

RADIO FREE EUROPE  
MUNICH

INCOMING CIPHER MESSAGE

TO: S

APR 15 18:49

EYES ONLY  
NYC80 15 APR 66  
TO: OTT COPY HANMER  
FM: RICHARDSON COPY KINYON

EYES ONLY

1150AM EYES ONLY  
IN REVIEWING YOUR EXCELLENT PAPER ENTITLED "NOTES - STATUS OF  
'66 FUNDS, ETC." DATED 7 MARCH, I NOTE THAT THE PROPOSED RARET  
SALARY BUDGET IS ONLY \$1,000 LESS THAN THE ESTIMATED EXPENDITURES  
OF \$806,000 FOR FY 66. SINCE THESE ESTIMATED EXPENDITURES ARE  
\$71,000 MORE THAN THE \$735,000 BUDGETED, I ASSUME THEY INCLUDE  
SEVERANCE PAYMENTS AS WELL AS NEW YORK SALARIES, THE LATTER  
HAVING BEEN BUDGETED AT \$42,000.  
YOUR PROPOSAL OF \$806,000 THEN SEEMS TO MEAN AN INCREASE OF  
\$29,000 OVER THE FY '66 EXPENDITURES (AND BUDGET), EXCLUSIVE OF  
SEVERANCE. TOGETHER WITH THE ROUGHLY \$50,000 SAVINGS YOU HAVE  
EFFECTED IN JOBS AND THE \$26,000 FOR UNFUNDED OPEN POSITIONS.  
THIS IMPLIES A NET INCREASE OF 105,000. ON THE SURFACE,  
THIS SEEMS TO BE A SURPRISINGLY BIG INCREASE IN SALARY  
COSTS FOR RARET.  
FOR MY BETTER UNDERSTANDING, MAY I HAVE YOUR FY 66 ESTIMATE  
(MORE)

PAGE 2 NYC 80 EYES ONLY  
OF SALARY EXPENDITURES, EXCLUDING SEVERANCE, FOR RARET  
PLUS A BRIEF SUMMARY OF THE PRINCIPAL ELEMENTS WHICH CAUSE  
THE INCREASE FOR FY 67.  
I KNOW YOU ARE VERY BUSY SO PLEASE DO NOT ATTEMPT TO  
REPLY IN DETAIL.  
END MSG.