

OFFICE MEMORANDUM

Date II-2-49

Mr. Carter

Department _____

It seems to me, from reading the attached correspondence, that Mr. Jones could make-and easily justify-an exception, on the ground that the CAA is a governmental, not a private or profit making agency, and that it is putting so much into the airport. Of course, ~~it~~ I can see and sympathize with Mr. Jones' position but when you're in a situation like this \$3,000 annual profit on gasoline might cost many times that amount in other ways. Besides, the city- if it sticks to its position-may lose most of the \$3,000 anyway by the CAA servicing its planes elsewhere. In that event the city might lose both the goodwill of the CAA and the money. JMN