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ATOMIC ENERGY COMMISSION

ENIWETOK ATOLL - AGREEMENT ON ALLOCATION OF COSTS

Note by the Secretary

1. The attached correspondence on the above subject is circulated for information.

2. In connection with this matter it may be desired to refer to AEC 9/8, "Post SANDSTONE Requirements and Responsibility for the Eniwetok Proving Ground," issued April 28, 1948.

ROY B. SNAPP

Secretary

REPOSITORY NARA/Colley Park  
COLLECTION R6326 46-51 Secretary  
BOX No. 90 (NN3-326-98-007)  
FOLDER 692 Eniwetok Atoll (12-1-47)

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UNITED STATES  
ATOMIC ENERGY COMMISSION  
WASHINGTON

MEMORANDUM

July 23, 1948

TO: Mr. Carroll L. Tyler, Manager, Santa Fe Directed  
Operations, Los Alamos

FROM: Captain James S. Russell, USN, Test Director,  
Operation SANDSTONE

SUBJECT: AGREEMENT WITH THE NATIONAL MILITARY ESTABLISHMENT ON  
THE ALLOCATION OF COSTS FOR ENIWETOK PROVING GROUND

REFER TO  
SYMBOL: MAW:JSR

The attached agreement is forwarded for your information.

Funds to defray costs to the Atomic Energy Commission will  
be furnished the National Military Establishment by the Washing-  
ton office of AEC by direct allocation.

There have been no estimates of cost yet made.

James S. Russell  
Captain, USN

*original cross-indexed*

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UNITED STATES  
ATOMIC ENERGY COMMISSION  
WASHINGTON

MEMORANDUM FOR The Joint Chiefs of Staff

THROUGH: Chairman, Military Liaison Committee

SUBJECT: AGREEMENT FOR ALLOCATION OF COSTS BY ATOMIC  
ENERGY COMMISSION AND ARMED SERVICES FOR  
ENIWETOK ATOLL

- REFERENCES: (1) Memorandum with enclosure, from Colonel  
Ives to Chairman, AEC, dated June 21, 1948,  
symbol SM-10333, subject as above.
- (2) Memorandum from Commander Ashworth to  
General Manager, AEC, dated July 6, 1948,  
symbol MLC 31.24, subject as above.

The Atomic Energy Commission concurs in the draft agreement for the allocation of costs to be borne by the Atomic Energy Commission and the Armed Services for continuing the operations at Eniwetok Atoll as a proving ground.

The Atomic Energy Commission further concurs that the agreement be made effective as of May 30, 1948.

For the Atomic Energy Commission

Carroll L. Wilson  
General Manager

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~~SECRET~~

NATIONAL MILITARY ESTABLISHMENT  
MILITARY LIAISON COMMITTEE

MLC 31.24

July 6, 1948

MEMORANDUM to the General Manager, Atomic Energy Commission

Subject: Agreement for Allocation of Costs by Atomic Energy Commission and Armed Services for Eniwetok Atoll.

1. Transmitted herewith are papers subject: "Draft Agreement for the Allocation of Costs to be Borne by the Atomic Energy Commission and the Armed Services," from the Joint Chiefs of Staff requesting concurrence and/or comment.

2. It is requested that correspondence be returned through the Military Liaison Committee.

FOR THE COMMITTEE:

/s/  
F.L. ASHWORTH  
Commander, USN  
Executive Secretary

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BY 12/27/93 DGEW/1003~~

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THE JOINT CHIEFS OF STAFF

SM-10333  
21 June, 1948

MEMORANDUM FOR THE CHAIRMAN, ATOMIC ENERGY COMMISSION

THROUGH: Chairman, Military Liaison Committee

SUBJECT: Agreement for Allocation of Costs by Atomic Energy  
Commission and Armed Services for Eniwetok Atoll

The Joint Chiefs of Staff consider that the fiscal agreement for Operation SANDSTONE does not adequately cover questions arising from the continued operation of Eniwetok Atoll as a permanent proving ground upon completion of Operation SANDSTONE. The enclosed draft agreement for the allocation of costs to be borne by the Atomic Energy Commission and the Armed Services for the operation of Eniwetok Atoll as a permanent proving ground has been approved by the Joint Chiefs of Staff and is submitted for the concurrence of the Atomic Energy Commission.

Eniwetok Atoll was garrisoned as a permanent proving ground on 30 May 1948 (Eniwetok date: 31 May). The Joint Chiefs of Staff therefore suggest that the enclosed agreement be made effective as of that date.

For the Joint Chiefs of Staff

/s/

JOHN H. IVES  
Colonel, USAF,  
Deputy Secretary



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E N C L O S U R E

DRAFT AGREEMENT FOR THE ALLOCATION OF COSTS TO  
BE BORNE BY THE AEC AND THE ARMED SERVICES

1. The following principles will govern the allocation of costs to be borne by the Atomic Energy Commission (AEC) and the Armed Services for activities related to the ENIWETOK ATOLL and the Atomic Proving Grounds thereon. In the phrase "attributable to maintenance, construction, activities or future tests at the Eniwetok Atomic Proving Grounds" used below it is the intention to differentiate between those costs for specific maintenance activities over and above those costs normal to a military garrison.

a. The AEC will be charged with the following expenditures:

(1) All construction costs, including buildings, roads, bridges, utilities, installations, runways, facilities, dredging, harbor improvements and preparation of test sites providing that prior approval is obtained from AEC for costs involved. It is further understood that the military services are authorized to proceed with minor construction considered necessary for the Garrison Force without prior approval or cost to AEC.

(2) All travel including mileage and/or per diem for military personnel and civilian employees where travel involved is directly attributable to maintenance, construction, activities or future tests at the Eniwetok Atomic Proving Grounds. No charge shall be made for transportation furnished in government-owned ships or aircraft except for subsistence.

(3) Administrative expenses including salaries and overtime for civilian personnel which may be directly attributable to the maintenance, construction, activities or future tests at the Eniwetok Atomic Proving Grounds.

(4) All maintenance and operation costs in connection with the Eniwetok Atomic Proving Grounds, except those costs connected with the normal maintenance and operation of a military garrison.

(5) Cost of all supplies and equipment, including conversion and reconversion thereof, procured from military stocks or commercial sources and directly attributable to maintenance, construction, activities or future tests at the Eniwetok Atomic Proving Grounds including freight charges on commercial carriers.

(6) Special clothing or personal equipment if procurement is directly attributable to the maintenance, construction, activities or future tests at the Eniwetok Atomic Proving Grounds.

b. The Armed Services will be responsible for the following expenditures:

(1) All pay and allowance of military personnel, except mileage and/or per diem chargeable to AEC in accordance with paragraph 1 a (2) above.

(2) All clothing or personal equipment for military personnel, except as outlined in paragraph 1 a (6) above and subsistence except while in a travel status chargeable to AEC in accordance with paragraph 1 a (2) above.

(3) All transportation costs of military and civilian personnel, equipment and supplies on government-owned ships or aircraft, except per diem chargeable to AEC in accordance with paragraph 1 a (2) above.

(4) All costs for research activities which may be conducted by the Armed Services which are not planned or requested by the AEC.

(5) Equipment and supplies for military garrison which would normally be borne by the services involved.

2. The decision for the interpretation of allocation of specific costs in accordance with the above agreement will be the responsibility of CinCPac. In the event that additional major categories of expenditures should develop, the allocation of costs will be the subject of further agreements between the AEC and the Armed Forces.

3. The financial procedures with respect to fiscal and property accounting and disbursement of funds will be in conformity with established procedures of the services involved.