

~~CONFIDENTIAL~~

~~CONFIDENTIAL~~

AEC 730/1

May 4, 1954

COPY NO. 20

30506

ATOMIC ENERGY COMMISSION

FUNDING ARRANGEMENTS FOR POSSIBLE COMPENSATION TO THE JAPANESE GOVERNMENT ON THE FUKURYU MARU CASE

Note by the Secretary

The General Manager has requested that the attached memorandum from the Director of Special Projects be circulated for the information of the Commission.

ROY B. SNAPP

Secretary

US DOE ARCHIVES.	
326 US ATOMIC ENERGY	
RG	COMMISSION
Collection	1951-1956 Secretariat Files
Box	4928
Folder	M.H+S-3 Radiation Vol-2

CLASSIFICATION CANCELLED

BY AUTHORITY OF DOE 5650.2, III-12 (ADMIN)

BY J. J. [Signature] DATE 8/7/80

BY William [Signature] DATE 8/7/80

DISTRIBUTION

COPY NO.

Secretary	1	
Commissioners	2-6, 23	
General Manager	7	
Asst. Gen. Mgr., R&ID	8	
General Counsel	9-10	
Biology & Medicine	11-12	
Finance	13-14	
Information	15	
Intelligence	16	
Military Application	17	When separated from enclosures
Special Projects	18-19	handle this document as.....
Secretariat	20-22	<u>OFFICIAL USE ONLY</u>

~~This material contains information affecting the national defense of the United States within the meaning of the espionage laws, Title 18, U.S.C., Sec. 793 and 794, the transmission or revelation of which in any manner to an unauthorized person is prohibited by law.~~

~~CONFIDENTIAL~~

~~CONFIDENTIAL~~

UNITED STATES
ATOMIC ENERGY COMMISSION
WASHINGTON, D.C.

MEMORANDUM

April 22, 1954

TO : K.D. Nichols,
General Manager

FROM : John A. Hall, Director
Office of Special Projects

SUBJECT: THE FUNDING ARRANGEMENTS FOR POSSIBLE COMPENSATION TO
THE JAPANESE GOVERNMENT ON THE FUKURYU MARU CASE

Mr. Wells from the General Counsel's Office, Mr. J.A. Miller from the Controller's Office, and Mr. Trevithick and I from the Office of Special Projects met with representatives of the Bureau of the Budget and the Department of State on the question of determining the most appropriate source of funds for payment of such compensation to the Japanese Government as might be agreed on in the Fukuryu Maru case.

It was the view of the representatives of the Bureau of the Budget, namely Fred Schuldt, concerned with AEC interests, and Mr. Ziel, concerned with the Department of State interests, that the appropriate agency to be responsible for this problem was the Department of State. It was concluded that consideration should be given within the Department of State to the use of funds, if any, available in that Department for negotiated settlements with foreign governments; and, if necessary, to the use of special funds available to the President.

The Department of State representatives at the meeting, namely Japanese desk officers, Mr. Hawley and Mr. Finn, and Mr. Ziel of the Bureau of the Budget agreed to proceed on this subject by holding discussions with Department of State fiscal people. The AEC representatives agreed to provide continuing technical advice on this subject when requested by the Department of State and stated that the Commission would desire to cooperate with the Department of State and the Bureau of the Budget in every way possible to the end that this matter might be concluded satisfactorily.

~~This material contains information affecting the national defense of the United States within the meaning of the espionage laws, Title 18, U.S.C., Sec. 793 and 794, the transmission or revelation of which in any manner to an unauthorized person is prohibited by law.~~