

FEDERAL BUREAU OF INVESTIGATION
FREEDOM OF INFORMATION/PRIVACY ACTS SECTION

SUBJECT: SPIRO T. AGNEW

FILE NUMBER: 58-8211



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Memorandum

TO : Mr. Callahan *MC*

DATE: August 9, 1973

FROM : R. E. Gebhardt *RG*

- 1 - Mr. Callahan
- 1 - Mr. Gebhardt
- 1 - Mr. Long

- Mr. Tolson
- Mr. DeLoach
- Mr. Mohr
- Mr. Bishop
- Mr. Casper
- Mr. Callahan
- Mr. Conrad
- Mr. Felt
- Mr. Gale
- Mr. Rosen
- Mr. Sullivan
- Mr. Tavel
- Mr. Trotter
- Tele. Room
- Miss Holmes
- Miss Gandy

SUBJECT: DALE ANDERSON, COUNTY
EXECUTIVE, BALTIMORE COUNTY,
MARYLAND;
SPIRO AGNEW, VICE-PRESIDENT;
INFORMATION CONCERNING

At 9:55 a. m. today Director Kelley called me concerning the Baltimore teletype of 8/8/73 wherein it was stated that IRS has been conducting a tax investigation relative to captioned matter as a result of which some allegations of bribery and fraud were uncovered. This is the case in which Vice-President Spiro Agnew has been mentioned.

U. S. Attorney, Baltimore, does not believe it to be logical at this time for the FBI to become involved and pointed out the investigation is still basically a tax matter. The extensive investigation by IRS has been conducted for over six months. Mr. Kelley inquired as to whether the FBI was on "sound ground" in not becoming involved in the investigation with respect to the potential violations within our primary jurisdiction such as bribery. I explained to Mr. Kelley it has been basic FBI policy to permit another Governmental agency such as IRS to continue their tax investigation including the investigation of a violation within our primary jurisdiction if such allegation is an outgrowth of their original investigation. Normally, we accept such a situation without any consultation with the headquarters of the agency involved or the Department of Justice.

In view of the personalities involved in this matter, however, we did on 8/8/73, contact the Office of the Assistant Attorney General, Criminal Division. We were advised by the Deputy Assistant Attorney General, Criminal Division, that Henry Petersen, Assistant Attorney General, Criminal Division, had stated this is strictly an IRS matter; the IRS has been investigating this for months; and the bribery allegation evolving from this investigation should be handled by IRS. It was suggested that we establish close liaison with the U. S. Attorney and this has been done. Petersen stated he is not requesting any FBI

See memo 8/14/73

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REG:mcw
(4)

MCT-16

REC-102

N 58 -

CONTINUED - OVER
8211

67 AUG 17 1973

18 AUG 17 1973

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Gebhardt to Callahan Memo
RE: DALE ANDERSON, COUNTY EXECUTIVE,
BALTIMORE COUNTY, MARYLAND;
SPIRO AGNEW, VICE-PRESIDENT;
INFORMATION CONCERNING

investigation at this time in this matter.

Mr. Kelley and I discussed this matter and I advised Mr. Kelley it was my belief that the FBI was definitely on sound ground at this point. Mr. Kelley suggested the possibility of a letter being directed to IRS in this regard. I advised Mr. Kelley it was my view that we should send a letter to the Attorney General with copies to Assistant Attorney General Petersen confirming the information we received from the U. S. Attorney's Office in Baltimore; the U. S. Attorney's opinion as to the conduct of this investigation; the contact on 8/8/73 with the Criminal Division and Mr. Petersen's opinion; and, finally, the fact that we were directing a letter to the Commissioner of IRS advising IRS of the opinion of Mr. Petersen but that the FBI stands ready and able to be of assistance to IRS in conducting any investigation relative to matters normally within the FBI's investigative jurisdiction which are uncovered as a result of the basic tax investigation. -

Mr. Kelley agreed with this procedure and instructed the letters be prepared immediately. I told him this would be done.

ACTION: The necessary letters are being prepared pursuant to Mr. Kelley's instructions.

K

K

WGC

John

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

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Telephone Rm.	_____
Director Sec'y	_____

NR 003 BA PLAIN

11:07 AM URGENT 8-7-73 HD

[Handwritten initials]
TELETYPE

[Handwritten initials]

TO DIRECTOR
FROM BALTIMORE (58-NEW)

DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MD.;
SPIRO T. AGNEW, VICE PRESIDENT; INFORMATION CONCERNING.

RE BUREAU TELEPHONE CALL TO BALTIMORE, 8-7-73.

ON THIS DATE, AUSA BARNET D. SKOLNIK, BALTIMORE, ADVISED INTERNAL REVENUE SERVICE, HAS BEEN CONDUCTING INVESTIGATION FOR SEVERAL MONTHS CONCERNING ALLEGED CORRUPTION, KICKBACKS, AND INCOME TAX MATTERS BY BALTIMORE COUNTY OFFICIALS. HE STATED THAT THIS IS A CONTINUING INVESTIGATION BY IRS AND TOO EARLY AT THIS STAGE TO DETERMINE IF ANYONE INCLUDING VICE PRESIDENT AGNEW WOULD BE INDICTED.


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AUSA SKOLNIK ALSO POINTED OUT THAT IT IS ALSO TOO EARLY AT THIS POINT TO STATE WHETHER THE MATTER WILL BE PRESENTED TO FEDERAL GRAND JURY. REC-102

MCT-16 58-8211-2

AUSA SKOLNIK WAS RELUCTANT TO DISCUSS THE MATTER IN DETAIL, STATING THAT THE NEWSPAPERS HAD MORE INFORMATION THAN HE COULD GIVE.

17
AUG 13 1973

FOR INFORMATION OF THE BUREAU, DALE ANDERSON SUCCEEDED
END PAGE ONE

[Handwritten signature]

6 AUG 14 1973

PAGE TWO

BA 58-NEW

VICE PRESIDENT AGNEW AS BALTIMORE COUNTY EXECUTIVE AT THE TIME
AGNEW BECAME GOVERNOR FOR THE STATE OF MARYLAND IN 1966.

BALTIMORE WILL FOLLOW WITH THE U.S. ATTORNEY'S OFFICE
TO DETERMINE IF THERE IS ANY BUREAU INTEREST IN THIS MATTER
SSSSSSSSSSSSSSSSSSSEND

PLS ACK AND HOLD FOR ONE MORE

DKS FBI HQM

8/8/73

GENERAL INVESTIGATIVE DIVISION

Attached advises of contact with United States Attorney (USA) Beall, Baltimore, regarding the investigation being conducted by the Internal Revenue Service (IRS) involving prominent political figures in the Baltimore area and in which Vice-President Spiro T. Agnew has been mentioned. USA Beall advised investigation is basically an IRS matter, however, other possible Federal violations have been developed including the Bribery statute. USA Beall does not believe it to be logical at this time for the FBI to become involved and pointed out that the investigation is still basically a tax matter.

Deputy Assistant Attorney General John Keeney of the Department advised 8/8/73, he conferred with Assistant Attorney General Henry E. Petersen, Criminal Division, and stated this is strictly an IRS matter, the IRS has been investigating this for months and the bribery evolving from this should be handled by IRS. Petersen suggested liaison should be established with USA Beall and this has been done. Keeney advised that Petersen stated he is not requesting any FBI investigation in this matter.

Baltimore is maintaining liaison with USA Beall.

JDP:aat

KH [unclear] [unclear] [unclear] [unclear]

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

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NR 003 BA PLAIN

P 4:16PM 8/8/73 URGENT DLS

TO DIRECTOR, FBI

FROM SAC, BALTIMORE (58-483) (P) IP

DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MD.;
SPIRO AGNEW, VICE PRESIDENT; INFORMATION CONCERNING.

RE BUREAU TEL TO BALTIMORE, 8/7/73; BUREAU TELEPHONE
CALL TO BALTIMORE, 8/8/73.

USA GEORGE BEALL, BALTIMORE, ADVISED THIS DATE THAT IRS
HAS BEEN CONDUCTING AN EXTENSIVE INVESTIGATION IN THIS MATTER
FOR OVER SIX MONTHS. THE INVESTIGATION IS BASICALLY AN IRS
MATTER, HOWEVER, THE INVESTIGATION HAS DEVELOPED OTHER POSSIBLE
FEDERAL VIOLATIONS, INCLUDING THE BRIBERY STATUTE. USA BEALL
STATED THAT IN VIEW OF THE FACT THAT IRS HAS CONDUCTED EXTENSIVE
INVESTIGATION OVER A CONSIDERABLE PERIOD OF TIME, HE DID NOT
FEEL THAT IT WOULD BE LOGICAL OR WARRANTED FOR THE FBI TO ENTER
THE INVESTIGATION AT THIS TIME. HE POINTED OUT THAT
INVESTIGATION IS STILL BASICALLY A TAX MATTER AND PERHAPS
THE BEST VIOLATIONS, IF ANY, WOULD BE IRS VIOLATIONS.

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18 AUG 12 1973

BALTIMORE WILL MAINTAIN LIAISON WITH USA.

END

GWSWASH DC

ACK CLR

87 AUG 10 1973

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[Handwritten initials]

August 9, 1973

Honorable Donald C. Alexander
Commissioner
Internal Revenue Service
Department of the Treasury
Washington, D. C. 20224

1 - Mr. Gebhardt
~~1 - Mr. Long~~
1 - Mr. [redacted]
~~1 - Mr. Cleveland~~

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distroyed 5/26/73
distroyed 5/27/73
ck 1-11/11

Dear Mr. Alexander:

This is to advise that on August 8, 1973, a representative of this Bureau discussed the current investigation being conducted by the Internal Revenue Service (IRS) and the United States Attorney's Office, Baltimore, Maryland, with Deputy Assistant Attorney General John C. Keeney, Criminal Division, Department of Justice. This investigation concerns various politically prominent individuals in the Baltimore, Maryland, area, as well as Vice President Spiro T. Agnew.

As a result of this discussion, Assistant Attorney General Henry E. Petersen has advised that the investigation is strictly a matter for IRS and that any bribery allegation evolving from the investigation will be handled by IRS. Mr. Petersen also stated he was not requesting any FBI investigation regarding this matter at this time. However, he suggested liaison be established with the United States Attorney's Office in Baltimore, Maryland, and this has been done.

The FBI stands ready and able to be of assistance to IRS in conducting any investigation relative to matters normally within the FBI's investigative jurisdiction which may be uncovered during the tax investigation being conducted by IRS.

REC-102

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- Director Sec'y _____

MAILED 4
AUG 9 - 1973
FBI

Sincerely yours,

C. M. Kelley

Clarence M. Kelley
Director

JDP:aat
(6)

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8-11-4
(Hec)

AUG 17 1973

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MAIL ROOM TELETYPE UNIT

The Attorney General

August 9, 1973

Director, FBI

1 - Mr. Gebhardt
~~1 - Mr. Long destroyed~~
 1 - Mr. [redacted] *destroyed*
~~1 - Mr. Cleveland~~
b7c
WAT

DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MARYLAND
 SPIRO T. AGNEW, VICE PRESIDENT
 INFORMATION CONCERNING

On August 8, 1973, Section Chief Richard E. Long, Accounting and Fraud Section of this Bureau, telephonically contacted Deputy Assistant Attorney General John C. Keeney, Criminal Division, regarding the current investigation being conducted in Baltimore, Maryland, regarding the above-captioned individuals.

Mr. Keeney, after conferring with Assistant Attorney General Henry E. Petersen, Criminal Division, advised that it was the opinion of Mr. Petersen that this investigation was strictly an investigation being handled by the Internal Revenue Service (IRS) and that IRS has been investigating the matter for a number of months.

Mr. Keeney further stated that it was the opinion of Mr. Petersen that any bribery allegations evolving from this investigation should be handled by IRS and that Mr. Petersen was not requesting any FBI investigation regarding this matter at this time. Mr. Keeney did, however, advise it was the opinion of Mr. Petersen that close liaison with the United States Attorney's Office, Baltimore, Maryland, be established and this liaison has been established.

On August 8, 1973, representatives of this Bureau's Baltimore, Maryland, Office, conferred with United States Attorney George Beall who also was contacted regarding this investigation, and he advised that in his opinion, the investigation was basically an IRS violation and pointed out that although other Federal violations have been developed, the investigation was still basically a tax matter. Mr. Beall did not feel that it was logical at this time for the FBI to become involved.

MAILED 2
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SEE NOTE PAGE THREE

18 AUG 17 1973

MAIL ROOM TELETYPE UNIT

6 AUG 17 1973

The Attorney General

While it is clear at this time that the Department does not desire that the FBI become involved, the FBI does, however, stand ready and able to be of assistance to IRS in conducting any investigation relative to matters normally within the FBI's investigative jurisdiction which may be uncovered during the tax investigation conducted by IRS.

A letter is being directed to the Commissioner of IRS advising him of the opinion of Mr. Petersen.

- 1 - The Deputy Attorney General
- 1 - Assistant Attorney General
Criminal Division

The Attorney General

NOTE: The investigation involving prominent political figures in the Baltimore, Maryland, area, as well as Vice-President Spiro T. Agnew has been handled since its inception by the IRS. It started out as a basic tax investigation; however, during the ensuing months, information has been developed indicating there are possibly other Federal violations involved including the Federal Bribery statute. The 8-9-73, edition of "The Washington Post" on page A17, sets forth the text of USA George Beall's letter to the Vice-President's attorney, Judah Best. This letter clearly sets forth the statutes under which the investigation is being conducted, and they are Title 18, Section 371 (Conspiracy), Section 1951 (Extortion), and Section 1952 (Extortion and Bribery). Section 1951 is commonly known as the Hobbs Act, and Section 1952 is the statute covering Interstate Transportation in Aid of Racketeering. While this letter sets forth that the investigation is not limited to these statutes, Beall's letter did set forth these statutes as the main ones in addition to certain criminal provisions of tax laws. At the instructions of the Director, letters are being furnished to the Department and the Commissioner of IRS setting forth the opinions we have received regarding this matter.

UNITED STATES GOVERNMENT

Memorandum

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 Director Sec'y _____

TO : Mr. Callahan

DATE: August 10, 1973

FROM : R. E. Gebhardt *RG*

- ~~1 - Mr. Callahan~~ *destroyed*
- 1 - Mr. Gebhardt *8/29/73*
- 1 - Mr. Long *WRF*
- 1 - Mr. White

SUBJECT: DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MARYLAND;
SPIRO T. AGNEW, VICE-PRESIDENT INFORMATION CONCERNING

At 8:58 a. m. today ASAC Ed Foley, Baltimore Office, called. He advised he had been contacted by U. S. Attorney George Beall concerning captioned matter. (This is the tax case being handled by IRS involving prominent political figures in the Baltimore, Maryland, area including Vice-President Spiro Agnew. As an outgrowth of the tax case, several other potential federal violations within the FBI's jurisdiction have been uncovered. The U. S. Attorney (USA) and Assistant Attorney General Petersen have instructed IRS should continue the investigation in view of the complexity of the case and the length of time it has been under investigation.)

Foley advised USA Beall stated he had talked to Attorney General Richardson and Assistant Attorney General Petersen the night of 8/9/73, and requested the use of an FBI polygraph operator in interviewing at least two persons and possibly four persons on the morning of 8/10/73 in Baltimore. Attorney General Richardson and Assistant Attorney General Petersen, according to Beall, not only gave their authority, but Petersen specifically suggested SA [redacted] of our Philadelphia Office, a qualified polygraph operator. [redacted] was used in the Watergate investigation and apparently Petersen was impressed with the results in that instance.)

Since time was of the essence, I advised ASAC Foley at 9:25 a. m. to comply with the USA's request and that he, Foley, should make the necessary arrangements for the arrival of SA [redacted]. In the event [redacted] was unavailable, he should contact Assistant Director White of the Laboratory for the identity of an alternate Agent to administer a polygraph.

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REG:mcw
(5)

REC-102

58 - 8211 - 6

CONTINUED - OVER

18 AUG 17 1973

6-5-73

Gebhardt to Callahan Memo
RE: DALE ANDERSON, COUNTY EXECUTIVE,
BALTIMORE COUNTY, MARYLAND;
SPIRO T. AGNEW, VICE-PRESIDENT;
INFORMATION CONCERNING

At 10:10 a. m. I contacted Director Kelley in Kansas City and briefed him on the above. He advised he was in total agreement with this action. He did request that he be furnished any results available on Monday, 8/13/73.

ASAC Foley, Baltimore, was advised of Mr. Kelley's instructions as of 10:35 a. m. He stated he did not know if the results would be available by Monday, 8/13/73, but will telephonically advise me if the results were not so available.

ACTION: For information.

*no record
initials
nothing 8/13
anne*

WMS

WAC

BO

PLEASE ROUTE IN ENVELOPE.

8/13/73

GENERAL INVESTIGATIVE DIVISION

Attached relates to the income tax investigation being conducted by the Internal Revenue Service and United States Attorney George Beall, Baltimore, Maryland. Based on information supplied by Assistant Attorney General Henry E. Petersen, the FBI is conducting no investigation; however, Mr. Petersen, on 8/10/73, instructed the FBI to conduct polygraph examination of certain witnesses in this matter. Polygraph examination was approved by Director Kelly on 8/10/73, and attached contains the results of the polygraph examination; however, information contained in the attached is to be handled on a need to know basis. Further polygraph examinations will be made by Bureau Agent on 8/14/73.

JDP:aat

[Handwritten signatures and initials]

FBI

Date: 8/12/73

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Director Sec'y	

Transmit the following in _____
(Type in plain text or code)

Via TELETYPE _____
(Priority or Method of Mailing)

TO: DIRECTOR, FBI

FROM: SAC, BALTIMORE (58-483) P

DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MAR.

SPIRO T. AGNEW, VICE PRESIDENT, INFORMATION CONCERNING,

OO: BALTIMORE

THE FOLLOWING INFORMATION SHOULD BE HANDLED ON NEED TO KNOW BASIS:

ON 8/10/73, AS RESULT OF TELEPHONE CALL FROM ASAC EDWARD F. FOLEY, BALTIMORE, MARYLAND, SA [REDACTED] PHILADELPHIA DIVISION, TRAVELED TO BALTIMORE FOR PURPOSES OF AFFORDING POLYGRAPH EXAMINATION TO INDIVIDUALS INVOLVED IN CAPTIONED MATTER.

POLYGRAPH EXAMINATION TO BE GIVEN TO AT LEAST TWO INDIVIDUALS IN CAPTIONED MATTER, AND POSSIBLY OTHERS.

3 - Bureau
 2 - Philadelphia (58-NEW)
 2 - Baltimore
 JRP:ccs
 (7)

REC-102

58 - 8211 - 7

18 AUG 17 1973

Approved: _____ Sent _____ M Per _____
 Special Agent in Charge

6:00 AM 8/13/73

ON DATE 8/10/73, GEORGE BEALL, U.S. ATTORNEY, BALTIMORE, MARYLAND, IDENTIFIED INDIVIDUALS WHO HE WANTED TO BE QUESTIONED UTILIZING POLYGRAPH TECHNIQUE AS [REDACTED] (NMN) [REDACTED] AND [REDACTED] *md*

ON EVENING OF 8/10/73, A CONFERENCE WAS HELD IN THE OFFICES OF USA BEALL AND AUSA RONALD S. LIEBMAN WAS PRESENT. NO DETAILS WERE FURNISHED SA [REDACTED] AT THIS TIME BUT ARRANGEMENTS WERE MADE FOR INTERVIEW OF [REDACTED] ON MORNING OF 8/11/73.

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ON 8/11/73, USA BEALL AND ASSISTANT LIEBMAN FURNISHED DETAILS OF PART OF THEIR INVESTIGATION TO SA [REDACTED] THEY ADVISED THAT THEIR INVESTIGATION TO DATE WAS HANDLED PRIMARILY BY INTERNAL REVENUE SERVICE AND BY THE USA'S STAFF IN BALTIMORE AND INVOLVED ALLEGED BRIBES, KICKBACKS AND OTHER POSSIBLE CRIMINAL VIOLATIONS, HOWEVER, THE OVERALL INVESTIGATION ORIGINATED AS A TAX MATTER BEING INVESTIGATED BY INTERNAL REVENUE SERVICE. IT WAS STATED THAT [REDACTED] AS WELL AS [REDACTED] ARE BOTH COOPERATING AND HAVE BEEN GRANTED USAGE IMMUNITY. [REDACTED] AND [REDACTED] PROSECUTION AT THIS TIME WAS NOT CLARIFIED. PART OF THE

BA 58-483

BRIEFING OF SA [REDACTED] 8/11/73 INCLUDED THE PARTS PLAYED BY [REDACTED], A [REDACTED] [REDACTED] DURING PERIOD THAT SPIRO AGNEW WAS GOVERNOR, AND ALLEGATIONS THAT VICE PRESIDENT SPIRO AGNEW HAD RECEIVED KICKBACKS. INDICATIONS WERE THAT [REDACTED] HAD BEEN "THOROUGHLY DEBRIEFED" AND PRIMARY THRUST OF POLYGRAPH EXAMINATION WAS TO DETERMINE IF [REDACTED] HAD BEEN TRUTHFUL TO DATE.

ON 8/11/73, [REDACTED] IN PRE-POLYGRAPH INTERVIEW, FURNISHED HIS PART IN THE OVERALL ALLEGED CONSPIRACY INVOLVING BRIBERY AND KICKBACKS AND DIVULGED THAT HE

b7c
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

ON 8/11/73, [REDACTED] WAS ASKED ONE SERIES OF QUESTIONS USING POLYGRAPH TECHNIQUE WHICH AS POINTED OUT WAS TO ASCERTAIN THE TRUTHFULNESS OF HIS INFORMATION FURNISHED USA IN BALTIMORE.

A CONTROL QUESTION, "HAVE YOU INTENTIONALLY GIVEN THE GOVERNMENT ANY FALSE INFORMATION ABOUT THE CORRUPTION INVESTIGATION", RESULTED IN CHARTING A SEVERE EMOTIONAL RESPONSE. IN POST-POLYGRAPH INTERVIEW, ██████ SAID THAT HE HAD FURNISHED FALSE INFORMATION ABOUT AMOUNTS OF MONEY THAT HE HAD RECEIVED IN KICKBACKS BECAUSE HE FEARED PROSECUTION FOR TAX EVASION. IN FURTHER QUESTIONING BY SA ██████, HE ADMITTED THAT THERE WAS ADDITIONAL INFORMATION WHICH MAY BE FALSE INVOLVING ██████. AT THIS POINT, USA BEALL AND HIS ASSISTANT, LIEBMAN, QUESTIONED ██████ AND OBTAINED SOME NEW ADMISSIONS, DETAILS OF WHICH ARE UNKNOWN TO SA ██████. IT IS NOTED THAT ██████ APPEARED REPRESENTED BY COUNSEL AND THAT COUNSEL WAS IN ON THIS QUESTIONING. ██████ WAS IN SUCH AN EMOTIONAL STATE THAT POLYGRAPH EXAMINATION WAS NOT CONTINUED, IT WAS THE DESIRES OF USA AND ██████ ATTORNEY THAT HE BE GIVEN ADDITIONAL TIME TO FURNISH OTHER DETAILS WHICH HE HAD NOT DISCLOSED PRIOR TO THE POLYGRAPH EXAMINATION.

ON 8/12/73, ██████ WAS INTERVIEWED AND AFFORDED POLYGRAPH EXAMINATION. ██████ AS WELL AS ██████ IS REPRESENTED BY ██████ OF BALTIMORE.

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b7C

PART OF THE BRIEFING OF SA [REDACTED] BY USA BEALL INCLUDED ALLEGATIONS THAT [REDACTED] HAD PAID DIRECTLY TO SPIRO AGNEW VARIOUS SUMS OF MONEY INCLUDING ONE \$20,000 PAYMENT IN THE OFFICE OF THE GOVERNOR OF MARYLAND AT BALTIMORE, MARYLAND IN JUNE OR JULY, 1968. THIS REPRESENTED FIVE PER CENT OF CONTRACTS HELD BY [REDACTED] [REDACTED] AND INVOLVED CONTRACTS HE HELD WITH THE STATE OF MARYLAND. THE STANDARD PATTERN OF ALLEGED KICKBACKS INVOLVING VARIOUS LOCAL AND STATE OFFICIALS IN MARYLAND AND INCLUDING SPIRO AGNEW WAS TO OBTAIN THREE TO FIVE PER CENT KICKBACKS FOR EACH CONTRACT THAT WERE GIVEN TO "CONSULTING ENGINEERS". CONSULTANTS DO NOT HAVE TO MAKE A BID ACCORDING TO STATE REGULATIONS AND CONTRACTS WERE AWARDED TO THOSE INDIVIDUALS WHO WERE WILLING TO KICKBACK THE DESIGNATED AMOUNT. [REDACTED] ON 8/12/73, WAS ASKED ONE SERIES OF QUESTIONS WHICH WAS REPEATED. GENERALLY OVERALL, HIS CHARTS DO NOT INDICATE DECEPTION. THERE IS A SLIGHT REACTION TO RELEVANT QUESTION "DURING JUNE, 1968, DID YOU PERSONALLY GIVE AGNEW \$20,000 CASH IN HIS OFFICE IN BALTIMORE, MARYLAND", AND TO QUESTION [REDACTED] (SERIES ONE), "IN FEBRUARY, 1969, DID YOU GIVE

BA 58-483

AGNEW AT LEAST 9,500 CASH KICKBACK IN HIS OFFICE IN THE WHITE HOUSE?" THESE REACTIONS DO NOT NECESSARILY INDICATE DECEPTION AND REACTIONS MAY BE CAUSED BY THE MAGNITUDE OF THE QUESTIONS THEMSELVES.

IN THE SECOND SERIES OF QUESTIONS, THERE WERE INDICATIONS OF POSSIBLE DECEPTION TO TWO QUESTIONS, BOTH RELEVANT, "DID YOU ORIGINATE THE IDEA TO GIVE CASH KICKBACKS DIRECTLY TO AGNEW?", QUESTION [REDACTED] ANSWERED YES, AND QUESTION [REDACTED] ANSWERED NO, "DO YOU KNOW FOR SURE OF KICKBACK MONEY GOING TO AGNEW THAT YOU HAVE NOT TOLD US ABOUT?" THESE LATTER REACTIONS WERE BROUGHT TO THE ATTENTION OF THE USA AND THEY HAVE INTENTIONS TO QUESTION [REDACTED] FURTHER IN THIS REGARD.

USA AND ASSISTANTS ARE EXTREMELY COMPLIMENTARY OF THE POLYGRAPH TECHNIQUE IN THIS MATTER. THEY ADVISED THEY HAD BEEN DIRECTED TO UTILIZE POLYGRAPH BY HENRY PETERSEN, HEAD OF THE CRIMINAL DIVISION, U.S. DEPARTMENT OF JUSTICE. IMPORTANCE OF TECHNIQUE IS PIN-POINTED WHEN IT IS NOTED THAT [REDACTED] FURNISHED ADDITIONAL DETAILS FOR APPROXIMATELY TWO HOURS ON MORNING OF 8/12/73 THAT HE HAD NOT PREVIOUSLY GIVEN GOVERNMENT ATTORNEYS AND

BA 58-483

b7C
THROUGHOUT PRE-POLYGRAPH INTERVIEW AND POST-POLYGRAPH INTERVIEW, ██████████ CONTINUED TO RECALL SPECIFIC INSTANCES WHICH MAY BE OF BENEFIT IN THIS INQUIRY.

THE ABOVE INFORMATION IS BEING BROUGHT TO THE ATTENTION OF THE BUREAU TO MAKE MATTER OF RECORD THAT POLYGRAPH EXAMINATION HAS BEEN CONDUCTED; MORE DETAILS LATER DIRECTLY REPORTING RESULTS OF POLYGRAPH EXAMINATIONS WILL BE FORWARDED BUREAU INDEPENDENTLY.

b7C
AT CONCLUSION OF POLYGRAPH INTERVIEWS 8/12/73, USA BEALL ADVISED THAT ██████████ HAD BEEN PHYSICALLY SPENT AS A RESULT OF THE POLYGRAPH INTERVIEW, PROVING THAT HE HAD BEEN DECEIVING TO SOME DEGREE. ██████████, WITH THE ENCOURAGEMENT OF HIS ATTORNEY, IS RETURNING ON 8/13/73 TO FURNISH WHAT IS DESCRIBED AS COMPLETE DETAILS OF PREVIOUSLY UNDISCLOSED INFORMATION TO THE USA AND HIS STAFF. USA BEALL ADVISED THAT HE DESIRED THAT ██████████ BE REINTERVIEWED USING POLYGRAPH TECHNIQUE ON TUESDAY, 8/14/73, TO VERIFY THE TRUTHFULNESS OF INFORMATION FURNISHED BY ██████████ TO DATE. ██████████ WILL BE REINTERVIEWED UTILIZING TECHNIQUE UACB 8/14/73.

BA 58-483

b7c INTERVIEWEES [REDACTED] AND [REDACTED] BOTH SIGNED FD 328
(CONSENT TO INTERVIEW WITH POLYGRAPH) PRIOR TO BEING
INTERVIEWED AND SIGNED IN PRESENCE OF THEIR ATTORNEY.

USA AND ASSISTANTS, BALTIMORE, EXTREMELY GUARDED
IN DISSEMINATION OF INFORMATION CAPTIONED MATTER. USA'S
OFFICE FEARS POSSIBLE LEAK OF INFORMATION INVOLVING VICE
PRESIDENT WOULD BE INJURIOUS TO THEIR CONTINUING INVESTIGATION
AND REQUESTS THAT FBI HANDLING BE ON NEED TO KNOW BASIS.

Federal Bureau of Investigation
Records/Operations Sections

FR UTD 10-12, 19 80

- Name Searching Unit, 4989, TL# 121
- Service Unit, 4654, TL# 225
- Special File Room, 5991, TL# 122
- Forward to File Review, 5447, TL# 143
- Attention _____
- Return to [Redacted] 7383, 119 [Redacted] Supervisor, Room, TL# , Ext.

b2

- Scope of Search: (Check One)
- Automated Data Base - 5 & 20
 - Automated Data Base - 5 & 30
 - Unrestricted (ADB & Inactive Index)

- Type of Search Requested:
- All References (Security & Criminal)
 - Security Search
 - Criminal Search
 - Main

OCT 18 1980

References Only

- Special Instructions:
- Exact Name Only (On the Nose)
 - Buildup Variations
 - Restricted to Locality of _____

Subject [Redacted]
AKA(s) [Redacted] b7c

Birthdate & Place [Redacted]

SSAN _____

Localities [Redacted]

R# _____ Date 10-16 Searcher Initials cat

File Number	Serial	Ident	ADB	Inactive	Date of Ref M/Y
<u>58-8211-</u>	<u>7</u>		<input checked="" type="checkbox"/>		
<u>62-5-</u>	<u>40239</u>		<input checked="" type="checkbox"/>		

UNITED STATES GOVERNMENT

Memorandum

- Assoc. Dir. _____
- Asst. Dir.:
- Adm. _____
- Comp. Syst. _____
- Files & Com. _____
- Gen. Inv. _____
- Ident. _____
- Inspection _____
- Intell. _____
- Laboratory _____
- Plan. & Eval. _____
- Spec. Inv. _____
- Training _____
- Legal Coun. _____
- Cong. Serv. _____
- Corr. & Com. _____
- Research _____
- Press Off. _____
- Telephone Rm. _____
- Director Sec'y _____

TO : Mr. Gebhardt

DATE: 8-14-73

FROM : R. E. Long

1 - Mr. Gebhardt
1 - Mr. [redacted] b7c

SUBJECT: DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT INFORMATION CONCERNING

At 2:35 pm on 8-14-73, SA [redacted] polygraph operator, our Philadelphia Division, telephonically contacted Section Chief Long to advise that the continuing polygraph interview of [redacted] at Baltimore was rescheduled for Thursday, 8-16-73, at Baltimore by United States Attorney (USA) George Beall. SA [redacted] advised that this delay of continuing polygraph was brought about by the fact that the first polygraph examination afforded [redacted] by SA [redacted] at Baltimore on 8-11-73, stimulated the recollection of [redacted] and he had further revelations to make before the USA, Baltimore. SA [redacted] further advised that Assistant Attorney General (AAG) Henry E. Petersen, Criminal Division, was personally going to interview [redacted] and he would possibly need the results of the first polygraph examination.

b7c
AAG Petersen was contacted by Section Chief Long and Mr. Petersen confirmed the fact that he would personally interview [redacted] at Baltimore on 8-15-73, and would need the results of the first polygraph examination as conducted by SA [redacted]. AAG Petersen requested that these results be afforded the top most security and be hand delivered to USA Beall at Baltimore this date.

SA [redacted] was instructed to have these results hand delivered to the USA in Baltimore this afternoon and he stated he would handle this matter.

The investigation in this matter is being conducted by the Internal Revenue Service as this has been an ongoing tax matter for several months. The polygraph examination given by our Agent was at the specific request of AAG Petersen and approved by the Director.

ACTION: For information.

REL:aat
(3)

REC-102

8211

AUG 17 1973

UNITED STATES GOVERNMENT

Memorandum

- Assoc. Dir. _____
- Asst. Dir.:
- Admin. _____
- Comp. Syst. _____
- Files & Com. _____
- Gen. Inv. _____
- Ident. _____
- Inspection _____
- Intell. _____
- Laboratory _____
- Plan. & Eval. _____
- Spec. Inv. _____
- Training _____
- Legal Coun. _____
- Comp. Serv. _____
- Corr. & Crm. _____
- Research _____
- Press Off. _____
- Telephone Rm. _____
- Director Sec'y _____

TO : Mr. Gebhardt *[initials]*

DATE: 8-14-73

FROM : R. E. Long *[initials]*

- 1 - Mr. Gebhardt
- 1 - Mr. [REDACTED] *b7c*
- 1 - Mr. Marshall

SUBJECT: DALE ANDERSON, COUNTY
EXECUTIVE, BALTIMORE COUNTY
MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT
INFORMATION CONCERNING

cu 1-

This is to advise that the file in captioned matter will be maintained in the Fraud and Bribery Unit of the Accounting and Fraud Section, Room 2252, for security purposes. The file will be maintained in this location until further advised.

All copies of teletypes received in this matter are also to be forwarded to the Accounting and Fraud Section and during other than regular working hours, they should be forwarded to Room 5710 to be furnished to the Accounting and Fraud Section during the next regular work day.

ACTION: For information.

JDP:aat *aat*
(4)

8/15/73
Instructions
forwarded Teletype Unit
4-100

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LI HA 00 11 21 00A

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CHIEF, COPIES

Special File Room
takes file 1-8-74
[initials]

REC-102

58 6211-9

18 AUG 17 1973

XEROX
[initials]
 AUG 17 1973

67 AUG 27 1973

174001

FBI

Date: 8/13/73

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, PHILADELPHIA (58-641)

SUBJECT: DALE ANDERSON,
County Executive,
Baltimore County, Md.;
SPIRO T. AGNEW,
Vice President;
INFORMATION CONCERNING
(OO: BALTIMORE)

THE FOLLOWING INFORMATION SHOULD BE HANDLED ON
NEED TO KNOW BASIS.

b7C
Enclosed for the Bureau is memorandum reporting polygraph examination, 8/11-12/73, of [redacted] and [redacted] at Baltimore, Md.; a newspaper article appearing in the 8/12/73 "Philadelphia Inquirer" which outlines a method of alleged conspiracy and kickback in Baltimore area; and feature article appearing in the "Baltimore Sun" 8/12/73 which identifies and furnishes background of the U.S. Attorney and his assistants handling inquiry in captioned matter.

Reference Baltimore telephone call to Philadelphia 8/10/73, Philadelphia call to the Bureau 8/10/73, and Baltimore teletype (hand delivered) to the Bureau 8/12/73.

b7C
As a result of referenced telephone calls, SA [redacted] Philadelphia Division, travelled to Baltimore, Md., on 8/10/73 for purposes of affording Bureau-approved

- 3 - Bureau (Encs. 5) - 1cc [redacted] & 1cc [redacted] 58-8211-10
- (1 - Polygraph Research Matters) - [redacted]
- 2 - Baltimore (58-483) (Encs. -2)
- 3 - Philadelphia
 - 2 - 58-641
 - 1 - 94-454 (Polygraph Research Matters)

REC-119
advised all copies will be maintained in Section

JRP:jb
(8)

3 AUG 22 1973

Approved: # _____
Special Agent in Charge

Sent _____ M Per _____

67 AUG 23 1973

polygraph examination of [REDACTED] and [REDACTED]

b7c

On the evening of 8/10/73, in the office of U.S. Attorney GEORGE BEALL, a conference was held with SA [REDACTED] and SA [REDACTED]. Present at this conference was the USA and his assistants, RONALD S. LIEBMAN, RUSSELL T. BAKER, JR., and BARNET D. SKOLNIK. The USA and his staff advised that they did not want to disseminate any information to any agents other than SA [REDACTED]. They indicated that the thrust of the polygraph examination so far as they were concerned was to ascertain if [REDACTED] and [REDACTED] had furnished false information to date. AUSA BAKER advised that the USA's Office did not want any additional information; that both defendants had been "thoroughly debriefed". There was a discussion as to how the FBI was going to handle reporting the results of their examination. It was specifically stated that the USA's Office did not desire any FD-302. SA [REDACTED] asked if there was some type of memorandum available that he could review to get the necessary background to conduct the polygraph examination. This was not provided. It was indicated that neither [REDACTED] nor [REDACTED] at that time had appeared before a Federal Grand Jury and information they had provided was not a typed memorandum, but was contained in notes of the USA's Staff.

In a private meeting with the USA and his Assistant, LIEBMAN, SA [REDACTED] was advised of the highly sensitive nature of the inquiry. He was advised that there were "only a few people" who knew of all the details. He was advised that he had been specifically requested to conduct the polygraph examinations of [REDACTED] and [REDACTED] on the specific request of HENRY PETERSON, Head of the Criminal Division, U.S. Department of Justice. SA [REDACTED] was advised that the overall investigation of this corruption had been started as a result of Internal Revenue tax inquiries into figures in the Baltimore area, but that the IRS even knew "precious little" about the revelations learned by the USA's staff to date. Arrangements were made to have one or both of the defendants available for interview by SA [REDACTED] in the office of the FBI in Baltimore on the morning of 8/11/73.

b7c
On the morning of 8/11/73, USA BEALL and his Assistant, LIEBMAN, appeared at the Baltimore Office of the FBI. They were apologetic about not discussing their inquiry in the presence of other than SA [REDACTED]. SA [REDACTED] advised them that they had a reluctance to talk in the presence of other FBI Agents, however, a great deal of information about their inquiry appeared in the press. AUSA LIEBMAN said that the information in the press was not coming from the office of the USA in Baltimore. The USA and LIEBMAN were told that SA [REDACTED] would not report the results of his interview, utilizing polygraph, in any other than ordinary method. It was explained that results of polygraph examinations are prepared in memorandum form and disseminated to the Bureau, to the office conducting the investigation, and to appropriate file in Philadelphia where SA [REDACTED] is assigned. It was agreed that this would be satisfactory.

At this point, in a private conference, USA BEALL and his Assistant, LIEBMAN, furnished the following background in regards to their inquiry:

b7c
(It is interesting to note that the enclosed article in the "Philadelphia Inquirer" outlines most of the information that was disseminated to SA [REDACTED] by the USA's Staff 8/11/73.)

[REDACTED] was identified as [REDACTED] who are subjects of investigation by the U.S. Attorney's Office in Baltimore. [REDACTED] met the Vice President of the United States in the early 1950's, at the time AGNEW was a member of a zoning board. In 1967 when AGNEW was elected Governor of Maryland, AGNEW [REDACTED] is cooperating with the U.S. Attorney's Office and alleging that payoffs had been made to the Vice President during the period of time that AGNEW held offices in Maryland. [REDACTED] has not furnished information that he gave AGNEW any money directly indicating a fraudulent payment of money to AGNEW on the part of [REDACTED]. [REDACTED] however, has participated in paying off, and has received money as a result of payoffs. He has furnished information about a bond issue around 1967 and of accompanying AGNEW to a stock brokerage firm in New York where it was learned that this firm - Smith, Barney and Company, were the individuals that did most of the work in

large bond issues and indicates that this knowledge resulted in a Baltimore firm, Alex, Brown and Company, giving a kickback of unknown amounts and overall that AGNEW must have started the request for kickback because he learned that Brown did little to earn their fee in a bond issue.

b7c
Identified as being "bagmen" i.e. making the actual collection and distribution in kickbacks and bribes, was (1) [redacted] and close associate of AGNEW, and (2) [redacted] both of Baltimore, Md. Also identified as paying directly to AGNEW was [redacted]. It was indicated that sometime around 1963, [redacted] and [redacted] were at odds and resulted in [redacted] ultimately making payments directly to SPIRO AGNEW. [redacted] ultimately was told, [redacted] that engineering firms would give kickbacks and [redacted] would get a third, [redacted] who was to make the collections, would get a third, and AGNEW would get a third. This was later changed so that AGNEW allegedly received 50 percent of the kickbacks and [redacted] 25 percent and [redacted] 25 percent. [redacted] stayed on as [redacted]

[redacted] AGNEW, who had been elected Vice President, and remained [redacted]

[redacted] This supposedly ended the corrupt relationship involving kickbacks and so forth handled by [redacted] and [redacted]

[redacted] An important piece of evidence, according to the USA, was a list prepared by one [redacted] listing the amounts of fees paid specific engineers, which was requested by AGNEW after he had become Vice President. This list in substance, would show the amount of money that AGNEW should have received and would let AGNEW know what he had remaining that should be given to him. [redacted] was interviewed briefly in pre-polygraph interview which will be included in the enclosed memorandum reporting the results of the polygraph.

b7c
On 8/11/73, after [redacted] had been afforded polygraph examination, background information regarding [redacted] was furnished SA [redacted] by USA BEALL and his assistant, LIEBMAN.

b7c

The gist of this background information was that [redacted] prior to 1966, when AGNEW was the County Executive (Mayor) of Baltimore, [redacted] began making payments to [redacted] of kickback from three to five percent of the total of his contracts he received. [redacted] is also [redacted]. In 1966-67 [redacted] had not made payments of kickbacks until it was to the point he owed approximately \$20,000. [redacted] was pushing [redacted] for a payment and [redacted] because of the large sum involved, arranged to pay AGNEW the \$20,000 cash in person. He arranged to obtain this cash so that it would appear legitimate, by floating a complicated loan with an associate of [redacted] named [redacted] for \$30,000. This \$20,000 cash payment was alleged to have been directly made to AGNEW while he was Governor of Maryland, in his office space in Baltimore, Md., in July of 1968. (The prosecutors believe the time frame is July 16 - 28, 1968.) In around February 1969, after AGNEW had been installed as the Vice President of the United States there was some remaining kickback money that had not been paid and [redacted] went to the Vice President's office in Washington, D.C., and turned over \$11,000 to the Vice President. It was said that he returned to the Baltimore area and made comments to his partner, "I just paid off the Vice President of the United States". There were other meetings after this where [redacted] saw AGNEW and he gave small amounts of money, roughly equalling \$5,000. There was a contract held by [redacted] involving a government job in Suitland, Md., in which [redacted] was involved. He put up part of the money and turned over to the Vice President in the Executive Office Building in Washington, D.C., \$2,500.

[redacted] on 8/12/73, during pre-polygraph interview, furnished more detail than is outlined which will be included in the polygraph report enclosed herewith.

By way of information, it is reported that the USA was extremely pleased with the results obtained by the polygraph because he is receiving substantial additional information, apparently very valuable to him, as a direct result of the polygraph. It is also pointed out that when the interviewees were beginning to make new admissions, SA [redacted] for the most part was not present and the U.S. Attorney, First Assistant LIEBMAN, and the defendants attorneys, would have private meetings where the disclosures were made to the prosecuting staff.

PH 58-641

b7c
SA [REDACTED] was told by USA BEALL that as a result of the polygraph examination of [REDACTED] he was questioned closely by his attorney for several hours on the night of 8/11/73 and arrangements were made for him to meet with the prosecutor's staff on the morning of 8/13/73 to clarify previous information furnished and to furnish additional information. [REDACTED] learned of this through the defendant's attorneys, noting that the same attorney handles both the defendants, and as a result, on his arrival at the FBI Office, Baltimore, 8/12/73, had his recollection prodded and furnished details of previously undisclosed information for about three hours. Again this was furnished to the prosecutors with [REDACTED] having his attorney present. The details of information learned was out of the presence of SA [REDACTED]; however, the USA on the afternoon of 8/12/73, in a complimentary fashion, said there had been at least 17 different corruption matters brought to their attention by [REDACTED] on the morning of 8/12/73.

Polygraph charts, questions, and Consent to Polygraph Interview forms are being incorporated into PHfile 58-641.

USA AND ASSISTANTS, BALTIMORE, EXTREMELY GUARDED IN DISSEMINATION OF INFORMATION CAPTIONED MATTER. USA'S OFFICE FEARS POSSIBLE LEAK OF INFORMATION INVOLVING VICE PRESIDENT WOULD BE INJURIOUS TO THEIR CONTINUING INVESTIGATION AND REQUESTS THAT FBI HANDLING BE ON NEED-TO-KNOW BASIS.

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI

DATE: 8/13/73

ck FROM : SAC, PHILADELPHIA (58-641) (P)

SUBJECT: DALE ANDERSON,
County Executive,
Baltimore, Md.;
SPIRO T. AGNEW,
Vice President;
INFORMATION CONCERNING
(OO: BALTIMORE)

At Baltimore, Md.

On 8/11/73, in the offices of the Federal Bureau of Investigation, [redacted] was afforded polygraph examination, which was approved by the Bureau. [redacted] at 11:28 a.m., in the presence of his attorney, signed FD-328, "Consent to Interview with Polygraph" which was witnessed by SA [redacted], Special Agent, FBI, and RONALD S. LIEBMAN, Assistant U.S. Attorney, Baltimore, Md.

In the pre-polygraph interview [redacted] furnished the following information:

Description:

Name: [redacted] aka [redacted]
Date of Birth: [redacted]
Residence: [redacted]
Sex: Male
Race: White
Height: 5'9-3/4"
Weight: 170 pounds
Marital Status: Married - Wife [redacted]
Stepchildren: [redacted] years of age: [redacted] age [redacted]
Education: [redacted]

ENCLOSURE

REC-119 57-6211-10

- 3 - Bureau
 - 1 - Polygraph Research Matters)
- 2 - Baltimore (58-483)
- 1 - Philadelphia (58-641)
- 1 - 94-454 (Polygraph Research Matters)

3 AUG 22 1973



JRP:jb
(8)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

[REDACTED] has been a resident of Maryland for about 25 years.

[REDACTED] first met SPIRO T. AGNEW in approximately 1958 or 1959 when AGNEW was a member of the Board of Appeals which heard such matters as zoning. During this period [REDACTED]

[REDACTED] In approximately 1962 when AGNEW was elected County Executive in Baltimore County, Md., which position is roughly equivalent to being a Mayor, [REDACTED] was working as [REDACTED]

[REDACTED] Approximately six months after AGNEW went in office, [REDACTED] His friendship with AGNEW continued. He said that he knew he would get [REDACTED] but furnished no details. He left his position with [REDACTED] because of [REDACTED]

Up until March 1, 1967, [REDACTED] continued to be [REDACTED]

[REDACTED] said that there had never been an extremely close personal relationship between he and AGNEW but they had been friends over the period of time described above. He volunteered that to date AGNEW had never asked him directly for any money. During the period that [REDACTED] he gave payments of approximately five percent of the contracts for which he was hired as a [REDACTED] and had "an awareness" that some of the kickbacks were going to AGNEW.

In March 1967, while [REDACTED] the following situation existed: Shortly after taking the position of [REDACTED] approached [REDACTED] and told him that an arrangement was to be made involving [REDACTED] to work out "patronage" with consultants that were doing business with the State. [REDACTED] said he would

b7c

handle the situation himself because it was "delicate", and they could not afford to have anyone else involved. [REDACTED] knew there was an extremely close relationship between AGNEW and [REDACTED]. The result was that consulting firms that were to be under contract for consulting projects for the State would kick back five percent of their fee. [REDACTED] would make the collection, one-third of the amount collected would go to [REDACTED], one-third to [REDACTED] and one-third to AGNEW. However, this was in a very short period changed so that AGNEW was to get 50 percent and 25 percent was to go to [REDACTED] and 25 percent to [REDACTED]. There were eight to 10 engineering firms contributing or kicking back in this manner. [REDACTED] figured that he personally received in kickbacks, approximately \$35,000 to \$40,000 and said that AGNEW should have gotten about \$75,000 during the period. He said when he [REDACTED] that this type of situation stopped. He said [REDACTED] and [REDACTED] who are known to him, are people that he knew that were paying kickbacks directly to AGNEW and knew this because [REDACTED] told him so. [REDACTED] said that the reason consulting firms were set up to kick back in the above-described manner was because they did not have to submit a bid.

[REDACTED] advised that he had [REDACTED]

[REDACTED] when he left and [REDACTED]

[REDACTED] He said that he is currently the [REDACTED]

On 8/11/73, [REDACTED] was afforded polygraph examination which was directed towards ascertaining if he had furnished any false information in regards to alleged corruption and kickbacks to date. This was the direction of the inquiry as requested by the U.S. Attorney in Baltimore.

The relevant questions and their answers in the Series were as follows:

PH 58-641

b.2,
b7E

Have you intentionally given the Government any false information about the corruption investigation? Answer - No.

Other than what you told me, have you personally ever given AGNEW any money? Answer - No.

Have you ever done anything you are ashamed of? Answer - Yes.

Are you now deliberately trying to protect anyone that you have not told us about? Answer - No.

Are you now withholding any information whatsoever about your part in this kickback set up? Answer - No.

Did you deliberately lie to at least one of the questions in this test? Answer - No.

There was an extremely strong emotional reaction to Question showing was practicing deception. In the overall verification in Question there is again a strong emotional response. There is also emotional response to Question indicating that was withholding information about the kickback set up.

b7E

USA BEALL and First Assistant RONALD LIEBMAN were advised that was not being truthful in his claim that he has not intentionally given the Government any false information about the corruption investigation that they are heading. It was suggested that the same series of questions be re-run and then other tests continue. When SA returned to the room where was located, was visibly upset. He said that he knew he had not done well. He said he could "feel" the reactions occur. At this point he volunteered that he had not furnished all the details involving monies that he received personally because he feared prosecution for Federal tax violation.

was told that the examination, which apparently he and his attorney wanted to have, could continue as quickly as he would allow it. It was pointed out to him that the question could be revised to the effect that other than money, have you deliberately furnished false information about the corruption investigation, and accordingly, if there were other matters

that he had not disclosed, he should do so voluntarily. At this point he said there was some information involving [REDACTED]. At this point the USA, First Assistant, and [REDACTED] personal attorney, privately interviewed him further, and, accordingly, SA [REDACTED] does not know what revelations were made other than that of money and the indications are there was other information regarding [REDACTED] that needed to be disclosed or that there had been false information furnished regarding [REDACTED] during the brief period that he was talking to SA [REDACTED] was visibly upset and in such an emotional state that it was no longer possible to continue polygraph examination.

On 8/12/73, [REDACTED], accompanied by his attorney, [REDACTED] appeared at the offices of the Federal Bureau of Investigation in the presence of his attorney. He signed form FD-328, Consent to Interview with Polygraph. [REDACTED] in pre-polygraph interview furnished the following information and description:

b7c

Name: [REDACTED]
Sex: Male
Race: White
Residence: [REDACTED]
DOB: [REDACTED]
Height: 5'10"
Weight: 190 pounds
Education: [REDACTED]
Marital Status: Married - wife
Children: [REDACTED]
Military Service: [REDACTED]
Employment: [REDACTED]

[REDACTED] furnished the following background information:
[REDACTED] first met SPIRO T. AGNEW in around 1961 at which time AGNEW was a member of an Appeals Board in Baltimore area,

b7c which handled - among other things - zoning appeals. [REDACTED]

During the period he also knew [REDACTED] as a social acquaintance. During the period 1962 - 1966, [REDACTED] never gave any money as a direct kickback. He gave a \$500 political contribution to AGNEW when AGNEW was to run for position as County Executive. Payments were made between 1962 and 1966 to [REDACTED] and [REDACTED] has no doubt that part of the money given [REDACTED] during this period was in turn given in part to AGNEW. He said at a Christmas outing in 1962, AGNEW made a statement to the effect, "We've got to make money right after the election". AGNEW in November 1962, was elected County Executive for the County of Baltimore. During one meeting where he, [REDACTED] and AGNEW were present, AGNEW said, You are not an engineer, but "the engineer". It is assumed that the implication being that AGNEW knew that [REDACTED] would work and make kickbacks to [REDACTED] and ultimately to AGNEW.

b7c During the period 1962 to 1966, [REDACTED] said that he gave five percent of his consulting contracts to [REDACTED]. He said that he personally was involved in collecting other monies which was delivered to [REDACTED] and accordingly, did not like the idea that he had to make kickbacks on his firm's contracts. He said during the period 1967-68, when AGNEW was Governor, he had to kick back five percent when he was [REDACTED]. He gave back 2½ percent for survey type of consultation and 1/8 percent of the fee on other types of consultation. He said on June 17, 1968, at 2:00 p.m., he met SPIRO AGNEW in the office of the Governor in Baltimore, Md., and turned over to him \$20,000 cash which was the first occasion that he gave AGNEW money directly. He said here that AGNEW never asked for money. He said there was absolutely no doubt that he and AGNEW knew it was kickbacks for State contracts he had taken. He said as a matter of fact all of the kickback money that he personally paid was kickbacks on his fees where he was [REDACTED]. Further, that all of the contracts were federally funded. He said he wanted to pay the \$20,000 cash because he wanted to "get the credit myself". He said that the next payment he recalled was in around February 1969, when he personally went to the temporary office of the Vice President in the basement of the White House and turned over to AGNEW what he thought was \$11,000, and told AGNEW that this completes my obligation. He then said that his personal notes indicate that the amount was \$9,500, however, his personal recollection of the amount was that it was \$11,000. He believed that the money consists of all \$100 bills. He said

AGNEW was appreciative of receiving the money.

b7c [redacted] said that in the spring of 1971, he turned over \$2,500 to [redacted] in AGNEW's office. He went on to say that his firm had two \$50,000 contracts to advise [redacted]

[redacted] The \$2,500 was a kickback on one \$50,000 fee. He never paid the other kickback fee on the remaining \$50,000. The plan that he was submitting was for GSA. He said he personally can't recall if he gave [redacted] the money in AGNEW's office or in an alcove.

b7c In May of 1972 he was asked to make campaign contribution to the Presidential Campaign by one [redacted] during a luncheon at the Orchard Inn. He said that at a Bar Mitzvah for the son of [redacted] AGNEW was present and he told him that he wanted to give him the money directly and AGNEW's answer was that [redacted] could say, "Tell them you gave at the office". He later went to the Executive Office Building of AGNEW and gave him \$1,500 in cash. He said he has no proof but he believes the money went into AGNEW's pocket and added that he has never seen any political contribution list giving him credit for making this contribution. He said that he may have given other smaller amounts in between but he really didn't recall the details. He said one reason he believed that he had given money was because later AGNEW invited him to fly in the Vice President's personal plane to Florida to witness the blast-off of "Moon Shot II".

b7c On 8/12/73, [redacted] was asked the following relevant questions in Series I:

1 [redacted] To date, have you intentionally given the Government any false information about kickbacks? Answer - No.

b7E
b2 [redacted] Have you ever done anything that you are ashamed of? Answer - Yes.

1 [redacted] During June 1968, Did you personally give AGNEW \$20,000 cash in his office in Baltimore, Md.? Answer - Yes.

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[REDACTED]

In February 1969, did you give AGNEW at least \$9,500 cash kickback in his office in the White House? Answer - Yes.

[REDACTED]

Are you now deliberately withholding any information whatsoever about your part in a kickback set-up? Answer - No.

[REDACTED]

Overall verification of questions:

Have you deliberately lied to at least one question in this test? Answer - No.

This test was thereafter repeated in the exact same sequence. In regards to Question [REDACTED] there is a very slight reaction, not necessarily indicating deception. As a matter of fact there is more reaction to Question [REDACTED] a control type question - Have you ever done anything which you are ashamed of? answered Yes. There is also a slight reaction to Question [REDACTED] and Question [REDACTED] dealing with payments to AGNEW. Again the reactions are not necessarily deceptions and may be reactions to the magnitude of the questions themselves. There is a moderate reaction to Question [REDACTED] which indicates there probably are some details regarding kickbacks that [REDACTED] has not disclosed at the present time.

In Series II, the relevant questions with their answers are as follows:

[REDACTED]

Other than what you have told the Government, have you ever committed a crime for which you have not been arrested? Answer - No.

[REDACTED]

Did you originate the idea to give cash kickbacks directly to AGNEW? Answer - Yes.

[REDACTED]

Are you ashamed of your part in the kickback set-up? Answer - Yes. (Control type question.)

[REDACTED]

Do you know for sure of kickback money going to AGNEW that you have not told us about? Answer - No.

b7C
b7E
62
PH 58-641

Has AGNEW personally ever asked you to give him money? Answer - No.

During this question [redacted] began to talk briefly and was later to explain he just remembered something he wanted to bring to the attention of the prosecuting attorney.

Have you answered all of these questions truthfully? Answer - Yes.

There are indications that [redacted] is practicing deception in regards to Question [redacted]. There is something specific bothering him that he has not disclosed which deals with the origin of the idea to give cash kickbacks directly to AGNEW. There is a like reaction to Question [redacted] indicating that [redacted] has other information about kickback money going to AGNEW that he has not at this time told about. The overall verification - Question [redacted] - shows a reaction indicating that [redacted] knows that he has not necessarily answered truthfully to all of the questions in the test.

b7C
In the post-polygraph interview which was very brief, [redacted] advised SA [redacted] as follows:

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62
In regards to Question [redacted] Series I, and Question [redacted] Series I, he said that he had a thought come into his mind. He stated he and his partner had an envelope in which cash was stored for purposes of having cash available to pay kickbacks. He said that he took about \$2,000 on one occasion and that his partner didn't know it and he had the intention to put it back but he never did. He stated that in regards to Question [redacted] dealing with the payment of \$20,000, he said the thought occurred to him that the payment he believed was actually July 1968 rather than June 1968 as he had previously told SA [redacted]. He was emphatic and stated he actually made the payments and would never change that statement.

b7C
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62
The observations indicating possible deception to Questions [redacted] and [redacted] Series II, were brought to the attention of the Government attorneys who indicated they will question [redacted] further in regards to this.

b7C
Both [redacted] and [redacted] could logically be interviewed further utilizing polygraph technique to verify certain points that they have furnished information about. Future polygraph

PH 58-641

examinations will depend on additional briefings by the polygraph operator.

(Mount Clipping in Space Below)

The prosecutor's staff upholds bold tradition

by THEODORE W. HENDRICKS

The bold young idealists who work under George Beall at the United States attorney's office here are part of a tradition of tackling political corruption head-on.

They have gone after senators, congressmen and top political figures with an almost revolutionary fervor and a singleness of purpose eliciting national attention.

Last week, the investigation of corruption in Maryland politics reached the second highest office in the nation and rattled a Republican administration already much shaken.

Young prosecutors might be expected to be zealous in seeking strict enforcement of political corruption laws, but few federal districts in the nation have been as successful in gaining convictions under these statutes as the U.S. attorney's office in Maryland.

In recent years, the office has success-

fully developed cases against A. Gordon Boone, a former Democratic speaker of the House of Delegates; Thomas F. Johnson, a former Eastern Shore Democratic congressman, and Daniel B. Brewster, former Democratic United States senator.

Some find an intriguing irony in the fact that Mr. Beall, a Republican, is in charge of the investigation. He is a member of a notable Maryland GOP family—brother J. Glenn Beall, Jr., is a senator and their late father, J. Glenn Beall also was a senator.

The key to the success which the U.S. attorney's office here has enjoyed appears to result from a clear recognition among those who work there that the federal statutes are strong in the area of political corruption and a strong sense of responsibility, indeed an eagerness, to prosecute violators. Consider the characteristics of this office:

• Young men who work in the

(Indicate page, name of newspaper, city and state.)

P.1 "THE SUN"
Baltimore, Md.

Date: 8/12/73
Edition: Sunday
Author: THEODORE W.
Editor: HENDRICKS
Title: DALE ANDERSON;
SPIRO AGNEW

Character: BRIBERY
or BA 58-483
Classification: PH 58-641
Submitting Office: PHILADELPH

Being Investigated

58-8211-10
ENCLOSURE

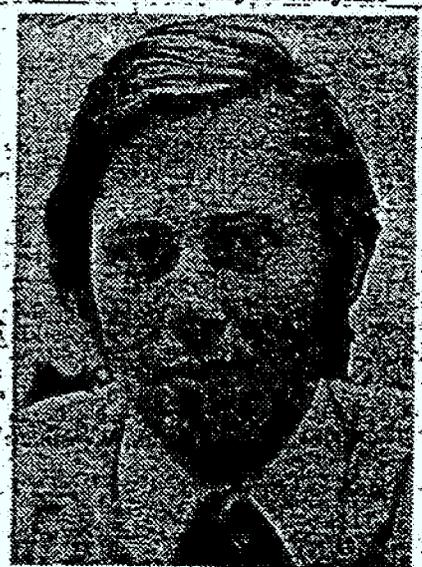
BA 58-483
PH 58-641



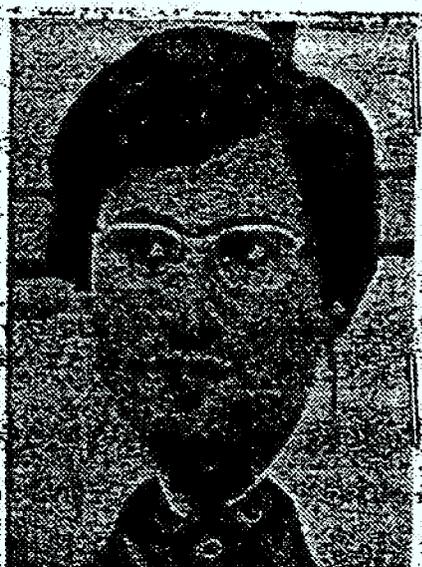
GEORGE BEALL
... U.S. attorney for Maryland



BARNETT D. SKOLNIK



RUSSELL T. BAKER, JR.



RONALD E. LIBERMAN

... assistants in the U.S. attorney's office in Baltimore now investigating Vice President Agnew

U.S. attorney's office here are selected for their top-notch training in the law, experience that usually includes two or more post-graduate years as law clerks under outstanding judges.
• An active participation in protest

that has led a whole generation to reject many old institutional ills, not the least of them political corruption.
• An ideal that there is to be a strict line drawn in political matters. There is to be no swapping of political favors. No

political reputation will stand in the way of an inquiry.
But there is another factor. Many of the senior men in the U.S. attorney's office here were acutely aware of

sonal corruption in the political system. Native Marylanders and Baltimoreans, some of them grew up close to the state's political system.

Each case brought by former Senator Joseph D. Tydings, a Democrat, when he was a federal prosecutor here, by Stephen H. Sachs, a Democrat, during his term as Maryland's U.S. attorney and by Mr. Beall, has dealt with crimes long condoned.

As these prosecutors tried to say again and again, the old way of conducting political business will be sharply questioned under the criminal statutes and no office holder will be immune from prosecution.

Politicians who accept cash and assert they are getting legal fees should be prepared to explain this fully. The collection of money for political expenses is already under FBI scrutiny in numerous cases.

Grief in political circles

Transfer of money that can be prosecuted as a bribery case is another matter that has caused grief in political circles.

Although Mr. Beall might have chosen any number of young men in his office to begin a new probe of political corruption in December, 1972, he admits that he was fortunate to persuade Barnet D. Skolnik, a Democrat, to return to the office and take charge of the probe.

Mr. Skolnik, 33, is a 1962 cum laude graduate of Harvard College and a 1965 graduate of Harvard Law School. While at the law school, he joined a student group to represent indigent defendants in Boston law courts.

After serving in the Justice Department, Mr. Skolnik was persuaded to join the Baltimore federal prosecutor's office under Mr. Sachs.

His one of his first cases, he assisted Mr. Sachs in the retrial of former Representative Johnson. But the next major case caused him a crisis of conscience that almost ended his career as a prosecutor.

Mr. Sachs wanted Mr. Skolnik to join in the prosecution of the famous Calverville Mine, charged with heavy draft records in Calverville.

According to Mr. Skolnik, he considered the Vietnam war "obscene" and supported at least some types of protest.

But he was finally persuaded to join in the prosecution by Mr. Sachs, who pleaded that such a protest should have a full airing before the courts and the defendants should be allowed to have their say.

Mr. Sachs later developed the same idea in his often-quoted final argument in the case, in which he insisted that protesters must consider the risk because most people are convinced that civil order must continue to exist.

By twist of fate—probably to be attributed to his legal ability—Mr. Sachs is now representing a key figure in the current probe.

Mr. Sachs represents William B. Furnoff, a Democrat, former administrative officer in Baltimore county who has pleaded guilty to a negotiated tax charge and is providing important state's evidence.

Other former members of the federal prosecuting team have also emerged as attorneys for persons under fire.

Prince Georges bribery case

These include Arnold M. Weiner, Benjamin R. Civiletti, Norman P. Ramsey, Joseph H. H. Kaplan, and many others.

Mr. Skolnik later led the prosecution of Jessie S. Baggett, a Democrat, former Prince Georges county commissioner, and Ralph D. Rocks, a contractor, on bribery charges.

Mr. Skolnik also handled the prosecution of former Representative John Dowdy, a Texas Democrat. Mr. Dowdy has appealed his conviction on bribery charges.

After these prosecutions, Mr. Skolnik left the United States attorney's office to join the presidential campaign of Senator Edmund S. Muskie (D., Maine). He rejoined the office under Mr. Beall in September, 1972.

Also included in the prosecuting team is Russell E. Baker, Mr. 31, a 1960 graduate of the Gillman School and a magna cum laude graduate in 1963 of Harvard Law School who spent his honeymoon with the Peace Corps in Ethiopia.

BA 58-483
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a vigorous questioner of witnesses taken before the grand jury in the current probe. Witnesses have complained that this view that contractors should not make political contributions for issues would make "the system become stuck."

Mr. Baker is the son of a Baltimore real estate developer. He spent a year as a law clerk for Chief Justice Warren E. Burger before joining the prosecutor's office in 1971.

Mr. Baker was also a law clerk for Circuit Court Judge Harrison L. Winter after his graduation from law school.

The youngest member of the team concerned with the current probe is Ronald S. Liebman, 29, a 1969 graduate of the University of Maryland Law School and a former law clerk to Judge R. Dorsey Watkins, the former judge of the Federal Court in Baltimore.

Refused to allow signing

Mr. Beal began his prosecuting career in 1970 amid a landmark controversy which involved attempts to bring corruption charges against Victor Frenkel,

head of Baltimore Contractors, Inc., Senator Russell B. Long (D., La.), and former Representative Hale Boggs (D., La.).

Although the case had been developed by Mr. Beal's predecessor, the new prosecutor agreed that the charges should be brought out of the special federal grand jury.

However, John N. Mitchell, then United States Attorney General and Mr. Beal's boss, refused to allow the indictment to be signed by the federal prosecutor and the matter died.

Despite this setback, Mr. Beal vowed to continue the tradition of investigating the old-time ways of conducting political business and attempt to purge the political system through the best traditions of American law.

Mr. Beal has consistently refused to discuss the outlines of the current probe, well aware of the furor that he is causing in political circles.

For the expressions of surprise and outrage that follow and the dramatic revelations that attend the unraveling of the probe into political corruption, Mr. Beal had one comment. "It's the tradition here," he said.

(Mount Clipping in Space Below)

In Agnew Land Corruption Is Rife

By SAUL FRIEDMAN
and ANTHONY LAME
Knight-Inquirer News Service

TOWSON, Md.—An abundance of architectural and engineering firms cluster around the courthouse of this suburban bedroom community.

Towson, the seat of Baltimore County, stretches from the Chesapeake Bay to the Pennsylvania border. And in the last 20 years, its population, budget, and need for roads, bridges, and public buildings have nearly tripled.

With such growth, architects and engineers have found great opportunities for work. And along with the work, which is dispensed by public officials, has sometimes come corruption.

Employees for at least 15 of these firms, and others in and around Baltimore city, have provided federal investigators and a grand jury with details

of how the pattern of corruption has worked.

They described a pattern of payoffs to public officials—Democrats, Republicans and nonpartisans—that was almost like paying due in return for a share of the contracts.

The pattern of payoffs became so widespread that a federal prosecutor told Knight Newspapers in June: "It's been a way of life... a regular part of doing business."

That way of life, according to information recently supplied to investigators, may now have involved Vice President Spiro T. Agnew, who began in Baltimore County politics as a member of its zoning appeals board, then went on to become county commissioner and governor of Maryland.

Agnew has firmly insisted on his innocence. But one and possibly two of his close associates in Baltimore County

(Indicate page, name of newspaper, city and state.)

P.1 "THE PHILADELPHIA
INQUIRER"
Philadelphia, Pa.

Date: 8/12/73
Edition: STAR
Author: SAUL FRIEDMAN
ANTHONY LAME
Editor: CREED C. BLACK
Title: DALE ANDERSON;
SPIRO AGNEW

Character: BRIBERY
or
Classification: PH 58-641
Submitting Office: PHILADELPHIA

Being Investigated

FILE
10

ENCLOSURE

have been giving damaging information to investigators.

And U. S. Attorney George Beall of Baltimore has notified Agnew that he is under investigation for possible violations of conspiracy, tax fraud, extortion, and bribery statutes.

A former federal prosecutor says it has long been common knowledge in Baltimore County and surrounding areas that kickbacks were part of the contracting business.

"Some of the people who paid really believed there was nothing wrong—that expenses to help public officials operate their offices, or campaign contributions, were legal," he said.

One of the prosecutors currently involved in the investigation scoffed recently at the possibility that contractors believed the payments were innocent.

For by that time, U. S. Internal Revenue Service investigators and witnesses had given him information that the payoffs had gone to "all levels" in Maryland government, including officials who did not have to run for office, and in years when there were no election campaigns.

The investigation turned to something more solid than industry gossip last December when one consulting engineer outlined to investigators how money was set aside for payoffs.

The payoff money was hidden in the books of firms as business expenses, loan pay-

ments, or bonuses to employees.

That information, some of it of possible tax fraud, led a team of IRS agents, which now numbers over 100, to begin combing through the accounts of consulting engineers and architects. Consulting engineers and architects were particularly vulnerable to payoff demands from public officials. Because they provide "professional services," they are usually hired through negotiation, without competitive bidding.

And the architect or the public official for whose department the work is being done, usually appoints the engineers—mechanical, electrical, civil, or structural—as the consultant in the design of a structure.

The grand jury has information indicating that consultants were obliged to kick back a set percentage of their profit on each contract.

And investigators also have information that consultants and other contractors joined in payoffs unconnected with specific contracts, but in order to have assurances that they would be hired as engineers and subcontractors when their turn came.

Armed with figures from the contractors' books, IRS agents and prosecutors got admissions from accountants and employees that some of the business expenses, loan payments and bonuses were phony.

Employees said they received the Christmas bonuses shown on the books of

... had been a... payoffs... official... son.

For... learned... contractors... The information... money... figures... of health... including... close... Matr... Matr... and... former... the... became... Maryland... County... office... this... and... per... right... have... main... the... the...

especially among consulting engineering firms, contractors and real estate promoters. Their wealth grew during Agnew's administration.

They included Wolff, Matz Childs and J. Walter Jones, who quickly became wealthy in real estate ventures, and I. H. (Bud) Hammerman, a mortgage banker.

They and other contractors and real estate promoters became Agnew's biggest boosters when he ran for governor in 1966 and won because Democrats declined to support their candidate.

They helped raise money for his gubernatorial campaign, and, according to the Baltimore Sun, they helped finance a political fund—called the "Executive Assembly"—that Agnew used for political expenses when he was governor.

Although many members ostensibly are Democrats, they have continued to contribute to Agnew in his national campaigns.

After Agnew became governor, the Baltimore County consultants figured in large state contracts, like the new Chesapeake Bay Bridge, which ended up costing \$60 million above the original \$70 million estimate, and the proposed Baltimore Harbor bridge, both designed by the parent company of Wolff's firm.

On Friday, the General Services Administration, which supervises the construction and operation of government buildings, issued a report indicating that Baltimore County

firms have been getting greater share of federal business since 1966.

Wolff's firm, which has about two years of experience in subcontracting, was named the Baltimore City firm to do an environmental statement on a building project for a fee of \$158,243.

Matz, Childs, beginning in 1970, has been hired as a subcontractor - consultant for three jobs totalling \$89,000. In addition, the firm got (not through GSA) a Washington subway contract worth \$663,000.

Jones, Matz, Childs, and Agnew were partners in a 1966 land purchase near the site of the Chesapeake Bay Bridge (Agnew withdrew after it became publicly known). Jones has prospered in industrial park, shopping center, apartment complex and government building developments.

Last year Jones was chairman of the Maryland Finance Committee to Re-elect the President.

The leaders of the state Democrats are Agnew, Hays, Hens and Rodgers. Hays, Hens and Rodgers were close to a Democratic ticket. Marvin Masdel and Hays, Rodgers.

Within the last year, Hays and Rodgers, beginning in an annual capacity, have chaired the Baltimore County's leading construction a prime contractor on state projects.

UNITED STATES GOVERNMENT

Memorandum

- Assoc. Dir.
- Asst. Dir.
- Admin.
- Comp. Syst.
- Files & Com.
- Ident. Inv.
- Insp.
- Inspection
- Intell.
- Laboratory
- Plan. & Eval.
- Spec. Inv.
- Training
- Legal Coun.
- Cong. Serv.
- Corr. & Crm.
- Research
- Press Off.
- Telephone Rm.
- Director Sec'y

TO : Mr. Gebhardt

DATE: August 16, 1973

FROM : R. E. Long

1 - Mr. Gebhardt b7c
1 - Mr. [REDACTED]

Long

SUBJECT: DALE ANDERSON, COUNTY EXECUTIVE,
BALTIMORE COUNTY, MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT
INFORMATION CONCERNING

b7c

SA [REDACTED], Polygraph Operator, Philadelphia Division, telephonically contacted Section Chief Long on 8/15/73 to advise that the scheduled polygraph re-interview of [REDACTED] at Baltimore has been canceled by Assistant Attorney General (AAG) Petersen. This re-interview was scheduled for Thursday, 8/16/73 and was canceled by AAG Petersen in view of developments as discovered by the interview of [REDACTED] by AAG Petersen at Baltimore on 8/15/73.

b7c

SA [REDACTED] advised that the above information was given to him by U. S. Attorney (USA) George Beall and USA Beall advised that AAG Petersen was extremely pleased with the FBI participation in the polygraph examination. USA Beall further advised that it could possibly be two weeks before the re-scheduled polygraph interview of [REDACTED]

b7c

SA [REDACTED] advised that he is proceeding to Knoxville for a polygraph examination on a Bureau case but he will, however, be on a standby basis in the event that USA Beall requests his presence in Baltimore.

The investigation in this matter is being conducted by the Internal Revenue Service as this has been an ongoing tax matter for several months. The polygraph examination given by our Agent was at the specific request of AAG Petersen and approved by the Director.

ACTION

For information.

REL/lrk
(3)

REC-119

57-8211-11

3 AUG 22 1973

Handwritten signatures and initials: "me", "FJC", "NL", "W", "G"

UNITED STATES GOVERNMENT

Memorandum

Assoc. Dir.

Asst. Dir.:

Admin.

Comp. Syst.

Files & Com.

Gen. Inv.

Ident.

Inspection

Intell.

Laboratory

Plan. & Eval.

Spec. Inv.

Training

Legal Coun.

Cong. Serv.

Corr. & Crm.

Research

Press Off.

Telephone Rm.

Director Sec'y

TO : THE DIRECTOR

DATE: 8-24-73

FROM : N. P. CALLAHAN

SUBJECT: DALE ANDERSON, COUNTY EXECUTIVE,
BALTIMORE COUNTY, MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT
INFORMATION CONCERNING

Pursuant to our discussion with Glen Pommerening, the Acting Assistant Attorney General for Administration, this morning, the attached memorandum prepared by the General Investigative Division for a chronology of the Bureau's activity in captioned case is set forth. Upon your approval it will be hand delivered by the writer to Mr. Pommerening.

Pommerening also indicated he would appreciate it if you would designate a top Bureau official whom he could look to for guidance and counsel in connection with his conducting the inquiry he has been delegated to make by the Attorney General with respect to the "leak" from the Department with regard to this matter.

With your approval, at the time I deliver the attached memorandum to Mr. Pommerening I will take Assistant Director Odd T. Jacobson with me to introduce him to Mr. Pommerening in line with this discussion.

After leaving your office this morning, Pommerening indicated that he did not know how extensive his inquiries would be, how many interviews might be required, and indicated that should the volume of interviews be extensive, he may request experienced FBI personnel to assist him in the conduct of some of the interviews if necessary. I advised him if he found this to be necessary to let me know and we would see to what extent we might assist him in this regard.

Enc.
NPC:pmd
(5)
1 - Mr. Gebhardt
1 - Mr. Jacobson
1 - Mr Long

REC-108

58 8-21-73

18 AUG 30 1973

6/20/73

Mr. Glen E. Pommerening
Acting Assistant Attorney General
of Administration

August 24, 1973

Director, FBI

58-8211-12

REC-103

DALE ANDERSON, COUNTY
EXECUTIVE, BALTIMORE COUNTY
MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT
INFORMATION CONCERNING

- 1 - Mr. Gebhardt
- 1 - Mr. [redacted]
- 1 - Mr. Callahan

*destroyed
8/29/73
WAF*

In accordance with your request, I am setting forth a chronology of FBI participation in this matter, as well as individuals who reviewed pertinent documents, and the security provided these documents.

On August 7, 1973, Assistant United States Attorney (AUSA) Barnet D. Skolnik, Baltimore, Maryland, advised our Baltimore Office that the Internal Revenue Service (IRS) has been conducting an investigation for several months concerning alleged corruption, kickbacks and income tax matters by Baltimore County officials. Skolnik further stated this is a continuing investigation by IRS and was very reluctant to discuss the matter in detail. The inquiry was made of Mr. Skolnik by our Baltimore Office in order to ascertain if FBI had jurisdiction.

On August 8, 1973, United States Attorney (USA) George Beall, Baltimore, advised our Baltimore Office that investigation was being conducted by IRS involving prominent political figures in the Baltimore area and in which Vice President Spiro T. Agnew has been mentioned. USA Beall advised investigation is basically an IRS matter; however, other possible Federal violations have been developed including the Bribery statute. USA Beall did not believe it to be logical for the FBI to become involved and pointed out the investigation is still basically an income tax matter.

On August 8, 1973, Deputy Assistant Attorney General John Keeney, Criminal Division of the Department of Justice, advised he conferred with Assistant Attorney General Henry E. Petersen, Criminal Division, and Mr. Petersen stated this is strictly an IRS matter, the IRS has been

- Assoc. Dir. _____
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- Ident. _____
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- Intell. _____
- Laboratory _____
- Plan. & Eval. _____
- Spec. Inv. _____
- Training _____
- Legal Coun. _____
- Comp. Serv. _____
- Corr. & Crim. _____
- Research _____
- Press Off. _____
- Telephone Rm. _____
- Director Sec'y _____

REL:aat aat
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58 AUG 30 1973

MAIL ROOM

TELETYPE UNIT

Hand delivered to Mr. Pommerening by Mr. Callahan 8/24/73 WAF

Mr. Glen E. Povnering

investigating this for months and the bribery evolving from this should be handled by IRS. Mr. Petersen suggested that liaison should be established with USA Beall and this was done. Mr. Keeney further stated that Mr. Petersen advised he is not requesting any FBI investigation in this matter at this time.

Communications were prepared and transmitted to the Attorney General and Mr. Petersen, as well as Donald C. Alexander, Commissioner of IRS, regarding these conversations.

On August 10, 1973, Assistant Special Agent in Charge (ASAC) Edward F. Foley, Baltimore Office, advised USA Beall contacted him and stated that Attorney General Richardson and Mr. Petersen contacted him (USA Beall) on the night of August 9, 1973, and requested the use of an FBI polygraph operator in interviewing at least two persons and possibly four persons on the morning of August 10, 1973, in Baltimore. Attorney General Richardson and Mr. Petersen, according to USA Beall, not only gave their authority, but Mr. Petersen specifically suggested Special Agent [redacted] of our Philadelphia Office who is a qualified polygraph operator, to conduct the necessary interviews. ASAC Foley was instructed to comply with USA Beall's request and to make the necessary arrangements for the arrival of Special Agent [redacted]

b7c
The polygraph examination was given to [redacted] and [redacted] at Baltimore on August 11-12, 1973, by our polygraph operator, Special Agent [redacted]. Special Agent [redacted] on August 12, 1973, synopsised the results of the polygraph interviews and reported this in teletype form. The teletype was hand delivered in a sealed envelope to the Bureau on August 12, 1973. The teletype was prepared at Baltimore and was reviewed by Supervisor [redacted] and ASAC Edward F. Foley at that time, and later was reviewed by Special Agent in Charge (SAC) Thomas Farrow. The teletype was also reviewed by case Agent [redacted] at Baltimore, and he personally hand delivered this in a sealed envelope to the Bureau.

At FBI Headquarters, this envelope was personally opened by Section Chief Richard E. Long and the teletype was reviewed by Section Chief Long, Supervisor [redacted], Assistant Director Robert F. Gebhardt, Associate Director Nicholas P. Callahan and Mr. Kelley. This teletype was subsequently reviewed by Wayne A. Frankenfield, Number One Man,

Mr. Glen E. Pommerening

Accounting and Fraud Section. This summary teletype was delivered from the Director's Office personally to Assistant Director Gebhardt and then to Section Chief Long. This teletype is presently stored under locked conditions, only accessible to Supervisor [REDACTED] and Section Chief Long.

On August 13, 1973, Special Agent [REDACTED] of our Philadelphia Office, prepared a comprehensive memorandum of the results of the polygraph examination and this memorandum was typed by a stenographer of our Philadelphia Office. The memorandum was reviewed by polygraph examiner, Special Agent [REDACTED], and SAC William A. Sullivan. All Philadelphia copies of this memorandum are maintained in the safe of SAC Sullivan.

b7c
Copies of this comprehensive memorandum were hand delivered to ASAC Edward F. Foley of our Baltimore Office on August 14, 1973, by FBI personnel. Case Agent [REDACTED] personally delivered a copy of this memorandum to USA Beall at 9:00 a.m., on August 15, 1973. This comprehensive memorandum was reviewed in our Baltimore Office by case Agent [REDACTED], Supervisor [REDACTED], ASAC Foley and subsequently by SAC Thomas Farrow. All copies of this memorandum designated for Baltimore are maintained in the SAC's safe in Baltimore.

This comprehensive memorandum was received at the Bureau and has been reviewed by Supervisor [REDACTED] Section Chief Richard E. Long and Assistant Director Robert E. Gebhardt. The Bureau's copies are maintained under locked conditions only accessible to Supervisor [REDACTED] and Section Chief Long. It is noted that a copy of a comprehensive memorandum such as this is usually provided to our FBI Laboratory; however, in this instance, the Laboratory copy is maintained by the Accounting and Fraud Section.

We are continuing to maintain these documents in the utmost secure conditions.

UNITED STATES GOVERNMENT

Memorandum

Asst. Dir.:	_____
Adm.:	_____
Comp. Syst.:	_____
Files & Com.:	_____
Gen. Inv.:	_____
Ident.:	_____
Inspection:	_____
Intell.:	_____
Laboratory:	_____
Plan. & Eval.:	_____
Spec. Inv.:	_____
Training:	_____
Legal Coun.:	_____
Cong. Serv.:	_____
Corr. & Crm.:	_____
Research:	_____
Press Off.:	_____
Telephone Rm.:	_____
Director Sec'y:	_____

TO : Mr. Callahan ^{WAF}

DATE: 8/24/73

FROM : R. E. Gebhardt

1 - Mr. Gebhardt ^{b7c}
 1 - Mr. [REDACTED]
 1 - Mr. Callahan ^{destroyed 7/29/73}

SUBJECT: DALE ANDERSON, COUNTY
 EXECUTIVE, BALTIMORE COUNTY
 MARYLAND
 SPIRO T. AGNEW, VICE PRESIDENT
 INFORMATION CONCERNING

The investigation in this matter is being conducted by the Internal Revenue Service as this has been an ongoing tax matter for several months. The polygraph examination given by our Agent was at the specific request of Assistant Attorney General Petersen and approved by the Director.

The polygraph examination was given to [REDACTED] and [REDACTED] at Baltimore, Maryland, on 8/11-12/73, at the offices of United States Attorney (USA) George Beall, Baltimore, Maryland. SA [REDACTED] of our Philadelphia Division prepared a comprehensive memorandum of the results of the polygraph examination on 8/13/73, and this memorandum was typed by a stenographer in our Philadelphia Division. The memorandum was reviewed by polygraph examiner [REDACTED] and SAC William A. Sullivan. All Philadelphia copies are maintained in the safe of SAC Sullivan.

Copies of this comprehensive memorandum were hand delivered to ASAC Edward F. Foley of our Baltimore Division, on 8/14/73. Case Agent [REDACTED] personally delivered a copy of this to USA Beall at Baltimore at 9:30 am on 8/15/73. This comprehensive memorandum was reviewed in our Baltimore Division by case Agent [REDACTED] Supervisor [REDACTED] ASAC Foley and SAC Thomas Farrow. All copies of this for Baltimore are maintained in the SAC's safe in Baltimore.

This comprehensive memorandum was received at the Bureau and has been reviewed by Supervisor [REDACTED] Section Chief Richard E. Long and Assistant Director Robert E. Gebhardt. The Bureau's copies are maintained under locked conditions only accessible to Supervisor [REDACTED] and Section Chief Long. It is noted that a copy of a comprehensive memorandum such as this is usually provided to our FBI Laboratory; however, in this instance, the Laboratory copy is maintained by the Accounting and Fraud Section.

ACTION: For information. This will continue to receive the utmost security.

REL:aat
 (4)

53 AUG 30 1973

18 AUG 30 1973 ^{gop}

6-WAF

UNITED STATES GOVERNMENT

Memorandum

- Assoc. Dir.
- Asst. Dir.:
- Admin.
- Comp. Syst.
- Files & Com.
- Gen. Inv.
- Ident.
- Inspection
- Intell.
- Laboratory
- Plan. & Eval.
- Spec. Inv.
- Training
- Legal Coun.
- Cong. Serv.
- Corr. & Crm.
- Research
- Press Off.
- Telephone Rm.
- Director Sec'y

TO : Mr. Callahan ^{PC/WAF}

FROM : R. E. Gebhardt

SUBJECT: DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT INFORMATION CONCERNING

DATE: 8/24/73

- 1 - Mr. Gebhardt **b7c**
- 1 - Mr. [REDACTED]
- ~~1 - Mr. Callahan~~ *destroyed 8/29/73*

LONG

The polygraph examination, as given to [REDACTED] and [REDACTED] at Baltimore, Maryland, on 8/11-12/73, by our polygraph operator, SA [REDACTED] was synopsisized and reported in teletype form. This teletype was prepared on 8/12/73, and hand delivered to the Bureau on 8/12/73. The teletype was prepared at Baltimore and was reviewed by Supervisor [REDACTED] ASAC Edward F. Foley and SAC Thomas Farrow. This teletype was also reviewed by case Agent [REDACTED] at Baltimore and he personally hand carried this to the Bureau.

b7c

At FBI Headquarters, this teletype was reviewed by Supervisor [REDACTED] Section Chief Richard E. Long, Assistant Director Robert E. Gebhardt, Associate Director Nicholas P. Callahan and Mr. Kelley. This summary teletype was delivered from the Director's office personally to Assistant Director Gebhardt and then to Section Chief Long. This summary teletype is presently stored under locked conditions, only accessible to Supervisor [REDACTED] and Section Chief Long.

fl

ACTION: For information. This will continue to receive the utmost security.

REL:aat
(4)

REC-108
57-7011-14

REC-108

18 AUG 30 1973

6-WAF

58 AUG 30 1973

UNITED STATES GOVERNMENT

Memorandum

TO Mr. Gebhardt

DATE: August 27, 1973

FROM R. E. Long

REV/WAF

Asst. Dir.:	
Admin.	
Comp. Syst.	
Files & Com.	
Gen. Inv.	
Ident.	
Insp.	
Intell.	
Laboratory	
Plan. & Eval.	
Spec. Inv.	
Training	
Legal Coun.	
Off. Cong. & Pub. Aff.	
Records Mgmt.	
Telephone Rm.	
Director Sec'y	

- 1 - Mr. Gebhardt
- 1 - Mr. [redacted]
- 1 - Mr. Callahan
- 1 - Mr. Jacobson

b7c
destroyed
5/24/75
LWAF

SUBJECT DALE ANDERSON, COUNTY EXECUTIVE
BALTIMORE COUNTY, MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT
INFORMATION CONCERNING

This is to set forth an analysis of an 8/27/73 article by Bill Richards appearing in "The Washington Post" (attached) captioned "Witness Said to Pass Lie Test." Much of the data in the article has not been available to the Bureau or its personnel and in other instances statements in the article appear to have been made by persons not familiar with FBI terminology and policy.

On 8/11 and 12/73 SA [redacted] of our Philadelphia office, at the request of the Attorney General, Assistant Attorney General Petersen, and U. S. Attorney Beall, Baltimore, appeared in Baltimore and asked [redacted] and [redacted] a series of questions using the polygraph technique. The following observations are made with respect to various comments appearing in the attached article.

1. The article states a key Government witness in the special Federal investigation of Vice President Spiro T. Agnew passed an FBI lie detector test.

In the use of a polygraph it has been long standing FBI policy that our operators do not make an absolute judgment that a person passed or failed to pass the examination. Our operators must qualify their conclusions to the effect that there was or was no indication of deception on the part of the person afforded the examination. In addition, within the Bureau we refer to it as a polygraph and not a lie detector.

2. The article states that the FBI polygraph test showed that Agnew associate Jerome Wolff was telling the truth.

ENCLOSURE
[Large redacted block]

Enclosure

WAF/lrk

53 AUG 29 1973

58-8211

REC-108

CONTINUED - OVER

18 AUG 30 1973

6-WAF

Memorandum to Mr. Gebhardt
RE: DALE ANDERSON

b7c
[REDACTED]

3. This article, based on a "Time" magazine story, reports that U. S. Attorney Beall had asked other prospective witnesses to take similar tests.

b7c
The initial request to our Baltimore office on 8/9/73 by Beall was to have SA [REDACTED] afford at least two and possibly four persons* a polygraph examination on the morning of 8/10/73. Other than this, the Bureau has no knowledge of Beall's plans for affording other persons the polygraph. As previously indicated, [REDACTED] afforded only two persons [REDACTED] and [REDACTED] the examination on 8/11 and 12/73. * IDENTITIES NOT DISCLOSED TO FBI.

4. The article continues that "Time" reported that Federal investigators had obtained a diary from Wolff showing payoffs in 1967 and 1968 that were reportedly turned over to Agnew and that sources contacted by "The Washington Post" have confirmed the existence of a businessman's date book, which listed dates of meetings with Agnew.

The Bureau has no knowledge of the existence of a diary or businessman's date book. It is noted, however, that an article appearing in the "Evening Star" 8/20/73 carries a comment that "The New York Daily News" said yesterday that Beall reportedly has obtained a diary listing political kickbacks. The News in a story citing unnamed authoritative sources said the diary was kept by former Agnew Aide Jerome Wolff. A UPI release on 8/19/73 states that U. S. Attorney Beall has obtained a diary kept by Jerome Wolff, former Aide to Vice President Agnew listing under-the-table kickbacks to Maryland political figures by contractors and consultants while Agnew was Governor of that State in 1967 and 1968, the New York Daily News reported Sunday.

5. The article states that Wolff could not be reached last night for comment and that both the FBI and the U. S. Attorney's office refused to comment on the magazine's report.

On the evening of 8/26/73 Inspector J. E. Herington, Press Office, received a call from Bill Richards of "The Washington Post" concerning the "Time" article. Herington advised Richards he had not seen the "Time" article and had no comment.

Memorandum to Mr. Gebhardt
RE: DALE ANDERSON

6. The article states that Wolff was asked to take the lie detector test after a visit to Baltimore ten days ago by Assistant Attorney General Henry E. Petersen.

b7C [REDACTED]

Other than this we have no knowledge that Petersen had spent two days with Beall reviewing the case against Agnew and that he had questioned witnesses in this case. *NOT FURNISHED TO HIM BY F.B.I.

7. The article states it was learned yesterday that Paul Gaudreau, President of a Baltimore architecture firm who had been granted immunity, had been asked to take the lie detector test.

We have no knowledge concerning this comment.

8. The article states it was not known whether Lester Matz, the Baltimore engineering consultant, who has been given immunity, has been asked to take a similar test.

b7C [REDACTED]

9. The article points out that during his visit to Baltimore, Petersen went over much of the material that Beall and his investigators have gathered in their nine month investigation into corruption in Baltimore County.

The Bureau has absolutely no knowledge concerning this comment.

10. According to the article Petersen also questioned Matz about his allegations that he personally gave money to Agnew.

We have no knowledge concerning this remark.

11. According to the article, sources have said that Matz has told investigators that he turned over \$2,500 to Agnew.

We have no knowledge with reference to this comment.

b7C [REDACTED]

Memorandum to Mr. Gebhardt
RE: DALE ANDERSON

b7c



OBSERVATIONS

The FBI, other than affording the two polygraph examinations noted herein, has conducted no investigation in this matter and has not come into possession of the details of the investigation which has been conducted by the Internal Revenue Service in conjunction with the U. S. Attorney's Office in Baltimore, Maryland. It is quite conceivable that leaks reported by the press may be attributed to the various witnesses and/or their attorneys. The Bureau has afforded the results of the polygraph examination the highest security and has been available to Bureau personnel only on a need to know basis.

ACTION

For information.

[Handwritten signature]

[Handwritten initials]

REL
WAF

Ob
Oad J. Johnson informed that info. he said might be helpful to Mr. Powers and to advise him of our reasoning as set out hereinabove.

- Assoc. Dir. _____
- Asst. Dir.:
- Admin. _____
- Comp. Syst. _____
- Files & Com. _____
- Gen. Inv. _____
- Ident. _____
- Inspection _____
- Intell. _____
- Laboratory _____
- Plan. & Eval. _____
- Spec. Inv. _____
- Training _____
- Legal Coun. _____
- Cong. Serv. _____
- Corr. & Crm. _____
- Research _____
- Press Off. _____
- Telephone Rm. _____
- Director Sec'y _____

Witness Said to Pass Lie Test

By Bill Richards
Washington Post Staff Writer

A key government witness in the special federal investigation of Vice President Spiro T. Agnew passed an FBI lie detector test concerning his charges that he had passed to Agnew money extorted from Maryland engineering and architectural consultants, according to Time magazine.

The FBI polygraph test, which usually is not considered admissible evidence in court, showed that Agnew associate Jerome Wolff was telling the truth when he told federal investigators he passed money extorted from consultants directly to Agnew when he was Maryland governor, the magazine reports.



JEROME WOLFF
former Agnew aide

Time also said that U.S. Attorney George Beall had asked other prospective witnesses in the Baltimore investigation to take similar tests.

The magazine also reported that federal investigators had obtained a diary from Wolff showing payoffs in 1967 and 1968 that were reportedly turned over to Agnew.

Sources contacted by The Washington Post have confirmed the existence of a businessman's datebook, which listed dates of meetings with Agnew. The sources could not say, however, whether the datebook mentioned any information other than a list of meeting dates.

Wolff was Agnew's appointed chairman of the Maryland State Roads Commission during that time and was responsible for approving all consulting contracts for state roads.

Wolff subsequently became president of Greiner Environmental Systems, Inc., one of Maryland's largest consulting firms. The same prosecution team probing the Agnew allegations last week secured a 29-count grand jury indictment for bribery and extortion against Dale Anderson, the county executive of Baltimore County, and the indictment is giving Richards

to Anderson is Greiner Environmental Systems, Inc.

Wolff could not be reached last night for comment, and both the FBI and the U.S. attorney's office refused to comment on the magazine's report.

Wolff was asked to take the lie detector test, Time said, after a visit to Baltimore 10 days ago by Assistant U.S. Attorney General Henry E. Petersen. Petersen spent two days reviewing the case against Agnew with Beall and questioned at least one of the three government witnesses who have been granted limited immunity.

Attorney General Elliot L. Richardson has said he will make the final decision on whether to seek an indictment from the federal grand jury against Agnew.

It was learned yesterday that Paul Gaudreau, president of a Baltimore architecture firm who has been granted immunity, has not been asked to take a lie detector test.

It also was learned that Lester Marx, a Baltimore engineering consultant who has also been given immunity, has been asked to take a similar test. Sources said that more Petersen seem ever such of the material that Beall and the investigators have gathered in their 10-month investigation into cor-

- The Washington Post A-8
- Times Herald _____
- The Evening Star (Washington) _____
- The Sunday Star (Washington) _____
- Daily News (New York) _____
- Sunday News (New York) _____
- New York Post _____
- The New York Times _____
- The Daily World _____
- The New Leader _____
- The Wall Street Journal _____
- The National Observer _____
- People's World _____

Date 8/27/73

58-7211-15

ENCLOSURE

in Baltimore County. Agnew served as Baltimore County executive from 1963 to 1967, and as Maryland governor from 1967 to 1969.

Petersen also questioned Matz about his allegations that he personally gave money to Agnew. Sources have said that Matz has told investigators that he turned over \$2,500 to Agnew.

Agnew has vehemently denied that he accepted kickbacks from consultants for state or federal work, calling the allegations "damned lies."

It is not known whether Petersen also spoke with Wolff and Gaudreau, but both of the consultants have been cooperating fully with the investigators.

Lie detector tests are not ordinarily allowed as courtroom evidence during a trial unless both sides agree to their presentation. However, the same rules do not apply to a grand jury, where no judge sits and the ground rules for evidence are considerably looser.

If Richardson approves, the federal prosecutors are expected to begin presenting their case against Agnew to the grand jury after Labor Day.

Dale Anderson, County Executive

b7c
[REDACTED]

3. This article, based on a "Time" magazine story, reports that U. S. Attorney Beall had asked other prospective witnesses to take similar tests.

b7c
The initial request to our Baltimore office on 8/9/73 by Beall was to have SA [REDACTED] afford at least two and possibly four persons (identities not disclosed to FBI) a polygraph examination on the morning of 8/10/73. Other than this, the Bureau has no knowledge of Beall's plans for affording other persons the polygraph. As previously indicated, [REDACTED] afforded only two persons, [REDACTED] and [REDACTED] the examination on 8/11 and 12/73.

4. The article continues that "Time" reported that Federal investigators had obtained a diary from Wolff showing payoffs in 1967 and 1968 that were reportedly turned over to Agnew and that sources contacted by "The Washington Post" have confirmed the existence of a businessman's date book, which listed dates of meetings with Agnew.

The Bureau has no knowledge of the existence of a diary or businessman's date book. It is noted, however, that an article appearing in the "Evening Star" 8/20/73 carries a comment that "The New York Daily News" said yesterday that Beall reportedly has obtained a diary listing political kickbacks. The News in a story citing unnamed authoritative sources said the diary was kept by former Agnew Aide Jerome Wolff. A UPI release on 8/19/73 states that U. S. Attorney Beall has obtained a diary kept by Jerome Wolff, former Aide to Vice President Agnew listing under-the-table kickbacks to Maryland political figures by contractors and consultants while Agnew was Governor of that State in 1967 and 1968, the New York Daily News reported Sunday.

5. The article states that Wolff could not be reached last night for comment and that both the FBI and the U. S. Attorney's office refused to comment on the magazine's report.

On the evening of 8/26/73 Inspector J. E. Herington, Press Office, received a call from Bill Richards of "The Washington Post" concerning the "Time" article. Herington advised Richards he had not seen the "Time" article and had no comment.

Dale Anderson, County Executive

6. The article states that Wolff was asked to take the lie detector test after a visit to Baltimore ten days ago by Assistant Attorney General Henry E. Petersen.

b7c
[REDACTED]
(not furnished to him by FBI). Other than this we have no knowledge that Petersen had spent two days with Beall reviewing the case against Agnew and that he had questioned witnesses in this case.

7. The article states it was learned yesterday that Paul Gaudreau, President of a Baltimore architecture firm who had been granted immunity, had been asked to take the lie detector test.

We have no knowledge concerning this comment.

8. The article states it was not known whether Lester Matz, the Baltimore engineering consultant, who has been given immunity, has been asked to take a similar test.

b7c
[REDACTED]
9. The article points out that during his visit to Baltimore, Petersen went over much of the material that Beall and his investigators have gathered in their nine month investigation into corruption in Baltimore County.

The Bureau has absolutely no knowledge concerning this comment.

10. According to the article Petersen also questioned Matz about his allegations that he personally gave money to Agnew.

We have no knowledge concerning this remark.

11. According to the article, sources have said that Matz has told investigators that he turned over \$2,500 to Agnew.

b7c
[REDACTED]
We have no knowledge with reference to this comment.

Dale Anderson, County Executive

b7c

OBSERVATIONS

The FBI, other than affording the two polygraph examinations noted herein, has conducted no investigation in this matter and has not come into possession of the details of the investigation which has been conducted by the Internal Revenue Service in conjunction with the U. S. Attorney's Office in Baltimore, Maryland. The Bureau has afforded the results of the polygraph examination the highest security and has been available to Bureau personnel only on a need to know basis.

Enclosure

XXXXXX
XXXXXX
XXXXXX

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Page(s) withheld entirely at this location in the file. One or more of the following statements, where indicated, explain this deletion.

- Deletions were made pursuant to the exemptions indicated below with no segregable material available for release to you.

Section 552

Section 552a

(b)(1)

(b)(7)(A)

(d)(5)

(b)(2)

(b)(7)(B)

(j)(2)

(b)(3)

(b)(7)(C)

(k)(1)

(b)(7)(D)

(k)(2)

(b)(7)(E)

(k)(3)

(b)(7)(F)

(k)(4)

(b)(4)

(b)(8)

(k)(5)

(b)(5)

(b)(9)

(k)(6)

(b)(6)

(k)(7)

- Information pertained only to a third party with no reference to the subject of your request or the subject of your request is listed in the title only.

- Documents originated with another Government agency(ies). These documents were referred to that agency(ies) for review and direct response to you.

Pages contain information furnished by another Government agency(ies). You will be advised by the FBI as to the releasability of this information following our consultation with the other agency(ies).

Page(s) withheld inasmuch as a final release determination has not been made. You will be advised as to the disposition at a later date.

2 Pages were not considered for release as they are duplicative of 58-8211-15 News article

Page(s) withheld for the following reason(s):

- The following number is to be used for reference regarding these pages:

58-8211-16

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X Deleted Page(s) X
X No Duplication Fee X
X for this page X
XXXXXXXXXXXXXXXXXXXXX

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SPECIAL ACCOUNTABILITY INVENTORY

The ~~Special~~ Director of the FBI has designated the attached document as one having special sensitivity and requiring special accountability. Each person handling or reviewing the document should sign this Special Accountability Inventory and this will be retained with attached at FBIHQ.

Signature

Date

Signature	Date
[Redacted]	8/27/73
William G. Tompkins	8/27/73
Lois J. [Redacted]	8/27/73
[Redacted]	8/27/73
Det. T. Jackson	8/27/73
[Redacted]	8/27/73
W. Kelly	8/27/73
Det. T. Jackson	8/27/73
[Redacted]	8/28/73
William G. Tompkins	8/28/73
[Redacted]	8/28/73
Richard E. Kony	9/4/73

b7c

58 AUG 28 1973

UNITED STATES GOVERNMENT

Memorandum

TO : MR. CALLAHAN *WAF*

DATE: 8/27/73

FROM : O. T. JACOBSON *OJ*

SUBJECT: DALE ANDERSON, COUNTY EXECUTIVE
BALTIMORE COUNTY, MARYLAND
SPIRO T. AGNEW, VICE PRESIDENT
INFORMATION CONCERNING

- Assoc. Dir. _____
- Asst. Dir.:
- Admin. _____
- Comp. Syst. _____
- Files & Com. _____
- Gen. Inv. _____
- Ident. _____
- Insp. _____
- Laboratory _____
- Plan. & Eval. _____
- Spec. Inv. _____
- Training _____
- Legat. Coun. _____
- Cong. Serv. _____
- Corr. & Com. _____
- Research _____
- Press Off. _____
- Telephone Rm. _____
- Director Sec'y _____

Reference is made to R. E. Long memorandum to Mr. Gebhardt dated August 27, 1973, captioned as above (attached).

Mr. Kelley noted that the information contained in that memorandum might be helpful to Mr. Pommerening, and to advise him of our reasoning as set forth in the attached memorandum.

All pertinent information set forth in referenced memorandum is incorporated in a letterhead memorandum, which is also attached.

ACTION:

If approved, attached letterhead memorandum will be personally furnished to Mr. Glen E. Pommerening, Acting Assistant Attorney General for Administration, by Assistant Director O. T. Jacobson.

Enclosure

- 1 - Mr. Gebhardt
- 1 - Mr. Callahan

OTJ:wmj
(4)

REC-108
on
OTJ

2 cc's returned to GEP 8/27/73 OJ

File

REC-108

18 AUG 30 1973

10-OJ
6-WAF

53 AUG 30 1973

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

AUG 27 1973

Assoc. Dir.	_____
Asst. Dir.:	
Admin.	_____
Comp. Syst.	_____
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Inspection	_____
Intell.	_____
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Plan. & Eval.	_____
Spec. Inv.	_____
Training	_____
Legal Coun.	_____
Cong. Serv.	_____
Corr. & Crm.	_____
Research	_____
Press Off.	_____
Telephone Rm.	_____
Director Sec'y	_____

NR 013 BA CODE

TELETYPE

5:22 PM URGENT 8/27/73 JWH

TO DIRECTOR

(ATTN: MR. WAYNE FRANKENFIELD, DIVISION SIX)

FROM BALTIMORE (58-483) (2P)

DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MARYLAND;
SPIRO T. AGNEW, VICE PRESIDENT; INFORMATION CONCERNING

RE BUREAU TELEPHONE CALL TO BALTIMORE, AUGUST TWENTYSEVEN INSTANT.

ANSWERS TO QUESTIONS POSED IN REFERENCED TELEPHONE CALL ARE SET FORTH BELOW:

(1) SA [REDACTED] CONTACTED AUSA BARNET D. SKOLNIK ON INSTURCTIONS FROM SUPERVISOR [REDACTED] OF THE BUREAU IN CONNECTION WITH BALTIMORE TELETYPE AUGUST SEVEN LAST.

(2) SA [REDACTED] CONTACTED USA GEORGE BEALL IN CONNECTION WITH BALTIMORE TELETYPE TO BUREAU AUGUST EIGHT LAST.

(3) LIAISON IS MAINTAINED WITH USA'S OFFICE BY SA [REDACTED] OR IN HIS ABSENCE SUPERVISOR [REDACTED]

(4) BALTIMORE HAS TWO CC'S OF POLYGRAPH EXAMINATIONS GIVEN BY SA [REDACTED]

(5) ALL MATTERS PERTAINING TO THIS CASE ARE MAINTAINED IN AUG 30 1973

END PAGE ONE

Handwritten initials

b7c

REC-108

58-124-17

6-WAF

53 AUG 30 1973

PAGE TWO

BA 58-483

SAC'S SAFE AND COMBINATION TO SAFE IS MAINTAINED BY SAC,
ASAC, AND SAC SECRETARY.

(6) ONE COPY OF POLYGRAPH EXAMINATIONS OF [REDACTED] AND [REDACTED] WERE
GIVEN TO USA GEORGE BEALL PERSONALLY BY SA [REDACTED]

(7) CONTROL OF ALL MATERIAL IN THIS CASE IS MAINTAINED BY
SAC.

(8) CLERICAL NOTES CONCERNING BALTIMORE TELETYPE AUGUST
TWELVE LAST WERE DESTROYED IMMEDIATELY AFTER TRANSCRIPTION.
STENOGRAPHER [REDACTED] TRANSCRIBED THE NOTES.

b7c
(9) SEALED ENVELOPE CONTAINING RESULTS OF POLYGRAPH EXAMINA-
TION WAS PICKED UP BY SA [REDACTED] OF THE WILMINGTON,
DELAWARE, RESIDENT AGENCY FROM PHILADELPHIA AGENT ON AUGUST
FOURTEEN LAST AND THEN TURNED OVER TO [REDACTED] OF
THE BALTIMORE DIVISION. [REDACTED] BROUGHT THE SEALED ENVELOPE TO
BALTIMORE HEADQUARTERS WHERE HE GAVE THE ENVELOPE TO ASAC
EDWARD F. FOLEY, WHO PLACED IT IN SAC'S SAFE OVERNIGHT, AND
ON MORNING OF AUGUST FIFTEEN LAST PACKAGE WAS GIVEN TO SUPER-
VISOR [REDACTED] FOR DISPOSITION. COPIES WERE FURNISHED
TO USA GEORGE BEALL BY SA [REDACTED] AT 9:00 AM, AUGUST FIFTEEN
LAST.

END

FBIHQ FLC ACK FR ONE TEL TU CLR

SPECIAL ACCOUNTABILITY INVENTORY

The Director of the FBI has designated the attached document as one having special sensitivity and requiring special accountability. Each person handling or reviewing the document should sign this Special Accountability Inventory and this will be retained with attached at FRIHQ.

Signature

Date

Margaret Frankenburg

8/27/73

[Redacted]

8/27/73

Richard P. Gallagher

8/27/73

b7c

Det. Jacobsen

8/27/73

[Redacted]

8/27/73

Det. Jacobsen

8/27/73

Margaret Frankenburg

8/28/73

[Redacted]

8/28/73

Richard L. [Redacted]

9/4/73

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

AUG 27 1973

TELETYPE

Assoc. Dir.	_____
Asst. Dir.:	_____
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Ident.	_____
Inspection	_____
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Laboratory	_____
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Spec. Inv.	_____
Training	_____
Legal Coun.	_____
Cong. Serv.	_____
Corr. & Crm.	_____
Research	_____
Press Off.	_____
Telephone Rm.	_____
Director Sec'y	_____

WAF

NR 008 PH CODE

543 PM 8-27-73 URGENT MCA

TO DIRECTOR

FROM PHILADELPHIA (58-641)

DALE ANDERSON, COUNTY EXECUTIVE, BALTIMORE COUNTY, MD.; ET AL.
INFORMATION CONCERNING. OO: BALTIMORE.

RE BUREAU TELEPHONE CALL, ACTING SEC. CHIEF WAYNE
FRANKENFIELD, AUG. 27, 1973, AND PHILADELPHIA AIRTEL TO BUREAU,
AUGUST 13, 1973.

b7c

REFERENCED AIRTEL AND ITS ENCLOSURE, PHILADELPHIA LETTER
DATED AUG. 13, 1973 TO THE BUREAU, DICTATED BY SA [REDACTED]
[REDACTED] TO HIS SECRETARY, MRS. [REDACTED] ON INSTRUCTIONS
OF RICHARD LONG, SEC. CHIEF, DIVISION SIX, BALTIMORE AND
BUREAU COPIES OF RE COMMUNICATION WERE TO BE HAND DELIVERED
WHEN SA [REDACTED] RETURNED TO BALMORE FOR ADDITIONAL INTERVIEWS
SET FOR TUESDAY, AUG. 14, 1973. THESE PLANS WERE CHANGED
BY TELEPHONE CALL OF GEORGE BEALL, U.S. ATTORNEY, BALTIMORE, AUG 30 1973
WHO TELEPHONICALLY ADVISED SA [REDACTED] THAT CONTEMPLATED INTER-
VIEWS, AUG. 14, WERE "PREMATURE".

RF

REC-102 58-8211-18

END OF ONE

53 AUG 30 1973

6-WAF

PAGE TWO

ON AUG. 14, 1973, USA BEALL AGAIN TELEPHONED SA [REDACTED] AND ADVISED THAT INTERVIEWS THIS MATTER WOULD HAVE TO BE POSTPONED BECAUSE HENRY PETERSON, ASSISTANT ATTORNEY GENERAL, CRIMINAL DIVISION, U. S. DEPARTMENT OF JUSTICE WAS TRAVELING TO BALTIMORE PERSONALLY TO INTERVIEW WITNESSES.

THIS DEVELOPMENT BROUGHT TO ATTENTION OF MR. LONG, DIVISION SIX, WHO INSTRUCTED TWO COPIES OF REFERENCED AIRTEL AND TWO COPIES OF ENCLOSURES BE FORWARDED BALTIMORE BY PERSONAL MESSENGER. AIRTELS AND ENCLOSURES PLACED IN A SEALED ENVELOPE BY SECRETARY [REDACTED] IN PRESENCE OF SA [REDACTED] SA [REDACTED] NEVER READ AIRTEL OR ENCLOSURE. SA [REDACTED] DELIVERED THE SEALED ENVELOPE TO AN RA AT WILMINGTON, DELAWARE, WHO UNDER DIRECTION OF ASAC ED FOLEY, BALTIMORE, HAND DELIVERED THE SEALED ENVELOPE TO HIM, FOLEY, BALTIMORE, MD.

ON AUG. 16, 1973, DUE TO THE CHANGE OF PLANS AS OUTLINED ABOVE, THREE COPIES OF REFERENCED AIRTEL AND THREE COPIES OF ENCLOSED MEMO WERE PLACED IN A SEALED ENVELOPE BY MRS. [REDACTED] IN THE PRESENCE OF SA [REDACTED] THIS ENVELOPE WAS ADDRESSED
END OF TWO

PAGE THREE

TO MR. RICHARD LONG, DIVISION SIX, WITH INSTRUCTIONS TO HAND DELIVER AND IN BOLD PRINTING BY SA [REDACTED] WAS ADDITIONAL INSTRUCTION "DO NOT OPEN".

PHILADELPHIA FILE MAINTAINED IN SAC'S SAFE. MISS [REDACTED] SECRETARY IN SAC'S OFFICE, HAS HANDLED FILE ADMINISTRATIVELY, INCLUDING INDEXING AND SERIALIZING. MISS [REDACTED] SAC SECRETARY, HAS ACCESS TO SAC'S SAFE ALONG WITH ASAC ROBERT E. KENT AND ASAC ERWIN RECER. ASAC RECER HAS BEEN ON ANNUAL LEAVE THROUGHOUT THIS PERIOD. ASAC KENT HAD NO REASON TO REVIEW FILE. ONLY SAC, SA [REDACTED] MRS. [REDACTED] AND MISS [REDACTED] HAD OCCASION TO BE AWARE OF CONTENTS IN REFERENCED COMMUNICATION. b7c

DICTATION NOTES OF MRS. [REDACTED] MAINTAINED WITH FILE IN SEALED ENVELOPE IN SAC'S SAFE IN ACCORDANCE WITH STENOGRAPHIC MANUAL REGULATION, SECTION ONE C.5 (PAGE 2).

THIS FILE HAS BEEN AFFORDED CLOSEST SECURITY AND NO OTHER PERSONNEL IN PHILADELPHIA OFFICE HAVE HAD ACCESS TO ITS CONTENTS. END OF THREE