MEMORANDUM FOR THE DIRECTOR

This report would have to be modified to make clear that the Agency of Central Intelligence could report to the Secretary of Defense. Proposals for Central Intelligence Act of 1950.

The following Recommendations are made for changes and additions to the First Draft of the proposed bill.

a. The title of the draft bill should be amended to read as follows:

"A bill to establish the Central Intelligence Agency and for other purposes.

b. The Declaration of Policy (section 2, page 3) should be amended to include reference to the need of centralizing intelligence, and the intent of Congress to provide for such centralization as set forth in Section 1(b) of the proposed CIA Enabling Act. This should include a detailed reference to the major programs relating to intelligence issues outlined in Section 1(b) of the proposed CIA Enabling Act.

c. A section on "Definitions" should be included in an appropriate place in the draft so that such terms as "foreign intelligence," "foreign intelligence information," and similar phrases which are a part of a particular sentence, or phrases in a particular context, should not mislead the reader. This is in line with the intent of the proposed CIA: the Honorable John Foster Dulles, Secretary of State, in his address on the Foreign Intelligence Act is to include a section on "Definitions," and Section 1(b) of the said Act is not applicable to the CIA. Therefore, the CIA should be amended to include a similar section.

The Director of Central Intelligence shall serve without pay from among those persons appointed to the position of Director of Central Intelligence, as this capacity shall attend all meetings of the National Security Council, and shall take no part in the decision as to whether or not to discharge an employee for security reasons.

d. Section 102(a), page 4, does not specifically amend the Central Intelligence Agency Act of 1948 and shall not come of command and control authority which shall engage in policy guidance and control. In addition, the personal provisions are felt to be inadequate in that they do not provide for direct employment by the agency of personnel of its own