606 ROYAL COMMISSION 1943-1944

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FILE. 605

ROYAL COMMISSION

REPORT OF THE ROYAL COMMISSION

APPOINTED PURSUANT TO ORDER-IN-COUNCIL.

P.C. # 9498, TO ENQUIRE INTO THE PROVISIONS

MADE FOR THE WELFARE AND MAINTENANCE OF

PERSONS OF THE JAPANESE RACE RESIDENT IN

SETTLEMENTS IN THE PROVINCE OF BRITISH

COLUMBIA

of December 14th, 1943, which reads in part as follows:-

" The Committee of the Privy Council have had before them a report, dated December 9th, 1943, from the Minister of Labour, representing with reference to Order-in-Council, P.C. 946 of February 5th, 1942, which empowers the Minister of Labour to make provision for the maintenance and welfare of the persons of the Japanese race evacuated from the protected areas of British Columbia, that it is deemed advisable that an inquiry be made into the present provision made for the maintenance and welfare of persons of the Japanese race resident in settlements in the interior of British Columbia under the administration of the Department of Labour, by the appointment of a Commission for an immediate inquiry into such matters and to report thereon to the Minister of Labour in respect thereto."

" The Minister therefore recommends that Dr. F.W. Jackson, Deputy Minister of Health and Public Welfare, Province of Manitoba, Dr. G.F. Davidson, Executive Secretary, Canadian Welfare Council, Ottawa, W. R. Bone, Administrator of Social Services, City of Vancouver, and Mrs. Mary Sutherland, Revelstoke, B.C., be appointed Commissioners under Part I of the Inquiries Act, to inquire into the provision made for the welfare and maintenance of persons of the Japanese race resident in the settlements in the Province of British Columbia under the administration of the Department of Labour and to report thereon to the Minister of Labour, together with such recommendations as to further measures to be taken with regard thereto as the Commission deems advisable and that Dr. F.W. Jackson be the Chairman of such Commission; "

Your Commissioners so appointed met in Vancouver on December 20th and extended their investigations and hearings over the period to January 12th, 1944.

ROYAL COMMISSIO

At the first meeting held in the offices of the British Columbia Security Commission, 360 Homer Street,

Vancouver, the organization of Your Commission's activities and the method of procedure for Your Commission's inquiry were discussed and determined.

Mr. George Collins, Commissioner, B.C. Security
Commission, was invited to be present to outline the administrative policy in respect to the care of the persons of the Japanese
race resident in the Interior Settlements. It was decided to
proceed to Tashme immediately to obtain a picture of the general
conditions, and to become acquainted with the problems likely to
be encountered. A letter was sent to all Settlements inviting
their Japanese Camp Committees to appear before Your Commission
and make representations in writing respecting matters of
complaint. It was agreed that these meetings would be informal
and would be held in camera, but that the written brief and the
transcript of discussion at the time of presentation should be
certified and signed for the Japanese Camp Committee. These
form appendices B and C, S to 15 inclusive.

Based on the experience gained on the visit to

Tashme, the following procedure for investigation of other camps
was decided upon as generally applicable:-

- 1. Discussion on camp management with the camp supervisor,
- 2. Meeting with the Japanese Camp Committee,
- Japanese Camp Committee to be undesirable, and visits to all parts of the Settlement accompanied by members of the Japanese Camp Committees,
- Your Commission from the beginning was aware of the difficulty of finding an adequate "yardstick" by which to appraise the welfare and maintenance of the persons of the Japanese race resident in the Interior Settlements.

be applied:-

- 1. The physical condition of the people, including that of the children, and a comparison with their pre-evacuation condition as recorded in obtainable health records;
- 2. The adequacy of maintenance rates for indigent families to be determined by comparison with their pre-evacuation standard of living and with the standard of other persons receiving public aid:
- The adequacy of housing conditions as determined by a comparison with their pre-evacuation dwellings, by their suitability for climatic conditions, and the availability of building materials;
- 4. The extent of opportunity for occupation on a self-supporting basis as compared with pre-evacuation opportunities;
- 5. The adequacy of the educational programme and school facilities for the children in the Interior Settlements;
- 6, Availability and use of Japanese assets.

The complaints most frequently encountered in

Your Commission's investigation of the Settlements were:-

- That the maintenance rates for indigent Japanese are insufficient to buy adequate food at prevailing prices;
- 2. That houses are overcrowded, unsafe during winter weather, and unsuited to severe climatic conditions;
- 3. That the supply of fuel is inefficiently distributed and of inferior quality;
- 4. That there is unreasonable delay in supplying needed clothing and shoes to families on maintenance;
- 5. That the health of the people is adversely affected by inadequate housing and insufficient food and that this has resulted in increased illness and malnutrition of children;
- 6. That there is a lack of facilities for indoor recreation during winter months, especially for children.

ROYAL COMMISSION

ADMINISTRATION

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Your Commission, as instructed, has made an extensive and thorough investigation of the wolfare and maintenance of the people of the Japanese race in Interior Settlements. It records its admiration for the splendid piece of work executed by the original B.C. Security Commission in its task of evacuating twenty-three thousand persons from the Defence Area to temperary residence elsewhere. There was no precedent to follow. The construction problem alone, during the peak of war stringency of materials was a gigantic achievement. The evacuation of these people with, so far as Your Commission can find, a minimum of hardship is a matter for congratulation.

Your Commission is impressed with the generally adequate administration of the program in the Settlements by the Department of Labour of the Dominion Government through its instrument, the B.C. Security Commission. The B.C. Security Commission functions on the whole efficiently and would appear to be adequate for the carrying out of the policy established by the Government. The co-ordination of the various local administrative units is good. The office quarters from which the B.C. Security Commission operates, although originally sufficient are, at present, evercrowded. No provision is made for a rest room for the female staff.

The local administrations at the various Interior Settlements are located in suitable quarters and the administrative work, generally speaking, is efficient. A large percentage of the staffs at each local administration office is recruited from the residents of the Settlements.

In the following pages Your Commission has set forth its findings and recommendations in categorical fashion. In stating its findings, Your Commission draws attention to this fact, that the Interior Settlement projects are a temporary means of meeting an emergency. The Settlements are stated by

the Department of Labour to be, "A step in the evacuation process and a training ground for employment... in the Prairies and the East." (1) It has never been the policy so far as Your Commission can learn, to develop the Settlements with any contemplation of permanency. With this your Commission is in entire accord. Consequently, in evaluating the welfare and maintenance of the people in the Interior Settlements, the temporary aspect of the provisions should be borne in mind at all times.

The appendices contain the details of the representations made to Your Commission and other supporting data.

MAINTENANCE

FINDINGS

All indigents except certain groups of older persons in the Interior Settlements receive their maintenance in cash and purchase their food at Commission or local stores. Your Commission received no complaints in respect to food obtainable. Foods inspected in the stores were of average or better quality. There was a fair range of cheaper cuts of meat and fish, as well as of the more expensive varieties. In all the Settlements Japanese were encouraged to, and did, use all available land for garden purposes.

Every representation made by Japanese camp committees requested an increase in the present food maintenance rates, despite the fact that the rates of food maintenance of the B.C. Security Commission are slightly higher than the provincial social assistance rate, that of the City of Vancouver for Orientals and that given by the Department of Pensions and National Health for war pensioners requiring supplemental assistance.

In support of their argument some of the Japanese camp committees contended that the Occidental in receipt of food maintenance has more opportunity of supplementing his food

⁽¹⁾ APPENDIX 2 PAGE 2 PARAGRAPH 8

allowance with money earned at casual labour than the Japanese. With this Your Commission does not agree having in mind that only unemployable Occidentals are on public assistance at the present time.

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Your Commission has made no attempt to ascertain whether any of the food rates above-mentioned are adequate, but the evidence of the Health Examinations of school children together with the general improvement in health shows that the food obtained by the Japanese in the Interior Settlements is sufficient to maintain health, proper growth and development, (1)

Representations were also made in respect to clothing and fuel. In regard to clothing there was no complaint regarding quality. It was generally alleged that the interval between the issuance of the requisition and the delivery of the clothing was too long. The supply and quality of the wood was generally found satisfactory.

RECOMMENDATION

Your Commission recommends that there be no increase in the present food maintenance rates for employable persons and their dependents. It believes it to be in the best interests of both the Japanese themselves and the public that the employable persons should accept proferred work instead of maintenance at public expense. Your Commission further recommends an increase of not more than 10% in the food maintenance rates in the case of the aged, infirm and unemployable persons and their dependents, to be granted at the discretion of the Welfare department. It is recognized that in the case of this entire group its food maintenance rates cannot be augmented by casual labour to cover necessities other than foodstuffs.

SHELTER

FINDINGS

Your Commission after an extensive investigation of all housing in the Settlements saw no evidence to substantiate

⁽¹⁾ APPENDIX 6 PAGE 3 TABLES 2 & 3

the complaint that the new housing erected by the B.C. Security Commission was of unsafe construction. Although this housing is only of a temporary nature many houses have been winterized through the initiative of the occupants and with the assistance of the B.C. Security Commission in supplying materials.

Due to the urgency of the evacuation problem a number of unsuitable, unsafe vacant buildings in some Interior Settlements were made into multiple dwellings and are still being used for this purpose.

Your Commission inspected the former Japanese housing on Powell Street in Vancouver, at Steveston and several cannery settlements on the lower Fraser. The new housing as erected by the B.C. Security Commission is superior to that which Your Commission visited. The buildings in the Interior Settlements which are divided into apartments while in most cases unsafe and undesirable are, Your Commission believes, equal to the quarters previously occupied by those Japanese who formerly resided in the Powell Street area.

In respect to the complaint of overcrowding

Your Commission finds that especially in remodelled buildings this
applies. This, however, must be viewed in the light of preevacuation living standards of the Japanese of Canada and of
existing conditions in many Occidental committees during war-time.

This situation is being alleviated as the Japanese families cooperate with the B.C. Security Commission in moving to outside
employment and rearranging the family groupings within the settlement. Much more can be done in this connection when the B.C.
Security Commission has more co-operation from the Japanese.

RECOMMENDATION

Your Commission recommends that the B.C.

Security Commission continue the policy of winterizing houses
for those unable to do the work themselves and of making available
the necessary materials for the others. Your Commission further

of outside placement and the rearrangement of the families in the existing accommodation believing that the solution to the problem lies in this direction rather than in providing extra housing.

In this connection particular attention should be given to the transfer of families from old remodelled buildings to Commission erected housing as space becomes available.

EMPLOYMENT

FINDINGS

Your Commission has examined the productive work and special industries provided by the B.C. Security Commission for the residents of the Settlements. These have been developed to a commendable degree of efficiency. It is the opinion of Your Commission that except in occasional circumstances not a great deal more can be dono. This view is arrived at having due consideration to available raw materials, the location of the Sottlements and the skill of the residents. Your Commission is impressed with the fact that those in remunerative occupation in the camps are the better-educated and trained, the more officient and generally more personable individuals. It is the opinion of Your Commission that persons so occupied are those that could most readily fit into outside employment. Your Commission approves the policy of the Department of Labour in considering the Interior Settlements as Clearing-stations, and Training centres. (1) The policy of dispersing the Japanese across Canada in productive, self-supporting employment singly, in small groups or family units where they have the opportunity of being assimilated into local community life, Your Commission

⁽¹⁾ APPENDIX 2 PAGE 3 PARAGRAPH 2

ROYAL COMMISSION

believes to be in the best interests of Canada and of the persons of the Japanese race themselves. Respecting the complaint of unfairness in withholding maintenance from single employable persons 18 years of age and over with Canadian citizenship who refuse to accept suitable remunerative employment offered, Your Commission accepts this policy as fair and sound and a necessary step in the re-establishment of the individual in self-supporting employment. Your Commission is of the opinion that this policy should also apply to Japanese Nationals. From all information available, Your Commission is assured that there is ample opportunity for employment outside the Settlements for all employable Japanese.

Representations were made by all Japanese camp committees requesting an increase in the scale of wages paid by the B.C. Security Commission. Your Commission found that the representations did not take into account the perquisites such as shelter, fuel, light and medical care supplied in addition to the wages received from the Commission for which only a token deduction is made.

RECOMMENDATION

Your Commission recommends:

- (a) That the policy of placement in self-supporting employment be accelerated by directing those persons at present employed by the B.C. Security Commission to such positions.
- (b) That persons presently unemployed be placed in the positions thus vacated, even if this involves some loss in operating efficiency, in order that they be trained to be self-supporting outside.
- (e) That the co-operative relationship of the B.C. Security Commission and the National Selective Service to this end be continued and extended.

- (d) That Welfare Departments at the Settlements be strengthened so that more emphasis will be placed on interpreting the advantages to be derived from outside employment for those who are eligible.
- (e) That consideration be given in those Settlements where it may be practicable, to an increased wage scale and that reasonable doductions be made for any services which may be supplied by the B.C. Security Commission.

EDUCATION

FINDINGS

Your Commission finds that although education is and always has been a provincial right and obligation, the Department of Education of the Province of British Columbia has refused to take any responsibility for the education of the Japanese children in the Interior Settlements although before these same children were evacuated from the Defence area this responsibility was recognized and assumed. (1) The B.C. Security Commission is providing education for Japanese children in the Interior Settlements by making available instruction up to Grade VIII through teachers secured from the higher-educated Japanese personnel of the camp. In the case of individuals, High School education is given by means of correspondence courses supplied by the Department of Education of the Provincial Government, payment at cost being made direct by the students to the Department of Education. No kindergarton or high school education is being provided by the B.C. Security Commission but in some of the Settlements qualified teaching missionaries are giving instruction. Premises are arranged for by their respective churches. Natural lighting in improvised classrooms is inadequate although this in some instances is being rectified by the installation of artificial lighting. There is considerable overcrowding in some of the classrooms.

⁽¹⁾ APPLNDIX 7 - E.

RECOMMENDATION

Your Commission recommends that negotiations be re-opened with the Department of Education of the Province of British Columbia to the end that it reassume its obligation in respect to the education of the children of the Japanese race.

MEDICAL CARE

FINDINGS

At all Interior Settlements Your Commission found an excellent programme of medical care including hospitalization, modical and dental services. (1) Sufficient hospital beds are provided by the B.C. Security Commission or arranged for through local hospital facilities. Woll-staffed medical clinics are established at each centre. Your Commission is gratified to note that the emphasis on the medical programme is on the prevention of disease. Accepted immunization procedures are carried out at each of the Settlements and practically all children have been protected against smallpox, diphtheria, scarlet fever, typhoid fever and whooping-cough. Pre-natal and baby Clinics are available at all Sottlements and are well patronized by the Japanese people. School medical services are also provided. Both Occidental and Japanese Doctors are employed on a full-time basis, in centres where there are no local Doctors avoilable or are used to augment the local Physicians.

The B.C. Security Commission's hospitals are well constructed and adequately staffed. Registered nurses are in charge at all points and are assisted by Japanese girls who have been trained at the hospitals as Nursing Aides.

Tuberculosis has always been a serious problem amongst the Japanese people. To combat this the B.C. Security Commission has established a Sanatorium at New Denver. The potential bed capacity of this Institution is, Your Commission

⁽¹⁾ APPENDIX 6 TABLE 1

believes, adequate for the needs of the Japanese for the treatment of Tuberculosis. Your Commission finds the Japanese people exceptionally healthy. To evaluate the health of the Japanese people, Your Commission conducted a health survey. The examination of 1,319 Japanese children in the Interior Settlements proved them to be above the average in height and weight as compared to the Japanese children in the same age group in the pre-evacuation period as shown by the records of the Greater Vancouver Netropolitan Health Committee. (1) No epidemic disease of any consequence has been prevalent in any of the Settlements during the past year. In the opinion of Your Commission the medical care provided at the Interior Settlements for Japanese people exceeds that received by the average Canadian.

RECOMMENDATION

Your Commission recommends that the Tuberculosis
Case-finding programme be extended to all Settlements. Your
Commission further recommends that the Japanese Nurse on the
B.C. Security Commission staff at Kaslo, who has been specially
trained in Public Health, be used to assist in the programme by
carrying out health education amongst the Japanese throughout
all the Settlements.

RECREATION

FINDINGS

All Japanese camp committees drew attention to an alleged lack of recreation facilities for children and adults, especially during the winter season. Your Commission during its inspection of the Settlements visited premises which were used for recreational purposes. These consisted of accommodation set aside in most of the centres for the Japanese camp committees. At least one or more school rooms in all Settlements were available

⁽¹⁾ APPENDIX 6 TABLE 2

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for meetings, concerts and other entertainments after school hours. In many instances class room partitions were removable for this purpose. Picture-shows were available at nearly all Settlements, skating, skiing and sleighing were also part of the recreational facilities at all Settlements.

During the summer months tennis, basket-ball, baseball and swimming are available. Having in mind the temporary nature of the Settlements and the generally clement weather of the Interior of British Columbia Your Commission is of the opinion that a minimum of inconvenience and hardship exists under the present set-up.

RECOMMENDATION

Your Commission recommends that no further capital expenditures be made for Recreational facilities.

JAPANESE

ASSETS

FINDINGS

Your Commission received no complaint in respect to the policy of the B.C. Security Commission in retaining liquid assets of Japanese to the extent of \$260.00 for each adult and \$50.00 for each child as a rehabilitation fund.

Inquiries were made of the Japanese camp committees at several Settlements in reference to this policy, and the principle was approved although they did not care to state definitely that the amount being retained was sufficient for their re-establishment.

Your Commission discussed with the Custodian,
Japanese Section, Department of the Secretary of State, and the
Commissioner of the Japanese Placement, the question of the
disposal of Japanese liquid assets. It was found that the
procedure presently followed is to release such assets to the

Japanese when requested to do so, if in the opinion of the Custodian and the Commissioner of Japanese Placement such action is doemed desirable, the distribution being made in such manner and in such amounts as may be mutually arranged.

RECOMMENDATION

Your Commission recommends:

- (a) That when any Japanese person with his dependents becomes established outside of the Interior Settlements, that all his liquid assets be released to him on request.
- (b) That the present policy of retaining liquid assets as a rehabilitation fund in the amounts already established for those persons who are resident in the Interior Settlements be continued.
- (c) That where a Japanese resident in the Interior Settlements has liquid assets that these be distributed to the owner as and when the Commissioner of Japanese Placement may decide.

SUMMARY

YOUR COMMISSION IS OF THE UNANIMOUS OPINION THAT
THE PROVISIONS MADE BY THE GOVERNMENT OF CANADA THROUGH THE DEPARTMENT OF LABOUR FOR THE WELFARE OF THE JAPANESE IN THE INTERIOR
SETTLEMENTS IN BRITISH COLUMBIA ARE, AS A WAR-TIME MEASURE,
REASONABLY FAIR AND ADEQUATE.

GENERAL OBSERVATIONS

UNOFFICIAL PRESENTATIONS

Besides the representations made by the Japanese camp committees, Your Commission received many comments both written and oral in respect to the operation of the Interior Settlements. The majority of these were of a nature favourable to the present Government policy as related to the welfare and maintenance of the Japanese people.

An example of this is a quotation from a letter presented to Your Commission by a group of naturalized Japanese whose opinion the Japanese camp committee did not represent:-

"We representing the Naturalized Canadians here respectfully express to you that we are quite satisfied with food and housing here. We must realize that we are under the conditions of wartime restrictive regulations and transportation. If we want to buy certain food materials at the stores here, we can get them all right. Sometimes they could not get them as much as we expect under the present wartime conditions, no one should be blamed. Regarding the housing, we have the Japanese Carpenter paid by the Supervisor. If there is anything wrong about the house, the Supervisor will instruct the Carpenter to fix it immediately.

The Japanese Doctor here looks after the Sanitation and the Ventilation of houses, we presume he will report to the Supervisor who will attend to it immediately. The officials here who look after us are very kind-hearted and considerate. We must co-operate with the officials. "

JAPANESE WAR VETERANS

In two of the Settlements visited representations were made on behalf of Japanese Veterans of the Canadian Army, 1914-18, pointing out that no distinction is being made between ex-service men, despite their military service to Canada, and other Japanese. Your Commission is sympathetic to their request that they be given preferred treatment if this is possible.

POLICING

At all settlements visited, law enforcement was under the jurisdiction of small details of the Royal Canadian Mounted Police. No military control is exercised, the Royal

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Canadian Mounted Police being responsible for all movement and discipline of the Japanese in the Interior Settlements. Your Commission found that the Japanese appreciate the fair manner in which the Royal Canadian Mounted Police carries out its duties.

ADMINISTRATIVE DETAIL

Both in the briefs presented by the camp committees and in the discussions following presentations, a number of minor matters of administrative detail were brought to the attention of Your Commission. These Your Commission has taken the liberty of referring directly to the B.C. Security Commission for its consideration.

In conclusion, Your Commission wishes to express its appreciation for the co-operation and assistance of the Advisory Committee, to the B.C. Security Commission and the Custodian who have given valuable information and advice. It thanks the Provincial Department of Health and the Greater Vancouver Health Committee for making available public health nurses and equipment for the health study. The co-operative manner in which the Japanese camp committees presented their briefs expedited Your Commission's investigations.

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March 21st, 1944.

T.A. Moryson - Suprvr. - KASLO.

RE: Report of the Royal Commission.

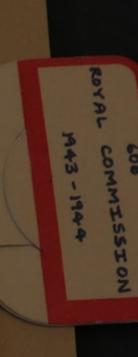
I am enclosing a mimeographed copy of the main findings and recommendations of the Royal Commission on conditions in the Japanese Settlements. I wish you would hand this copy to Mr. Thomas Shoyama, Editor of the "New Canadian" for publication in his paper.

2. For your information, the Deputy Minister feels that the publication of the report in a paper so widely read by the Japanese will be helpful both in convincing them that they are justly treated in the Settlements and in persuading the employables to move out to self-sustaining employment.

3. Mr. Shoyama may publish the report in full or in part as he sees fit.

GEORGE COLLINS, Commissioner.

GC/DS Encl: ROYAL COMMISSION





Ottawa, January 27, 1944.

Mr. George Collins, Commissioner,
B.C. Security Commission,
360 Homer Street, Vancouver, B.C.

Dear Mr. Collins:

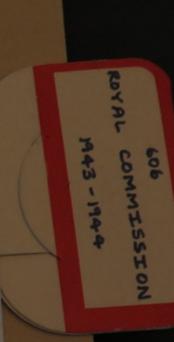
I am enclosing a mimeographed copy of the main findings and recommendations of the Jackson Commission on conditions in the Japanese settlements, omitting the section on "Japanese assets". If you consider it advisable, I wish you would forward this copy to Mr. Thomas Shoyama, Editor of "The New Canadian" with the suggestion that it be published either in whole or in part in his paper, as it is no doubt a matter of great interest to the Japanese themselves. I feel that publication of the report in a paper so widely read by the Japanese will be helpful both in convincing them that they are justly treated in the settlements and in persuading the employables to move out to self-sustaining employment.

This copy of the report should not be forwarded to Mr. Shoyama until the report has been tabled in the House of Commons and made public at this end, which will probably be next week.

Yours very truly, a

A. MacNamara.

Enc.





Ostawa, December 30, 1942

Dr. F. W. Jackson,
Chairmen of the Commission of Inquiry
re Japanese in the Settlements,
c/o The B.C. Security Commission,
360 Homer Street,
Vancouver, B.C.

Dear Dr. Jackson:

One of the matters, which was referred to the Commission for consideration by the Minister, was the question of whether the policy followed by the Department in requiring the Japanese to resort to their own assets for maintenance within certain limits is sound or otherwise and what modifications of such policy, if any, are advisable.

Closely connected therewith is another matter in which this Department and the Custodian of Enemy Property are jointly interested. This matter concerns the question of what measure of future control, if any, should be provided for and exercised in respect to the distribution by the Custodian of the monies thus realized from the sale of assets belonging to the Japanese resident in the Interior Settlements or whose families are resident in the settlements and maintained in whole or part at government expense.

Upon the evacuation of the Japanese from the protected areas of British Columbia, their real and personal property in the protected area, other than monies and securities for monies, was vested in the Custodian of Enemy Property and subsequently the Custodian was authorized to liquidate such assets. In the course of such liquidation, substantial sums of money will be available very shortly for distribution to the former Japanese

(over please)

owners of the proporties thus disposed of. The Department is concerned as to the effect of placing large sums of money, without any measure of control, in the hands of this group of Japanese as not being in the best interests of the Japanese themselves and making it almost impossible to determine the necessity for making provision for future maintenance of the Japanese continuing to reside in the settlements to whom substantial sums of money have thus been turned over. I am enclosing, herewith, copies of correspondence passing between the Minister of Labour and the Secretary of State for Extended Minister desires to have this item included in the terms of reference given to the Commission and to have the benefit of such recommendations as the Commission may deem it advisable to make as to future policy on this matter. Yours faithfully, Copy for Mr. George Collins, Vancouver, B.C.



THE SECRETARY OF STATE OF CANADA

Ottawa, December 29, 1943.

My dear Colleague,-

I have discussed with senior officers in the Custodian's Office your letter of the 22nd instant concerning the liquid assets held by the Custodian in trust for persons of the Japanese race evacuated from the defence areas of British Columbia.

As I am sure you will appreciate, I do not wish, as Custodian, to have under my charge longer than may be found necessary the property of these people.

I am, therefore, pleased that your Department agrees that, in respect of Japanese who are living on a self-supporting basis outside the Interior Housing Units administered by your Department in British Columbia, there is no reason why the assets should not be delivered to the owners.

While we should also like to get rid of the property of the Japanese who are in the Interior Housing Settlements, I am prepared to defer decision on this point until the Commission presently at work submits its report, in case they should make any recommendations or suggestions on the point. I shall, of course, consider with you and, if it appears necessary, with my other colleagues what effect, if any, should be given to recommendations or suggestions made by the Commission on the subject.

I have considered your suggestion that I might wish to suggest the name of another person to be added to the Commission. It appears, however, that the Commission

has ---

The Honourable Humphrey Mitchell,
Minister of Labour,
O t t a w a.

has already been constituted and is at work and I do not think the public interest requires that I should nominate another Commissioner. On the other hand, the officials of the Custodian's Office at Vancouver, which is under the direction of F. G. Shears, will be very glad to furnish the Commission with any information it may desire to have in respect to the disposition which has been made of the property of the evacuated Japanese. Mr. Shears arrived here from Vancouver last night and I had the advantage of hearing his views this morning. He will return to Vancouver during the early part of next week and you may think it well to suggest that the Chairman or Secretary of the Commission get in touch with him at his offices in the Royal Bank Building.

Yours sincerely,

Norman McLarty (signed)
Secretary of State and Custodian.

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Ottawa, December 22, 1943.

Honourable Norman A. McLarty, Secretary of State, West Block, Ottawa, Ontario.

My dear Colleague:

The Deputy Custodian of Enemy Property has raised, in correspondence with this Department, the question of future policy with respect to the release of liquid assets held by the Custodian in trust for the Japanese.

Insofar as this concerns Japanese who are living on a self-supporting basis outside the Interior Housing Settlements administered by this Department, in British Columbia, no question arises and there appears to be no reason why the assets in such instance should not be turned over to this group of Japanese as the Custodian finds himself in a position to do so.

The Commissioner of Japanese Placement, however, who is in charge of the Interior Housing Settlements advises that he would like to have the present policy continued whereby the release of funds to Japanese resident in the settlements or whose families are resident in the settlements, should be subject to control so that large amounts of money will not be placed in the hands of these persons without the concurrence of the Commissioner and that the funds so released should pass through the office of the Commissioner for record purposes. The arguments in favour of following this policy are:

Firstly, that it is in the interests of the Japanese in the settlements to conserve their cash assets pending permanent relocation elsewhere;

Secondly, that it is not conducive to the administration of the settlements that the Japanese

- continued -

therein should have large sums of money on hand;

Thirdly, that a policy of control over the release of funds to Japanese in the settlements would be conducive to their movement elsewhere;

Fourthly, that this control over funds is helpful in the determination of the amount of maintenance which will be provided by the Department for such Japanese.

On the other hand, it is realized that the withholding of funds in such circumstances may furnish a further basis of complaint from the Japanese who have made a strong protest against the disposition of their assets by the Custodian.

As you are no doubt aware, a Commission has recently been appointed, on my recommendation, to inquire into the present provision for maintenance and welfare of Japanese in the Interior Settlements and the policy followed by the Department requiring Japanese to resort to their own assets for maintenance within certain limits and to make recommendations in respect thereto and any further recommendations which the Commission may consider it advisable to make in regard to the welfare of the Japanese in these settlements.

The Commission consists of Dr. F. W. Jackson, Deputy Minister of Health and Public Welfare, Province of Manitoba, as Chairman; Dr. G. F. Davidson, Exective Secretary, Canadian Welfare Council, Ottawa; W. R. Bone, Administrator of Social Services, City of Vancouver, B.C.; and Mrs. Mary Sutherland, Revelstoke, B.C.

The Commission was to meet in Vancouver on the 20th instant and will probably be engaged in the inquiry until about the middle of January.

I believe it would be most helpful if the Commission were asked to include in its inquiry and recommendations this matter that has now been raised as to what restrictions should be placed on the release of liquid assets now in the hands of the Custodian to Japanese in the settlements.

If you are in favour of this procedure being

- continued -

followed, you may wish to suggest the name of another person to be added to the Commission on your nomination. I would appreciate your further consideration of this matter. Yours sincerely, Minister of Labour.