ease the position. Further evacuation has not, however, been resumed as A.C. have advised that their southern camps cannot absorb any more DP and, at the moment, only Italians for repatriation are authorised to cross the frontier.

(d)

Some slight difficulty was experienced by 4 AMG Evac Centre at UDITE in holding a Roumanian diplomatic party of 186 persons. It had been ruled that their status was that of DP to be evacuated as "priority one." They objected to being treated as such and to the conditions of travel and accommodation. A full report has been rendered to "L"

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3. Registration and Documentation.

- (a) There has been delay in setting up a complete Registration process in all DP camps owing to the rapidity of the evacuation of DP from AUSTRIA and the urgency of feeding and housing them. The non-arrival of sufficient SREO Forms and lack of Camp Staff made it impossible to ensure a continuous registration process once it had been started. However, complete records of the numbers in camps have been kept consistently from the first to enable payments to be made

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(b) Preliminary registration was begun on 25 May and 16,988 DP had been registered in books by 2 Jun 45. From 28 May all parties evacuated were accompanied by a nominal ref. Registration on SHAFY forms was starting at KLAGENFURT, ST. VEIT, WELLMANSDOFF and SPITAL on Jun 2. General registration throughout all DP Camps will be operating on 11 Jun, when a central Record Bureau run by the HRC will be opened at KLAGENFURT. It has been necessary to have copies of Forms DP 1 and DP 3 printed in AUSTRIA pending arrival of further supplies from G-5 AFHQ.

(c) Finance. Lieut. Roberts, Finance Branch, has been in AUSTRIA advising on the use of forms and the keeping of records concerned with payments to be made for food, etc. since 24 May. Maj. MELCHIN (Property Control) and Capt. HUSBAND and Lt. ELL (Finance) have been assisting since 3 Jun with the documentation of and surrender of currency and valuables by DP.

4. Nazi Breeding Farm.

DADMS 5 Corps asked HRC to send reps to MILLSTADT to investigate Hungarian families, women and babies, believed to form a Nazi breeding farm.

Dr. MEINDE has been sent and will report her findings.

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APPENDIX 'A'

to
Mil Govt Staff (GUSORIA) Monthly Report
for

May 1945

Terms of reference for the Consultative Committee for KARUTEN.

1. The above named Committee will consist of not more than 12 members including a Chairman.
2. The Committee will be democratic in principle and execution and fully representative of all democratic anti-Nazi elements.
3. The Committee will constitute the link between the Military Government and the people of KARUTEN and for that purpose will perform a dual function as explained below.
4. On the one hand the Committee will act as a consultative body and its advice may be requested by the Military Government on matters affecting the civilian population. On the other hand the Committee has the right to submit to the MG suggestions regarding questions of civil administration and the machinery most suitable for carrying out the orders of MG.
5. In all cases under para 4, the Committee will submit advice or recommendation through its Chairman who will act as spokesman for the Committee and will have ready access to the Senior Military Government Officer KARUTEN with whom he will deal direct.

6. The Chairman of the Committee will be empowered to call meetings of the Committee as and when he feels necessary. It will meet at least once a week, and will draw up its own rules of procedure.

7. The Committee will have no powers of executive authority in relation to the civil administration.

8. Members of the Committee who at present hold paid appointments as employees of the provincial administration will be given leave of absence on

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6. The Chairman of the Committee will be empowered to call meetings of the Committee as and when he feels necessary. It will meet at least once a week, and will draw up its own rules of procedure.
7. The Committee will have no powers of executive authority in relation to the civil administration.
8. Members of the Committee who at present hold paid appointments as employees of the provincial administration will be given leave of absence on full pay while acting as members of the Committee.
9. The Chairman of the Committee, in addition to the functions described in para 5 above, has been entrusted by Military Government with the task of supervising the efficiency and management of the Austrian admin services in KARNIEN.

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