(COPY OF LETTER FROM MR. HEARST SENT TO MISS MORGAN AT HOTEL

LANKERSHIM)



June 13, 1929.

Dear Miss Morgan:

I think it would help to separate Rossi's expenses into divisions.

For instance, the kitchen, janitor, Rossi's office, are more or less fixtures, and not directly construction workers. The same thing applies to Mr. Williams and his helpers, who should be in this first division.

Mr. Rossi's incidental bills may be included in this, and also the camp food supplies, the gas and oil, and auto repairs and parts.

Another division is the actual workers, such as teamsters, laborers, carpenters and helpers, electricians and helpers, stonesetters, tile-setters, plasterer and helper, painters, plumbers, casterstone men, chimneymen, and treemen, the payrool at San Simeon and poultry plant. In this division also could be included Mr. Rossi's salary.

A third division comprises San Francisco payrolls, such as mosaic workers, carving and modelling, marble work and workers, etc.

And a fourth division is purchases and supplies such as lumber, plumbing supplies, electrical supplies, plain and ornamental tile shipment, shipment of mosaic for Neptune plunge, and instalment of warehouse fire system, etc.

That makes roughly four divisions.

The reason for making these divisions is desirability of clarifying the expenses in different directions and determining what the essential expenses are towards progress on the Hill.

I have gotten Mr. Slattery's expenses down under \$15,000. I think I would like to add a few men on the actual Hill payrool in order to get in more workers.

I am sure we could spend \$12,000 on the actual Hill payroll, possibly \$15,000. We will keep the poultry plant and San Simeon payrolls as they are, the warehouse payrolls as they are, and San Francisco payrolls as they are, because the men would be added to the Hill payroll largely for mere concrete development.

Then with the various supplies and purchases in one division, I think we can proceed to clear up budget payments, such as the marble work, the warehouse fire system, etc., and get them out of the way.

If you will let me know what we owe on these I will send you the money to make the payments, and we will get on a basis of a little quicker progress.

Sincerely,