

ACC 114/PWU

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CO-ORDINAT
WITH AMG
NOV. 1943 -

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CO-ORDINATION & TRANSACTIONS
WITH AMG 15TH ARMIES
NOV. 1943 - JAN. 1944

AC/114/PWU

COORDINATION & TRANSACTIONS

WITH

AMG 15th ARMIES

Opened - 12 November 1943
1944

Opened - 12 November 1943

Closed - 13 January 1944

10000 / 150 / 400

THIS FOLDER
CONTAINS PAPERS
FROM - 1918
TO - 1944
CATALOGUE

114

(Lablost)

HEADQUARTERS
ALLIED MILITARY GOVERNMENT
FINANCE SUB-COMMISSION
(Office of the Chief Accountant)

Ref: HQ/CA/67

13 January 1944

Subject: Transactions with Armies

To : C.F.O., Region I and II.

1. There appears to be some misunderstanding in the minds of Regional A.M.G. officers as to the method to be adopted for dealing with supplies and services issued or rendered to or by the Armed Forces.

2. The following instructions should clarify the position.

British Armed Forces:

AMGOT CA/22/2 of 17 September still stands except in so far as it was amended by circular letter from C.F.O., Sicily Region of 12 November 1943, which was circulated to other Regions. Copies of these circulars are attached.

3. In some Regions the British Armed Forces are submitting accounts for supplies or services rendered and requesting payment in cash. It should be noted that no payment should be made on such accounts. In the case of supplies drawn from the Army for the civilian population, A.M.G. will give a receipt to the Army showing the quantity of the goods, the date and the name, rank and unit of the Army officer responsible for the issue. The

Circulate 2926

value of the goods should also be included when this can be supplied. A copy of this receipt will be sent by the A.M.G. officer to the Economic & Supply Division of his Region who will treat the supplies in their books as drawn from the British Army and issued to the civilian population or such Italian department or institution etc. as receives them.

4. It should be further remembered that no supplies should be issued free to the civilian population or Italian departments or institutions, etc. In every case payment should be obtained from the appropriate local Italian authority.

5. Accounts from the Army for services rendered, as opposed to supplies issued, should be forwarded to the Regional Chief Accountant, who will retain same until further instructions.

U.S. Armed Forces:

6. The following instructions were issued by NATHUA to Army Supply Officers in their 19297 of 26 December 1943:-

"Accounting instructions for subsistence and other supplies issued to cobelligerents.

Each month submit to Chief Accountant of A.M.G. summary report of such supplies and subsistence furnished, classified as to major categories of supplies, and supported by priced shipping tickets or other appropriate signed receipts. Based upon such reports A.M.G. will make the appropriate accounting entries to charge Italian military or other governmental agency or unit and credit deferred account payable to U.S. Army. Such procedure will permit establishment of record for purpose of ultimate settlement with Italian government."

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7. Where supplies are indented for from the U.S. Army by A.M.G. and distributed by them, receipts will be given to the U.S. Army for such supplies drawn and these should be sent to the Economic & Supply Division of the Region in which the issue was made. The Economic & Supply Division will treat such supplies as received by them from the U.S. Army and sold to the civilian population or Italian departments, institutions, etc.

In the event of the U.S. Army issuing supplies direct to the civilian population or Italian departments, institutions, etc., without reference to A.M.G., such issues will presumably be included in the monthly reports to be submitted by the U.S. Army to the A.M.G. Chief Accountant. These issues will be dealt with at A.M.G. Headquarters and no entry will therefore be necessary in the books of the Economic & Supply Division of the Region in which the issues were made.

8. Should any of the reports referred to in the telegram quoted in 6 above be sent in to Regional Chief Accountants they should be forwarded to the Chief Accountant, A.M.G. Headquarters.

9. The close cooperation of Regional Accountants and Regional Supply Officers is called for.

H. J. Hawthorn
Chief Accountant,
FOR: BRIGADIER R. A. HAWTHORN,
Chief Finance Officer.

Copies to C.F.C., 15 Army Group (3)
Inf. & Comm. Sub-Comm.
Region VI
Accountant Officer, A.C.C. Headquarters.

2926

GA/22/2

Office of the Chief
Accountant

ANGOT H.Q. 15 Army Group,

C. M. F.

17th September 43.

To : All Heads of Division and
Senior Civil Affairs OfficersSubject: Transaction between Armies and ANGOT

The following is quoted for information and action where necessary:

"3.522-13 Prepared at Meeting between Brigadier Hamlyn and
Dunlop & Lt. Col. Bernstein after discussion with Sir Eric Speed and
Col. Maxwell.

(Sgd) B. Bernstein, Lt. Col.

a. Pending the issue of complete instruction on accounting for goods and services exchanged between the British Army and ANGOT, simple records will be maintained by all British Depots, formations and units which may issue to, or receive from ANGOT, stores, supplies and services. The records should not include goods and services provided by the British Army for the personnel of ANGOT, e.g. rations, petrol, hospital treatment, billets, etc. It is goods and services provided to ANGOT which ANGOT in turn issues to the local authority or population, e.g. Army Rations provided for sale to the civilian population and works services for the civilian population or local authority executed by the Army on behalf of ANGOT, which are to be recorded at this stage.

b. Receipts must be secured for all such issues of stores, supplies and services to ANGOT. Similarly receipts will be given to ANGOT for all goods and services received by the British Army from that organization.

c. The records will be forwarded on the first day of each month to the Assistant Financial Adviser of the Area in which the depot, formation or unit is situated. The first record will be rendered on 1st October 1943, and will embody all relevant transactions up to that date. Whenever possible, voucher numbers will be quoted on the records.

Subject: Investigation between Armies and AMGOT

The following is quoted for information and action where necessary:

"3-282-13 Prepared at Meeting between Brigadier Hamlyn and Dunlop & Lt. Col. Bernstein after discussion with Sir Eric Speed and Col. Maxwell.

(Sgd) E. Bernstein, Lt. Col.

- a. Pending the issue of complete instruction on accounting for goods and services exchanged between the British Army and AMGOT, simple records will be maintained by all British Depots, formations and units which may issue to, or receive from AMGOT, stores, supplies and services. The records should not include goods and services provided by the British Army for the personnel of AMGOT, e.g. rations, petrol, hospital treatment, billets, etc. It is goods and services provided to AMGOT which AMGOT in turn issues to the local authority or population, e.g. Army Rations provided for sale to the civilian population and works services for the civilian population or local authority executed by the Army on behalf of AMGOT, which are to be recorded at this stage.
- b. Receipts must be secured for all such issues of stores, supplies and Services to AMGOT. Similarly receipts will be given to AMGOT for all goods and services received by the British Army from that organization.
- c. The records will be forwarded on the first day of each month to the Assistant Financial Adviser of the Area in which the depot, formation or unit is situated. The first record will be rendered on 1st October 1943, and will embody all relevant transactions up to that date. Whenever possible, voucher numbers will be quoted on the records, or an extra receipted copy of the voucher will be forwarded therewith, but care must be taken that AMGOT retains one copy of such voucher.
- d. Depots and other accounting units will render NIL records when applicable.

P. T. O.

e. AMCOR will indicate on their demands whether or not the goods and services are for the civilian population of local authority.

3 Sep 43. I cleared this with Col. Sims who also said it was O.K. with U.S.A. He assured AMCOR would keep records as above indicated so that U.S. Army can get them if desired.

(Sgd) B. Bernstein, Lt. Col.

I AGREE (Sgd) Rennell, 5 Sep. 43

2. Arising from the above instructions, it is observed from the Monthly Accounts that certain U.A.C's and Sub-Accountants are providing services to the Army involving cash disbursements. There is no objection to this so long as the services cannot be reasonably undertaken by the Military Authorities and that a simple record is made of the transactions for future reference, if necessary.

3. Where a request is made by any Military Unit for services involving expenditure of AMCOR funds, an order in writing and in duplicate must be obtained stating:

- (a) Name and rank of officer making the request.
- (b) His authority.
- (c) Full name and location of the formation concerned.
- (d) Nature of services or work required.

4. The original of the order should be attached to the Payment Voucher (Form P/3) supporting the disbursement in order that the charge may be placed on record at these Headquarters.

20/IR

A G TUBS

Lt. Col.
Chief Accountant.

Copies to: All F.O's and C.A.C's through S.C.A.S's.

C.F.O.
A.M.A.
C.P.I.
C.C.E.
C.R.O.

2922

ALLIED MILITARY GOVERNMENT
SICILY REGION HEADQUARTERS
APO 394

21/12/43.

NUMBERED MEMORANDUM
No. 455

PAYMENTS ON BEHALF OF MILITARY
ARMED FORCES AUTHORITIES

As from the receipt of this instruction, no expenditure will be incurred from AMG funds in respect of the cost of services of works undertaken expressly on behalf or at the direction of the Military Armed Forces Authorities.

Paras. 2 to 4 of the instructions "Transactions between Armies and AMAGT" CA/22/2 dated 17th September 1943 are hereby cancelled.

By Order of Lt. Colonel Charles POINTEZ

R. B. MINTAPACH
Lt. Colonel
Regional Chief Finance Officer

Distributions

Chief Asst. Sicily Region - 20
Finance Division Sicily Region 20
Spares - 35

2923

HEADQUARTERS
ALLIED MILITARY GOVERNMENT
Public Works and Utilities Sub-Commission
APO 512

HEADQUARTERS

1-DEC 1943

AMG

LAJ/ccb

AC/114/PWU

1 December 1943.

Subject: Establishment of a Public Works Liaison officer with
15th Army Group.

To: Economic Director.

1. In order to enable this Sub-Commission to function properly insofar as Public Works projects and problems within 15th Army Group area are concerned, and to prepare ourselves to take over any specific areas whenever so directed, it is very necessary that we be permitted to establish an effective liaison.

2. Authority is hereby requested to send Lt-Col V.S. Thompson (B) to HQ 15th Army Group to establish such a liaison and to become the P.W. & U. Sub-Commission official liaison officer with this Army Group on all public works problems.

L. L. JERRY
L. L. JERRY,
Lt-Col. C.E.R.
Acting Director.

*Lt Col J. Thompson
Subject to hold
retraining in afternoon
are settled in
mainland
B. J. J. J.*

2920

Lt. Col. Jenny

HEADQUARTERS ALLIED CONTROL COMMISSION
and
HEADQUARTERS ALLIED MILITARY GOVERNMENT
ECONOMIC DIRECTORATE
APO 512

RJM/1943

16 November 1943

SUBJECT: Statements on points of A.C.C. Policy To Be
Followed by AMG 15 Army Group.

TO: Heads of Sub-Commissions in Economic Directorate.

1. Heads of sub-commissions were asked in the Executive Council meeting of 5 November 1943 to prepare a statement of the points of policy in which it was desired that AMG 15 Army Group should conform to A.C.C. instructions.

2. The head of each sub-commission will review the statements submitted in compliance with the above request. In its place will be substituted two statements giving the points of policy to which AMG 15 Army Group should conform while under this Headquarters are operating under (a) AMG conditions and (b) ACC conditions (similar to the two statements submitted concerning the relationship between this Headquarters and regions under those two conditions). If the same points are to be observed in both cases and all those points are covered in the existing statement, a letter to that effect will be sufficient. Please reply promptly.

By Command of Brigadier General

Rex J. Northland

REX J. NORTHLAND
Captain, Infantry

Enc to send a statement - I merely
to state it makes no difference
to me whether you do it or not - or A.C.C.

DISTRIBUTION:

All sub-commissions

RJM/1943

512

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SEARS FOR FARGO - 721

RESTRICTED

17 November 1943

PRIORITY

FIELD FOR ALL REGION TWO

Wages
10 30
21
Forage
3 00
21
Eating
10 30
22

Food
22 PM

MEETINGS OF SUB COMMITTEES LOCAL RESOURCES BOARD SCHEDULED AS FOLLOWS
 FARM AREA FARM CONTROL OF WAGES SUB COMMITTEE TO MEET AT THIRTY
HOURS TWENTY ONE NOVEMBER X FARM AREA FARM FORAGE SUB COMMITTEE TO
 MEET AT FIFTEEN HUNDRED HOURS TWENTY ONE NOVEMBER X FARM CHARLIE FARM
ENGINEERING MATERIALS SUB COMMITTEE TO MEET AT THIRTY HOURS TWENTY
TWO NOVEMBER X ALL MEETINGS BEING HELD AT FARGO X ALL TOPICS REQUIRE
 URGENT ATTENTION X ENGINEERING MATERIALS SUB COMMITTEE TO DEAL CHIEFLY
WITH FUTURE MATERIALS X FARM FROM SEARS FOR FARGO TO FIELD FOR ALL
 REGION TWO CITY FARGO SEVEN TWO ONE FARM PLEASE CALL NAME REPRESENTA-
 TIVES YOUR REGION AND REPORT TO FARGO WITH GEORGE, SUGAR, ADV, ADV X
TRANSPORTATION REPRESENTATIVE SHOULD BE INCLUDED X ALL REPRESENTATIVES
 TO ARRIVE NOT LATER THAN NOON OF TWENTY NOVEMBER FOR PRELIMINARY
 CONFERENCE X PREPARATION BY REPRESENTATIVES SHOULD INCLUDE PRICE FACTORS
ALL ITEMS AND SUPPLY DATA X REPRESENTATIVES BE PREPARED TO PRESENT FOOD
SITUATION WORLD AREA AND AGREE ALLOCATION AVAILABLE SUPPLIES FOR CIVILIAN
OCCUPATION X THIS TO BE SUBJECT OF CONFERENCE ON AFTERNOON TWENTY TWO
NOVEMBER OUTSIDE

Sent 2435 17/11/43

2912

COPY

ALLIED FORCE HEADQUARTERS

Military Government Section

JOM/SMB/22

Ref. (23)

12 November 1943

SUBJECT: Local Resources for the Use of the Armed Forces

TO : HC AGF
 HQ AGF
 AGF 15 Army Group

1. The attached information is intended as an advance review of the proposed policy which has been agreed, with other interested AFM sections, in relation to local resources and the needs of the armed forces.
2. It is expected that AFM LOCAL RESOURCES (ITALIAN) BOARD will commence work at TRIESTE by the end of this month.
3. We have also indicated the broad policy which should be adopted in relation to Imports, pending the issue of a detailed Directive, because certain aspects of both local purchase and Import are immediate problems with you.
4. The whole question of Buying and Selling Prices for Imports and Exports (their relation to inflation and Italian economy) is the subject of our immediate attention. It is planned to discuss this matter with you shortly and then to forward our joint recommendations to the C.C.S.

(s) J.E. BATTISTONE, Col. Inf.
 for and in absence of

J. C. MORRIS
 Brigadier General, C.B.C.
 Chief, Military Government Section

1 Incl.

2917

0011

GEP/JM

Ref. (23)

12 November 1943

SUBJECT: Local Resources for the Use of the Armed Forces

REFERENCE TO: HQ ACC
 HQ ACC
 ACC 15 Army Group

The following information is intended as an advance indication of the broad policy which has been agreed in relation to LOCAL RESOURCES and REPORTS.

LOCAL RESOURCES.

1. An AFHQ LOCAL RESOURCES (ITALY) BOARD is now being set up to control the local procurement of supplies, services and facilities available to the armed forces within ITALY (including SICILY AND SARDINIA).
2. This Board will co-ordinate all Navy, Army and Air Force requirements from local sources and lay down the procedure for procurement of them.
3. Working under the central Board there will be local Boards (similar to the one already functioning in SICILY).
4. ACC/AFHQ will be represented on the central Board (and local boards) and will advise the Boards what local resources are and can be made available to them, i.e., all such local resources as are not essential to civilian requirements.
5. The way in which the Boards will work, is broadly as follows:-
 - ✓ (a) the Navy, Army and Air Force in any one area will make known their requirements to the local Board.
 - ✓ (b) the local Board will then ascertain from its ACC/AFHQ member what local resources can be made available to the armed forces and will authorize their procurement.
 - ✓ (c) the ACC/AFHQ representative will only make available to his local Board such local resources as ACC/AFHQ Headquarters has instructed may be made available.

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COPY

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6. Because there are surpluses over civilian requirements in one area, or developable resources, it does not follow that these surpluses and resources can be made available to the armed forces in that area.

In providing for civilian needs throughout the whole of ITALY (including SARDINIA and SICILY), ACC/AM will often have to transfer the surpluses of one area to another area, and the Reps. of ACC/AM on local Boards will need to work very closely with ACC/AM Headquarters in that connection.

7. On the other hand (after providing for essential civilian needs) ACC/AM will do everything possible to meet the full requirements of the armed forces -- by making available surpluses -- by placing at their disposal local industry, services and facilities -- by fostering increased production of foodstuffs -- and generally assisting in the development of those industries which can produce military requirements.

8. It follows of course that ACC/AM Headquarters will work in the closest liaison with the central AREA LOCAL RESOURCES (ITALIAN) BOARD, which is expected to start work by the beginning of Dec.

9. From ACC/AM standpoint, this policy should ensure:-

- (a) the systematic utilization and allocation of local resources between civil and military
- (b) prevention of competitive buying
- (c) authoritative information to guide ACC in its development of local industry and resources.

Refer also to our cable

of 11 November.

2922

EX-1073.

10. After civilian needs, C.O.S. priority exports, and requirements of the armed forces have been met (in that order), ACC/AMC is responsible for exporting such surpluses as it may decide.
11. Pending the issue of a detailed directive the method of dealing with exports from ITALY (including SICILY and SARDINIA) will be as follows:

CHOICE OF PROCEDURES.

- (a) ACC/AMC will advise available exports to RMR.
- (b) RMR will negotiate the sale of exports, and all enquiries, correspondence, and negotiations with Courts, Ministries and Agencies outside ITALY will, provisionally, be conducted through RMR.

FIXED PRICES AND ACCOUNTING PROCEDURE WITH ITALY.

ACC/AMC will agree or if necessary fix a fair price to be paid to the supplier. As a broad basis, this price will be determined by manufacturing or production cost, including a fair margin of profit.

ACC/AMC will pay in U.S. Dols for goods to be exported, recording quantity purchased and shipped, and accounting money thereon expended as straight expenditure by ACC/AMC.

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