



Exploding The Phone

db951

www.explodingthephone.com

Bibliographic Cover Sheet

Title **FBI File 165-HQ-1895: Tapes and Recordings (TARCASE)**

Date 1965-08-02

Abstract Investigation into tapes and recordings made by NET&T, Bell of PA, C&PT, etc.

Keywords TARCASE; gambling

Notes This was generated by FOIPA 1125193-000 (F-251G) which was for Bell of Pennsylvania. See also 165-PH-698 and 165-BS-532 (db950).

Source FBI via FOIA

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Date: August 2, 1965

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

Via AIRTEL

(Priority)

TO DIRECTOR, FBI

FROM: SAC, BOSTON (165-NEW)(P)

SUBJECT: TAPES AND RECORDINGS MAINTAINED BY
THE NEW ENGLAND TELEPHONE AND TELEGRAPH
CO., THE BELL SYSTEM OF PENNSYLVANIA,
THE CHESAPEAKE AND POTOMAC TELEPHONE CO.,
AND THE SOUTHERN BELL TELEPHONE CO.
REFLECTING INTERSTATE GAMBLING
INFORMATION
ITWI; FRAUD BY WIRE

Information copies of this communication are being
 furnished to all offices receiving this communication in view
 of future possible investigation in this matter.

b6
b7C

On August 2, 1965, USA RAYMOND J. PETTINE, District
 of Rhode Island, Providence, R. I., contacted the Providence
 Resident Agency requesting the presence of SRA [REDACTED]

3 - Bureau
 1 - Chicago (Info)
 1 - Miami (Info)
 1 - Newark (Info)
 1 - New Orleans (Info)
 1 - New York (Info)
 1 - Philadelphia (Info)
 1 - WFO (Info)
 6 - Boston
 TJL/bbr
 (16)

prh
MCT

N 165-1895-1
 REC-60 165-1-185

EX 113

AUG 3 1965

Approved: _____
 Special Agent in Charge

Sent _____

M. Per _____

Memo Gale to Belmont
 8/4/65 PJM; rm9

100-165-1895-1
 100-165-1895-1

SIX

BS 165-NEW

at a conference with Departmental [redacted] Organized Crime Division, Department of Justice, Washington, D. C.

[redacted] advised that on July 19, 1965, [redacted] AT&T, New York City, had contacted the Organized Crime Division, and advised that an investigation had been conducted by the following subsidiaries of AT&T: New England Telephone and Telegraph Co., the Bell System of Pa., Chesapeake and Potomac Telephone Co., and the Southern Bell Telephone Co., in regard to various individuals in the above telephone company areas that were using devices to circumvent payment of telephone charges in the transmission of wagering information.

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The AT&T described these devices as "black boxes" and "triple and double cheese boxes." The respective telephone companies used a device known as the automatic telephone record amplifier (ATRA) to identify the devices being utilized and the identity of the callers.

The Telephone Company investigation has resulted in obtaining various tapes and recordings, all in regard to gambling information, being obtained and indicated their desire to turn these items over to the Organized Crime Division. These items are being turned over to the Organized Crime Division and it is believed that the information has been obtained legally and the chain of evidence preserved.

The Organized Crime Division is having the office of the USA in Providence, R. I., prepare subpoenas duces tecum to obtain the [redacted] and these will be served [redacted] in the near future.

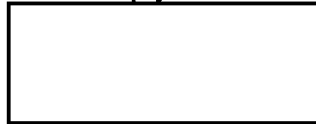
b6
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b7D

[redacted] also advised that in order to maintain the legality of the obtaining of the information in this matter, he cannot definitely state as to what is contained in the [redacted] but identified the following [redacted]

BS 165-NEW

THE BOSTON DIVISION

The Midtown Journal of Boston



of R. I.

of R. I.

b6
b7C

THE CHICAGO DIVISION

Individuals not identified.

THE MIAMI DIVISION

Individuals not identified.

THE NEWARK DIVISION

Unidentified individuals in the Camden, N.J. area.

THE NEW ORLEANS DIVISION

An individual known as



THE PHILADELPHIA DIVISION



PA

THE WASHINGTON FIELD OFFICE

Unidentified individuals.

[redacted] advised that several calls have been noted from the Boston, Mass., and R. I. areas to Philadelphia and also from the Miami area to Philadelphia, Pa.

[redacted] states further that he has been told that a "black box" is a device attached to a telephone to prevent a relay signal from returning to the initiating phone number a record or log of the call and subsequent billing.

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BS 165-NEW

A "cheese box" is a connection made between two telephone lines which in effect acts as a relay so that if telephone No. 1, say in the R.I. area, dials telephone No. 2 in Camden, N. J., the call will be ultimately relayed to telephone No. 3 in Philadelphia. The "cheese boxes" are combined with the "black boxes" and can be put in both double and triple series.

In Philadelphia alone, there is a number with one triple "cheese box," two double "cheese boxes" and a "black box."

USA PETTINE advised that on August 18, 1965, a Federal Grand Jury will be convened in Providence and the [redacted] turned over to the Federal Grand Jury. Both he and [redacted] and it is assumed Departmental [redacted] will request of the Grand Jury that the FBI be designated as the recipient of these items for investigation.

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[redacted] states that at present he feels that violations in this matter have already occurred of the ITWI and FBW Statutes.

[redacted] gave no reason for picking Providence, R. I., area as the repository for these items.

b6
b7C

The Bureau will be kept advised of events as they transpire.

8/5/65

Airtel

To: SAC, Boston

REC-60

From: Director, FBI

EX-113
TAPES AND RECORDINGS MAINTAINED BY
THE NEW ENGLAND TELEPHONE AND TELEGRAPH
COMPANY, THE BELL SYSTEM OF PENNSYLVANIA,
THE CHESAPEAKE AND POTOMAC TELEPHONE COMPANY,
AND THE SOUTHERN BELL TELEPHONE COMPANY
REFLECTING INTERSTATE GAMBLING INFORMATION
ITWI; FBW

Reurairtel 8/2/65 captioned as above.

No active investigation should be conducted in this matter until USA Pettine makes available [redacted] received from FGJ. At the time the USA makes this material available and requests investigation, you should hold in abeyance any investigation and immediately advise the Bureau of extent of requested investigation and description of [redacted]

The Bureau will furnish you with instructions at that time as to when investigation should be instituted.

NOTE: See Gale to Belmont memo, 8/5/65, same caption, PJM:rmg.

MAILED 5

AUG 5 - 1965

COMM-FBI

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holloman _____
Gandy _____

PJM:rmg

-8-

AUG 5 1965

MAIL ROOM

TELETYPE UNIT

#200

AUG 5 1965

UNITED STATES GOVERNMENT

Memorandum

TO : Mr. Belmont

DATE: August 5, 1965

FROM : J. H. Gale

SUBJECT: TAPES AND RECORDINGS MAINTAINED BY
THE NEW ENGLAND TELEPHONE AND TELEGRAPH
COMPANY, THE BELL SYSTEM OF PENNSYLVANIA,
THE CHESAPEAKE AND POTOMAC TELEPHONE COMPANY,
AND THE SOUTHERN BELL TELEPHONE COMPANY
REFLECTING INTERSTATE GAMBLING INFORMATION
INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

On August 2, 1965, United States Attorney Raymond J. Pettine, Providence, Rhode Island, and Departmental [redacted] Organized Crime Division, Washington, D. C., furnished the following information to an Agent of the Providence, Rhode Island, Resident Agency.

In the latter part of July, 1965, an American Telephone and Telegraph Company attorney contacted the Organized Crime Division and advised that an investigation by several of their subsidiary telephone companies revealed a number of persons, apparently acting together, were using devices to circumvent payment of telephone charges in interstate transmission of wagering information. These calls involved gamblers in Boston, Massachusetts; Rhode Island; Philadelphia, Pennsylvania; Miami, Florida, and other areas. The telephone company, during their investigation, obtained tapes and recordings of conversations pertaining to gambling activities.

The telephone company desires to turn these items over to the Organized Crime Division. The Organized Crime Division is having the United States Attorney in Providence prepare a subpoena duces tecum to obtain the [redacted]. United States Attorney Pettine has advised that on August 18, 1965, a Federal Grand Jury will be convened in Providence to accept the [redacted] obtained through service of the subpoena. The grand jury will be requested that the FBI be designated as the recipient of these items for further investigation.

Departmental [redacted] has advised that the action of the telephone company in obtaining the [redacted] of these [redacted] was legal and not done at the request of the Department or any other law enforcement agency.

Enc. *sent*

- 1 - Mr. Belmont
- 1 - Mr. DeLoach
- 1 - Mr. Gale
- 1 - Mr. McAndrews
- 1 - Mr. P.J. Mohr

PJM:rmg
-6- AUG 17 1965

AUG 30 1965

CONTINUED - OVER

AUG 6 1965

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b7C

b3
b7D

b6
b7C
b3

Memorandum to Mr. Belmont
Re: Tapes and Recordings

b3

ACTION:

sent
Attached for approval is an airtel to Boston instructing that upon receipt of [] from United States Attorney, Providence, with request for investigation, that the Bureau be notified prior to conducting investigation so the Department can be put on notice in writing of our contemplated investigation to be conducted at their request.

rm
JHS *SSA* *Thot*
ASS

8/25/65

AIRTEL

1 - Division 6
1 - Mr. Baker

TO: SAC, Boston (165-532)

FROM: Director, FBI

TAPES AND RECORDING REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI - FRAUD BY WIRE

Re Boston airtel 8/20/65, captioned TAPES AND RECORDINGS MAINTAINED BY THE NEW ENGLAND TELEPHONE AND TELEGRAPH CO.; THE BELL SYSTEM OF PENNSYLVANIA, THE CHESAPEAKE AND POTOMAC TELEPHONE CO., AND THE SOUTHERN BELL TELEPHONE CO. REFLECTING INTERSTATE GAMBLING INFORMATION, ITWI; FRAUD BY WIRE.

Since it is essential this investigation be closely coordinated, Boston is, at this time, designated office of origin in this matter.

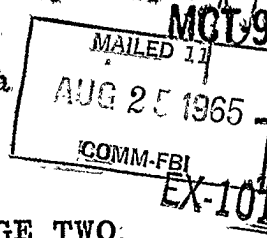
In order for auxiliary offices to intelligently pursue required investigation, Boston, if not done, should expeditiously review all telephone company material and thereafter furnish pertinent data to Bureau and all interested offices, together with indication of desired investigation.

All offices, after reviewing reairtel, and upon receipt of information and data from Boston, establish effective liaison with appropriate telephone company security officers, and, where necessary, request a careful explanation of the material furnished by it to the Providence, Rhode Island, Federal grand jury on 8/18/65. In this regard, in the event telephone company personnel voluntarily offer data obtained by them subsequent to 8/18/65, they should be advised that such information is to be furnished to [redacted]

[redacted] for American Telephone and Telegraph Company (AT&T), New York City. For your information, in the event additional material of this nature is secured, [redacted] of AT&T will contact Department, which will thereafter secure such material by subpoena.

Tolson
Belmont
Mohr
DeLoach
Casper
Callahan
Conrad
Felt
Gale
Rosen
Sullivan
Tavel
Trotter
Tele. Room
Holmes
Gandy

1 - Baltimore
1 - Chicago
2 - Las Vegas
2 - Miami
1 - New York
2 - New Orleans
2 - Philadelphia
2 - WFO
2 - Newark



165-1895-3
REC-50
AUG 27 1965
1533

SEE NOTE PAGE TWO.

WBP:ral (19)
MAIL ROOM
TELETYPE UNIT

b6
b7C

Airtel to Boston

Re: Tapes and Recording Reflecting
Interstate Gambling Information

After thorough review of pertinent material, identity of individuals involved in indicated gambling activity should be determined, and investigation conducted to establish complete background re each individual and all information re his gambling activities. Investigation is to be directed toward developing a substantive violation, bearing in mind that each person involved may be part of a conspiracy to violate antigambling statutes.

As noted on page nine of reairtel, U. S. Attorney desires location of "cheese boxes" and "black boxes" in Philadelphia and Rhode Island areas determined. Contact with telephone company personnel should be beneficial in this regard. At such time as instruments are located, all information concerning persons controlling them is to be secured. In connection with locating these instruments, if Laboratory assistance is desired, such should be requested by appropriate communication.

For the information of all offices, this is to be handled in a delicate manner and is to receive continuous and preferred attention. In order to maintain continuity, all communications should be captioned as instant communication. Copies of each report or letterhead memorandum should be prepared for U. S. Attorney, Providence, Rhode Island; five copies for Bureau and two copies should be maintained by submitting office for any subsequent need by U. S. Attorney in district of venue. Boston, as office of origin, is to closely follow auxiliary offices and insure Bureau is advised of all pertinent developments.

NOTE: On 8/18/65, Federal grand jury, Providence, Rhode Island, received, as a result of a subpoena, [redacted]

[redacted]
[redacted] Department has stated [redacted] were obtained legally and, as such, would be admissible in the event of subsequent prosecution.

b3
b7D

FBI

Date: 9/2/65

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

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, WFO ¹⁶⁵⁻¹⁷⁹
~~166-149~~ P

RE: ⁶ TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI - FBW
OO: BOSTON

Re Boston airtel to Bureau, 8/20/65.

For information Bureau, Boston and Philadelphia, [redacted]
number [redacted] is symbol number informant of WFO. He
is mentioned on Page 8 of reairtel. His Bureau file number
is [redacted]

His present "office" telephone in Washington is [redacted].
He is a [redacted]

b2
b6
b7C
b7D

3 Bureau
2 Boston 165-532
1 Philadelphia Info
2 WFO [redacted]
EWP:VIM

C. C. Wick

REC-61

EX 105

165-1895 4
25 SEP 3 1965b2
b7D

Approved: 70 SEP 9 1965 Special Agent in Charge

Sent _____ M Per _____

Date 9/22/65

To:

☒ Director

FILE # WFO 165-179

Att.: Division 9

☐ SAC _____ Title TAPES AND RECORDINGS
☐ ASAC _____ REFLECTING INTERSTATE
☐ Supv. _____ GAMBLING INFORMATION
☐ Agent _____ ITWI: FBW
☐ SE _____
☐ IC _____
☐ CC _____
☐ Steno _____
☐ Clerk _____

ACTION DESIRED

<input type="checkbox"/> Acknowledge	<input type="checkbox"/> Open Case
<input type="checkbox"/> Assign _____ Reassign _____	<input type="checkbox"/> Prepare lead cards
<input type="checkbox"/> Bring file	<input type="checkbox"/> Prepare tickler
<input type="checkbox"/> Call me	<input type="checkbox"/> Recharge serials
<input type="checkbox"/> Correct	<input type="checkbox"/> Return assignment card
<input type="checkbox"/> Deadline _____	<input type="checkbox"/> Return file
<input type="checkbox"/> Deadline passed	<input type="checkbox"/> Return serials
<input type="checkbox"/> Delinquent	<input type="checkbox"/> Search and return
<input type="checkbox"/> Discontinue	<input type="checkbox"/> See me
<input type="checkbox"/> Expedite	<input type="checkbox"/> Send Serials _____
<input type="checkbox"/> File	to _____
<input type="checkbox"/> For information	<input type="checkbox"/> Submit new charge out
<input type="checkbox"/> Initial & return	<input type="checkbox"/> Submit report by _____
<input type="checkbox"/> Leads need attention	<input type="checkbox"/> Type
<input type="checkbox"/> Return with explanation or notation as to action taken.	

NINE
Concurrence

airtel
Re ~~WFO letter~~ to Bureau, 9/2/65.

Ref ~~et~~ reflects WFO file number as 166-149. It should be 165-179. Please make appropriate change.

SAC JOSEPH D. PURVIS

____ See reverse side

Office WFO

9/3/65

Airtel

To: SAC, Boston (165-532)

From: Director, FBI

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI - FRAUD BY WIRE

ReBuairtel 8/25/65.

Advise by return airtel status your investigation
this matter.

MAILED 25
SEP 3. 1965
COMM-FBI

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holloman _____
Gandy _____

WPB:gjf
(4)

MAIL ROOM ☒ TELETYPE UNIT ☐

REC- 43

EX 105

165-1895-5
19 SEP 7 1965

F B I

Date: 9-8-65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, BOSTON (165-532)

RE: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI - FRAUD BY WIRE

ReBuairtel 9/3/65. It is anticipated that review of this voluminous material will be completed by close of business 9/10/65. Part of report already in preparation. Expected report will be submitted to Bureau by COB 9/15 next. Nine tapes, several of which are obscene, being transcribed by male stenographers. Due to fact Boston has only two male stenographers, typing of these reels considerably slow. This matter is receiving my personal attention and report will be submitted as soon as possible.

3-Bureau
1-Boston
JLH:maw
(4)

EX-100

REC-32

165-1895-6
14 SEP 9 1965

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

F B I

Date: 9-8-65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO : DIRECTOR, FBI
FROM : SAC, BOSTON (165-532) (P)

SUBJECT: TAPE AND RECORDINGS MAINTAINED
BY THE NEW ENGLAND TELEPHONE AND
TELEGRAPH COMPANY, THE BELL SYSTEM
OF PENNSYLVANIA, THE CHESAPEAKE AND
POTOMAC TELEPHONE COMPANY, AND THE
SOUTHERN BELL TELEPHONE COMPANY
REFLECTING INTERSTATE GAMBLING
INFORMATION
ITWI; FRAUD BY WIRE

Re Boston airtel to the Bureau dated 8-20-65.

On 9-8-65, USA, RAYMOND J. PETTINE, District of
Rhode Island, Providence, R. I., advised that he had been
called on this date by Chief of Police ARTHUR GROLEAU of the
West Warwick, R. I. Police Department, who advised him that
he had received the following information from [redacted]
[redacted] of his department:

A young man from West Warwick, whose name is
[redacted] was making a type of telephone that can
be used without dialing, and was selling them for \$50.00
a piece. It was also ascertained that [redacted]
and [redacted] may also be in possession of these type
of phones, and working for [redacted]

Chief of Police GROLEAU also stated that he had
advised [redacted] of the [redacted] State Police
of this information.

18 SEP 10 1965

USA PETTINE stated that he immediately contacted
Departmental [redacted] and advised him of
Chief GROLEAU's call and stated that he felt he should

3-Bureau
1-Boston
TJL:jms

Approved: [signature] Special Agent in Charge

Sent _____ M Per _____

SEP 23 1965

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b6
b7C

BS 165-532

advise Colonel [] of the R. I. State Police of our interest in the activities of [] and desired that [] prevent [] from taking any action in regard to him. Departmental [] concurred.

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USA PETTINE contacted Colonel [] on 9-8-65, and advised him of his office's and the FBI's interest currently in [] and [] agreed that the R. I. State Police would take no action in regard to the information received from the West Warwick, R. I. Police Department.

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On 9-8-65, [] West Warwick, R.I. P.D., advised SA [] of the Providence, R.I. Resident Agency that during the afternoon of 9-7-65,

[] of this department advised him that [] name unknown, operates a poolroom in the West Warwick area where [] frequents when off duty. On 9-7-65, while in the poolroom, []

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[], was talking to some of the individuals in the poolroom and mentioned that he was making telephones for [] that he was getting \$50.00 for each telephone, that he was disturbed over this amount, and felt that he should be paid more.

[] also mentioned that the telephone is such that it can be located in a central position, and another telephone installed in another location that is so rigged that no ring or dial tone is necessary. A light is placed on each telephone and when one party wants to talk to the other they just pick up the telephone and a light will go on and thus the line can be used.

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b7C

[] also mentioned that [], is operating a wire service for [] at an unknown location.

b6
b7C

[] advised that [] called the U.S. Attorney direct because [] testified before the Grand Jury in Federal District Court when the U.S. Attorney was presenting the case against [] and he, therefore, knew that the U.S. Attorney had an interest in [].

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b3

On 9-8-65 USA PETTINE did not feel that such information jeopardized any FBI investigation in this matter.

The Bureau will be kept advised.

F B I

Date: 8/20/65

Transmit the following in PlaintextVia A i r t e l(Priority)

TO: DIRECTOR, FBI

FROM: SAC, BOSTON (165-532)(P)

SUBJECT: TAPES AND RECORDINGS MAINTAINED BY
THE NEW ENGLAND TELEPHONE AND TELEGRAPH
CO., THE BELL SYSTEM OF PENNSYLVANIA,
THE CHESAPEAKE AND POTOMAC TELEPHONE CO.,
AND THE SOUTHERN BELL TELEPHONE CO.,
REFLECTING INTERSTATE GAMBLING
INFORMATION
ITWI; FRAUD BY WIRE

Re Boston airtel to Bureau dated 8/2/65 and Bureau airtel to Boston dated 8/5/65.

Enclosed for the Las Vegas Division is one copy of Boston airtel to the Director dated 8/2/65 in this matter.

Information copies of this communication are being furnished the Baltimore, Chicago and New York Offices in view of possible future investigation in this matter.

- 4 - Bureau
 - 1 - Baltimore (INFO)
 - 1 - Chicago (INFO)
 - 3 - Las Vegas (Encl. 1)
 - 3 - Miami
 - 3 - Newark
 - 3 - New Orleans
 - 1 - New York (INFO)
 - 3 - Philadelphia
 - 3 - WFO
 - 4 - Boston (165-532)
- TJL/jph
(29)

REC-52

165-1895-8
165-0-189
2 AUG 23 1965

Approved: [Signature]
 Special Agent in Charge

Sent

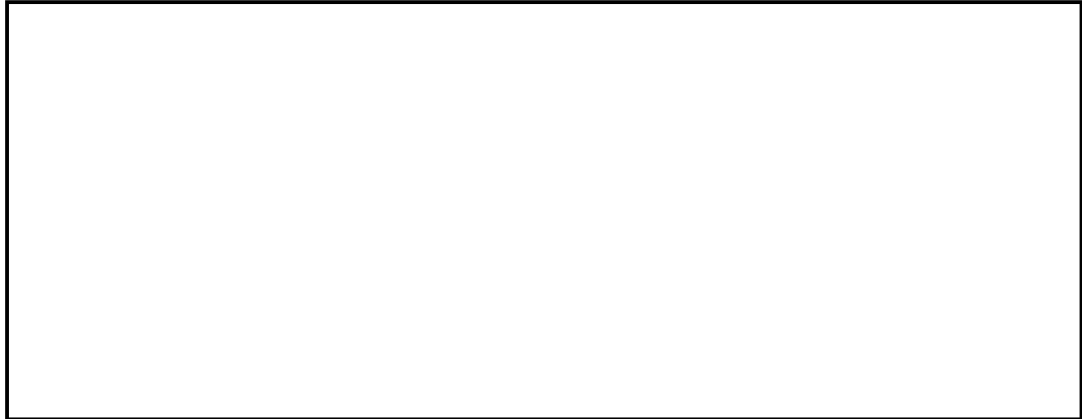
M Per

55 SEP 3 1965
 C C - Wick

REC-52
 REC-52
 UNIT

BS 165-532

On 8/18/65 a Federal Grand Jury impaneled and sitting in a closed session at Providence, Rhode Island, voted to designate the FBI as its investigative agency in regard to the following items turned over to it by various [redacted] in answer to subpoenas duces tecum served on the respective companies:



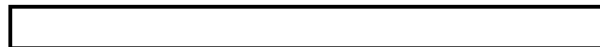
b3
b7D

After the FBI was made the investigative agent by the Federal Grand Jury of the above described material, a conference was held in the office of the U. S. Attorney for the District of Rhode Island RAYMOND J. PETTINE in which, in addition to the above individuals, the following were present:

Departmental



Departmental



for

AT&T, New York City.



Bell Telephone
Company of Pennsylvania, Philadelphia,
Pennsylvania.

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SA



Providence, Rhode
Island.

BS 165-532
TJL/mab

Departmental [redacted] and United States Attorney PETTINE believed that the best statutes to be utilized towards a successful prosecution in this matter would be ITWI, FBW and the general conspiracy statute. Both also believed that the actions of the individual telephone companies in protecting their equipment and their [redacted] involved and the use of [redacted] and practices to prevent further fraud upon the telephone company would make the introduction of the items obtained by the FBI through the Grand Jury legal and proper, and they could see no grounds for having the individual cases thrown out of court. Departmental [redacted] attempted to elicit the identity of the individuals involved from each of the telephone company personnel, but [redacted] of AT & T had apparently restricted them as far as identifying these individuals and all of them "hedged" on naming these individuals.

b6
b7C

However, from outside conversations it appeared that the following are the principals according to telephone company territory:

Boston Division

The Midtown Journal of Boston - [redacted]

[redacted] of Rhode Island

[redacted] of Rhode Island

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Las Vegas Division

Miami Division

BS 165-532
TJL/mab



b6
b7C

1.5A.

Newark Division



Browns Mill, near Camden,
New Jersey

New Orleans Division

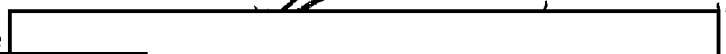


- This individual is believed to
be a Police Officer currently employed
by the New Orleans Police Department and
may be

b6
b7C



- believed to be
telephone number



Philadelphia Division

1.5A.



Washington Field Office

b6
b7C



BS 165-532
TJL/mab

This individual believed to be [REDACTED]

b6
b7C

[REDACTED] - identity unknown

It is believed there are at least 4 "black boxes" and "cheese boxes" in operation in the Philadelphia area. One "black box" is believed to be in operation in the southern New Jersey area, and one "black box" is believed to be in operation in the Rhode Island area.

USA PETTINE and Departmental [REDACTED] desire investigation conducted to determine the presence of the "cheese boxes" and "black boxes" in the Philadelphia, Pennsylvania, and Rhode Island areas. They also desire investigation in Miami, New Orleans, Las Vegas, Philadelphia, Rhode Island and Washington, D.C. to determine if violations of the ITWI, FBW and conspiracy statutes are occurring in conjunction with the use of the above devices, and also investigation by the Newark Division to determine the activities of [REDACTED] and his manufacturing of both the "black" and "cheese boxes".

b6
b7C

Prosecution would like to be obtained in Rhode Island on all individuals involved under the general conspiracy statute, however, USA PETTINE feels that at this time, lacking FBI investigation, he is not convinced he could sustain such a prosecution. He feels that Philadelphia, Pennsylvania, is the center of this conspiracy, and that venue will probably lie there under the ITWI and FBW statutes in the individual cases, i.e. the transmittal of wagering information from Miami to Philadelphia, New Orleans to Philadelphia, etc. However, he desires to prosecute the Rhode Island figures in USDC, Providence, Rhode Island.

Based on this, the Boston Division suggests of the Bureau that the Boston Division prepare a closing report in captioned matter, setting forth the background

BS 165-532
TJL/mab

of the case and a description of the items obtained through the Grand Jury proceedings. Also, Boston and the other divisions receiving this communication, excepting Baltimore, Chicago and New York, open a case under the ITWI, FBW and conspiracy character on the individuals involved in this case in their respective territory and investigation instituted. Copies of each report prepared should be submitted to the USA in Providence, R.I.; 5 copies submitted to the Bureau, in order that 3 copies can be submitted to the Department as requested, and 2 extra copies be maintained in their respective offices for later furnishing to the USA in Philadelphia and to the USA in their own federal district if such is necessary.

All offices should note that if the Bureau agrees with the above, and investigation is instituted under Rule 6E of the Federal Rules of Criminal Procedure, all motions of any type, including the filing of affidavits and the obtaining of search warrants, must emanate through the District Court of Rhode Island and not through their own federal districts.

The Boston Division is maintaining the evidence obtained until the Bureau makes its decision in this matter, and then will forward pertinent items to the offices involved.

Also, if the Bureau agrees to the Boston Division's request, it is expected that the following offices will establish liaison with the following telephone company security officers who can furnish information on the individual figures in their respective territories:

Miami Division

Former SA of the FBI [redacted]

[redacted], Miami,
Florida

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b7C

BS 165-532
TJL/mab

Newark Division

[REDACTED]
Newark, New Jersey

New Orleans Division

Former SA of the FBI [REDACTED]
[REDACTED]
[REDACTED] New Orleans, Louisiana

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b7C

Philadelphia Division

Former SA of the FBI [REDACTED]
[REDACTED]
[REDACTED] Philadelphia,
Pennsylvania

Washington Field Office

[REDACTED]
Washington, D.C.

NO ACTION IS TO BE TAKEN IN THIS MATTER UNTIL
BUREAU INSTRUCTIONS ARE RECEIVED.

UNITED STATES GOVERNMENT

Memorandum

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

TO : Mr. Belmont

DATE: August 24, 1965

FROM : J. H. Gale

SUBJECT: TAPES AND RECORDINGS MAINTAINED BY
THE NEW ENGLAND TELEPHONE AND TELEGRAPH
COMPANY, THE BELL SYSTEM OF PENNSYLVANIA,
THE CHESAPEAKE AND POTOMAC TELEPHONE COMPANY,
AND THE SOUTHERN BELL TELEPHONE COMPANY,
REFLECTING INTERSTATE GAMBLING INFORMATION
INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE

In the latter part of July, 1965, an American Telephone and Telegraph Company attorney contacted the Organized Crime and Racketeering Section of the Department and advised that investigation by several of their subsidiary telephone companies revealed a number of persons, apparently acting together, were using devices to circumvent payment of telephone charges in connection with interstate transmission of wagering information. These calls involved gamblers in Boston, Massachusetts; Philadelphia, Pennsylvania; Providence, Rhode Island; and other areas. The telephone company, during their investigation, obtained tapes and recordings of conversations pertaining to gambling activities. The telephone company attorney advised that he desired to turn these items over to the Organized Crime and Racketeering Section of the Department.

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With respect to this situation, a Federal grand jury impaneled and sitting in closed session at Providence, Rhode Island, on August 18, 1965, accepted the [redacted] which had been obtained through service of a subpoena, and designated the FBI as its investigative agency in regard to those [redacted]. The Department has advised

[redacted] of these [redacted] was legal and not done at the request of the Department or any other law enforcement agency.

The United States Attorney, Providence, has requested that the Bureau institute investigation in connection with the Interstate Transmission of Wagering Information and Fraud by Wire Statutes, with a view toward successful prosecution of the gamblers whose telephone conversations have been recorded by the telephone companies. Our Boston Office, together with other pertinent field divisions, are being instructed to institute appropriate investigation.

Enclosure

- 1 - Mr. Belmont
- 1 - Mr. Gale
- 1 - Mr. McAndrews
- 1 - Mr. Baker

WPB:ral (5)

REC 1

EX 105

16 AUG 25 1965

AUG 31 1965

Memorandum to Mr. Belmont
Re: Tapes and Recordings Maintained by
The New England Telephone and Telegraph
Company, Et Al.

ACTION

That the attached letter, if approved, be sent to the Attorney General advising him of the United States Attorney's request and informing him that investigation is being instituted concerning this matter.

OK.
JH *Q* *JH/mer* *ass* *✓* *JH*

4. The Attorney General

August 24, 1965

Director, FBI

1 - Mr. Belmont
1 - Mr. Gale
1 - Mr. McAndrews
1 - Mr. Baker

TAPES AND RECORDINGS MAINTAINED BY
THE NEW ENGLAND TELEPHONE AND TELEGRAPH
COMPANY, THE BELL SYSTEM OF PENNSYLVANIA,
THE CHESAPEAKE AND POTOMAC TELEPHONE COMPANY,
AND THE SOUTHERN BELL TELEPHONE COMPANY
REFLECTING INTERSTATE GAMBLING INFORMATION
INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE

United States Attorney Raymond J. Pettine, Providence, Rhode Island, has requested investigation by this Bureau in connection with [redacted] secured by subpoena duces tecum before a recent Federal grand jury sitting in closed session at Providence. These [redacted]

[redacted] and were originally obtained by [redacted] as a result of investigation conducted by them.

The investigation requested by United States Attorney Pettine is being instituted, the results of which will be furnished to the Criminal Division.

- 1 - The Deputy Attorney General
1 - [redacted] Assistant Attorney General

MAILED 2
AUG 24 1965
COMM-FBI

NOTE: See memo Gale to Belmont, 8/24/65, same caption, WPB:ral.

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

50 SEP 8 1965

SEP 23 1965 MAIL ROOM ☐ TELETYPE UNIT ☐

REC-22

EX-101

19 AUG 27 1965

BAKER
533

8/30/65

Airtel

1 - Division 6

To: SAC, Boston (165-532)

From: Director, FBI

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FRAUD BY WIRE

ReBSairtel 8/20/65 and Buairtel 8/25/65.

Departmental [] advises that in event his instructions re motions, filing of affidavits, etc., (see page 10, paragraph 1 of reBSairtel) restricts Agents in conducting investigation, his instructions should be disregarded. For example, in event search warrants are necessary, such should be secured in the district in which the warrant is to be executed.

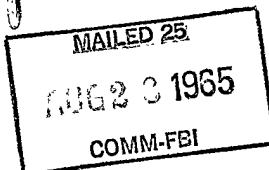
In connection with this investigation, your attention is directed to the fact that all evidence, information, etc., is to be secured, as far as possible, in a manner which would preclude question as to its admissibility in event of prosecution. Caution is to be exercised throughout in order to insure no valid grounds for appeal. In event problems or questions arise in connection with securing warrants, etc., furnish facts to Bureau in order that departmental opinion may be secured.

Boston, as office of origin in this matter, should, in the interest of maintaining continuity and clarity, give consideration to subcaptions and or categorizing data in reports.

2 - Las Vegas
2 - Miami
2 - New Orleans
2 - Philadelphia
2 - Washington Field
2 - New York (for info)
1 - Baltimore (for info)
1 - Chicago (for info)
1 - New York (for info)

Tolson
Belmont
Mohr
DeLoach
Casper
Callahan
Conrad
Felt
Gale
Rosen
Sullivan
Tavel
Trotter
Tele. Room

WPB:bsn
(21)



MAIL ROOM ☒ TELETYPE UNIT ☐

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New England Telephone and Telegraph Co.

165-1895-11

MCT 0VB
REC-54

19 AUG 31 1965

DECODED COPY

Tolson _____
 Belmont _____
 Mohr _____
 DeLoach _____
 Casper _____
 Callahan _____
 Conrad _____
 Felt _____
 Gale _____
 Rosen _____
 Sullivan _____
 Tavel _____
 Trotter _____
 Tele. Room _____
 Holmes _____
 Gandy _____

☐ AIRGRAM ☐ CABLEGRAM ☐ RADIO ☒ TELETYPE

4:26 PM CST URGENT 9-9-65
 TO DIRECTOR AND BOSTON
 FROM NEW ORLEANS 092120

TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING
INFORMATION, ITWI; FRAUD BY WIRE.

RE BOSTON AIRTEL AUGUST 20, 1965 AND BUREAU AIRTEL
 AUGUST 30, 1965. ^{165-1895-8,} ^{165-1895-11,}

LIAISON MAINTAINED WITH [] SOUTHERN
 BELL TELEPHONE AND TELEGRAPH COMPANY. [] HAS BEEN UN-
 ABLE TO PINPOINT LOCATION FROM WHICH CALLS ARE BEING
 MADE AS UNSUB, AKA THE CHIEF BELIEVED TO BE ROLAND HESSE
 IS A TRAFFIC PATROLMAN WHO IS ASSIGNED BUSINESS SECTION
 CITY OF NEW ORLEANS. [] SUGGESTED THAT EFFORTS BE
 MADE TO ESTABLISH HESSES WHEREABOUTS FROM PERIOD OF 11
 AM TO 4 PM.

UACB, NEW ORLEANS WILL INSTALL PHYSICAL SURVEILLANCE
 ON HESSE BEGINNING MONDAY, SEPTEMBER 13, 1965.

BOSTON REQUESTED TO ADVISE BY AIRTEL INFORMATION
 AVAILABLE REGARDING NEW ORLEANS ASPECTS OF ABOVE CASE.

RECEIVED: 6:36 PM JG

REC-32

EX-113

3 SEP 10 1965

CC-MR. ROSEN

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

Total Deleted Page(s) ~ 3

Page 21 ~ b3, b7D

Page 22 ~ b3, b7D

Page 23 ~ b3, b7D

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE BOSTON	OFFICE OF ORIGIN BOSTON	DATE 9/16/65	INVESTIGATIVE PERIOD 8/18/65 - 9/8/65
TITLE OF CASE <u>TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION</u>		REPORT MADE BY <div style="border: 1px solid black; width: 100px; height: 15px;"></div>	TYPED BY map
		CHARACTER OF CASE ITWI; FRAUD BY WIRE; CONSPIRACY	

b6
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REFERENCE: Boston airtel to Bureau dated 8/20/65.

- P -

LEADSBALTIMOREAT LEONARDTOWN, MARYLANDWill identify subscriber to telephone number

Conduct indices search, credit and criminal check.

AT NEWPORT, DELAWARE

Will identify subscriber to telephone number 302-WY4-2521.

Conduct indices search, credit and criminal check.

APPROVED *J. J. Handley*
SPECIAL AGENT
IN CHARGE

COPIES MADE:

- 3 - Bureau
1 - USA, Providence, R.I.
3 - Baltimore
3 - Chicago

(COPIES CONTINUED COVER PAGE B)

DO NOT WRITE IN SPACES BELOW

165-1895-13

REC-57

17 SEP 20 1965

SI-128

Dissemination Record of Attached Report

Notations

Agency				
Request Recd.	"2"	CC, AAG, Criminal Division,		
Date Fwd.	Organized Crime & Racketeering Section			
How Fwd.	Room 2524			
By	J. D. G.	9/22/65		

51 OCT 4 1965

COR
EXP
3

NOTE
STAT. SECT.

BS 165-532

(COPIES CONTINUED)

3 - Las Vegas
3 - Miami
3 - Newark
3 - New Orleans
3 - New York
3 - Philadelphia
5 - Boston (165-532)

B
COVER PAGE

BS 165-532

b6
b7C

AT WILMINGTON, DELAWARE

Will identify subscriber to telephone number [REDACTED]

Conduct indices search, credit and criminal check.

CHICAGO

AT CHICAGO, ILLINOIS

Will identify subscriber to telephone number [REDACTED]

Conduct indices search, credit and criminal check.

LAS VEGAS

AT LAS VEGAS, NEVADA

Will establish liaison with appropriate telephone company security officer.

Determine if any "black box" or "cheese box" device in operation indicating tie-in with Philadelphia, Pennsylvania, area.

b6
b7C

If located, identify individuals operating them.

Determine identity, background and gambling activities of

[REDACTED]
[REDACTED] telephone number [REDACTED].

Ascertain associates of [REDACTED] and their background.

MIAMI

AT MIAMI, FLORIDA

Will establish liaison with appropriate telephone company security officer.

Determine if any "black box" or "cheese box" device in operation indicating tie-in with Philadelphia, Pennsylvania, area.

If located identify individuals controlling devices.

Ascertain identity, background and gambling activities of [REDACTED].

[REDACTED]

[REDACTED] telephone number [REDACTED] and [REDACTED].

Ascertain if the Southern Bell Telephone Company can substantiate calls from pertinent Miami numbers to the Midtown Journal numbers in Boston, Massachusetts, from records. The Boston numbers are [REDACTED] and [REDACTED].

NEWARK

AT NEWARK, NEW JERSEY

Will establish liaison with appropriate telephone company security officer.

Determine if any "black box" or "cheese box" device in operation indicating tie-in with Philadelphia, Pennsylvania.

If located identify individuals controlling.

Ascertain New Jersey background of [REDACTED] who may be known as [REDACTED] [REDACTED], telephone numbers possibly utilized [REDACTED] or [REDACTED].

b6
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Identify subscribers to telephone number [REDACTED] [REDACTED].

Conduct indices search, credit and criminal check

AT ATLANTIC CITY, NEW JERSEY

Identify subscriber to telephone number [REDACTED].

Conduct indices search, credit and criminal check

BS 165-532

AT BROWNS MILL, CAMDEN, NEW JERSEY

Establish identity and secure complete background and gambling activities of [redacted].

Determine if engaged in manufacture of "black box" or "cheese box" devices.

Attempt to establish if [redacted] engaged in interstate transportation of such devices.

Determine relationship with Philadelphia, Pennsylvania, figures involved.

NEW ORLEANS

AT NEW ORLEANS, LOUISIANA

Establish liaison with appropriate telephone company security officer.

Determine if any "black box" or "cheese box" devices in operation indicating tie-in with Philadelphia, Pennsylvania, area.

If located identify individuals controlling.

Ascertain identity, secure background and gambling activities of "CHIEF" who may be ROLAND HESSE, 2657 Cleveland Street, New Orleans Louisiana, telephone number 504-279-9269 and [redacted] believed to be [redacted] telephone number [redacted]

Attempt to identify [redacted] believed to be the "CHIEF'S"

Identify the subscribers of telephone numbers [redacted]
[redacted]

Conduct indices search, credit and criminal check on these subscribers.

BS 165-532

It will be noted, however, that telephone numbers [redacted] and [redacted] may have been incorrectly listed on the "printouts" reviewed.

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b7C

NEW YORK

AT NEW YORK, NEW YORK

Establish liaison with appropriate telephone company security officer.

Determine if any "black box" or "cheese box" devices in operation indicating a tie-in with Philadelphia, Pennsylvania, area.

Identify subscriber to telephone number [redacted].

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Conduct indices search, credit and criminal check.

PHILADELPHIA

AT PHILADELPHIA, PENNSYLVANIA

Will establish liaison with appropriate telephone company security officer.

Determine number and extent of "black box" and "cheese box" in operation in Philadelphia area.

Identify location and individuals controlling these devices.

Ascertain identity, background and gambling activities of [redacted] also

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b7C

Ascertain Philadelphia, Pennsylvania, background of [redacted] and secure information concerning his gambling activities in this area.

BS 165-532

Ascertain if telephone number DE 6-6011 at [redacted] is still being fraudulently used and to whom it is listed.

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b7C

Ascertain to whom telephone number HO 7-6637 and HO 5-8026 is listed, where located, and if utilized in interstate gambling activities.

Obtain information from telephone company liaison concerning the altering of telephone lines HO 7-6637 and HO 5-8026 at [redacted] moving them to [redacted], and if individuals involved can be identified.

Ascertain if "black box" currently utilized at [redacted].

Ascertain location of and subscribers to telephone numbers DE 4-0128, HO 7-0676 and FU 9-2827 and if "black box" or cheese box" utilized on these lines.

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Ascertain if individuals using above lines are in operation at [redacted] or at [redacted] in Philadelphia.

Also ascertain if telephone numbers [redacted] and [redacted] being utilized in any type of electronic device operation.

Ascertain if at [redacted] HO 5-2764 is in operation with a "cheese box" device on the line.

Ascertain subscribers to PO 5-1526 and PO 3-4304, both possibly located at [redacted] and if any type of electronic device utilized on these lines.

Ascertain subscriber of record, location of, and conduct indices search, credit and criminal check of the following telephone numbers.

[redacted]

215-FU9-9761
HO 5-2764

[redacted]

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BS 165-532

Ascertain if the telephone company from records can substantiate telephone calls from pertinent Philadelphia telephone numbers to the Midtown Journal in Boston:



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The Philadelphia Division is not being requested to contact the Internal Revenue Service in regard to the results of their raid conducted in May in the Philadelphia area involving some individuals involved in this matter. It is noted that no information of a gambling nature was received and it is possible that the source who possibly alerted the individuals involved in the gambling may have come from IRS itself.

WASHINGTON FIELD OFFICE

AT WASHINGTON, D. C.

Will establish liaison with appropriate telephone company security officer.

Determine if "black box" or "cheese box" devices in operation indicating a tie-in with Philadelphia, Pennsylvania, area.

If located identify individuals involved.

Identify, secure background and gambling activities of [redacted] telephone number 202-LI6-4821.

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Also identify, secure background and gambling activities of [redacted] and [redacted]. It is noted that [redacted] may be identical with [redacted].

WFO will note the voluminous local calls in the pen register log furnished by the [redacted]. Boston Division is not requesting the subscribers identified, however, WFO is requested to review and possibly identify some of the numbers with the local gambling element.

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BOSTON

AT BOSTON, MASSACHUSETTS

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Will establish liaison with appropriate telephone company security officer.

Will ascertain if the telephone company from records can substantiate telephone calls from the Midtown Journal in Boston, telephone numbers [REDACTED], [REDACTED], [REDACTED] to the pertinent telephone numbers in the Rhode Island, Philadelphia and Miami areas.

AT PROVIDENCE, RHODE ISLAND

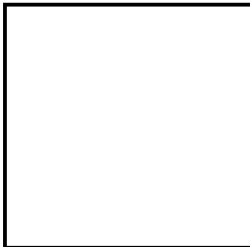
Will maintain liaison with appropriate telephone company security officer.

Will determine if "black box" or "cheese box" devices still in operation indicating tie-in with Philadelphia, Pennsylvania, area.

If located will identify individuals involved.

Will identify, secure background and gambling activities of [REDACTED]
[REDACTED]

Will ascertain to whom the following telephone numbers are listed:



H07-6807

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The latter telephone numbers believed listed to [REDACTED]

[REDACTED]

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Will ascertain if the telephone company from records can substantiate telephone calls from the pertinent Rhode Island numbers to the Midtown Journal in Boston, Massachusetts, telephone number [REDACTED].

AT WEST WARWICK, RHODE ISLAND

Will interview [REDACTED] concerning information attributed to [REDACTED].

ADMINISTRATIVE

It will be noted that "Conspiracy" is being added to the character of this report..

It will be noted that the title of this report is not carrying subjects believed involved until investigation substantiates their involvement.

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Providence, Rhode Island

Report of: [REDACTED]

Office: Boston, Massachusetts

Date: 9/15/65

Field Office File #: 165-532

Bureau File #:

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATIONCharacter: INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE; CONSPIRACY

Synopsis: Beginning on 3/1/65 the Bell Telephone Co. of Pennsylvania instituted investigation of long distance calls from which revenue was being denied. Investigation indicated devices known as "black boxes" and "cheese boxes" involved in denying such revenue. Investigation extended along the East Coast and devices mentioned were located in Philadelphia, Pa., area and in State of Rhode Island. [REDACTED] believed manufacturing such devices in the Philadelphia, Pa., area. Tie-in developed in such cities as New Orleans, Louisiana, Miami, Fla., Washington, D.C., Philadelphia, Pa., Boston, Mass., and Rhode Island area. Telephone companies covering these areas turned over [REDACTED] to Federal Grand Jury in Providence, R.I., on 8/18/65 with the FBI designated as investigative agency. Material reviewed and pertinent information set forth, [REDACTED] and [REDACTED] believed involved. [REDACTED] in.... Rhode Island area.

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- P -

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BS 165-532
TJL/bbr

BACKGROUND

Report of Investigation of Interstate Toll Fraud in Philadelphia, Pennsylvania, by Bell Telephone Co.

Beginning on March 1, 1965, reports were received by The Bell Telephone Company of Pennsylvania from the Long Lines Department of the American Telephone and Telegraph Company for the purpose of checking on certain calls originating in Miami, Florida, to HO 5-2764 in Philadelphia for which no toll charges had been recorded. Such reports are submitted from time to time by the Long Lines Department, which handles a portion of most interstate toll calls, and are the product of equipment designed to locate situations where long distance calls are made without charges being registered. These situations are caused principally by circuit or equipment trouble, but some of them are caused by the fraudulent use of electronic equipment. Subsequently, the tests were made locally on HO 5-2764, to verify that the equipment designed to register the calls for billing purposes was not being activated. Having verified this condition, the case was reviewed by the company's Security Supervisor for Philadelphia, who authorized on March 22, 1965, the placing of a detector on the line in question to determine whether this lack of billing data resulted from an equipment failure or from the presence of a so-called "black box" or other device on the line to defraud the company of its tariff charges.

The fraudulent device most commonly used to avoid telephone toll charges has become known as a "black box." This device is placed on the line receiving a call and nullifies the telephone company's signals on the line which normally register the existence and the length of time of the call for billing purposes. The presence of this fraudulent device thus enables persons to call the defrauding party without any record of a completed call or associated toll charge being registered by the telephone company's regular equipment.

The detector is a piece of equipment used at the receiving end of a call where it has been determined that

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billing registration is lacking and is designed to operate only where fraudulent devices to eliminate the recording of toll charges are present. The detector not only determines the existence of the fraud, but also supplies some of the missing billing information, i.e., the fact that a call has been completed, and provides a means for timing the length of the call.

The detector installed on HO 5-2764 recorded that on March 22, 1965, one hour and two minutes of conversation was completed without any associated billing data being registered, and that on March 23, 1965, 51 minutes and 42 seconds non-billed calling time was completed.

The persons using HO 5-2764, however, learned of our investigation on March 23, 1965, and discontinued use of this line soon thereafter. Limited technical observation and pen registers were then utilized on two public telephones in the same general area, it having been determined from prior investigation that these telephones were being utilized by confederates of the defrauders. Since prior investigation indicated that the fraudulent telephone use was restricted to the afternoon hours, these observations were confined to the period of 1 P. M. to 5 P. M. Such investigation developed the possibility that telephone service at SE 6-6011, installed at [REDACTED]

[REDACTED], was being fraudulently used. When subsequent tests on April 8, 1965, verified that the equipment for recording billing information was not functioning on calls to this telephone number, the Security Supervisor authorized technical observation on this line to verify that a fraudulent device was being used, and further technical observation on the public telephones was discontinued. Technical observation of the suspected lines from a remote point was the only reasonable means of continuing the investigation, since a detector can be used effectively only in a central office location, and since its presence in the central office had become known to the persons at HO 5-2764 and might again become known to the defrauding parties.

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BS 165-532

Such investigation revealed the existence of frequent calls from Miami, Florida, New York City, New York and West Warwick, Rhode Island, to the Philadelphia line, DE 6-6011. Subsequent technical observation on this line revealed the existence of numerous calls from Miami, Florida [redacted] and [redacted] to DE 6-6011. Due to the presence of the "black box" on DE 6-6011, toll charges would not be registered or billed on any of these calls.

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From information derived from the detector and a check of telephone lines in the immediate area, it was determined that telephone lines, HO 7-6637 and HO 5-8026, were being used for outgoing calls by the same parties fraudulently receiving calls at DE 6-6011. By the use of pen register [redacted]

b3

[redacted]. A test of the Rhode Island line indicated another "black box" was also being used on that line. Arrangements were made then with the New England Telephone & Telegraph Company to investigate the fraudulent usage of telephone service in their territory.

On May 18, 1965, while the results of the investigation were being compiled, the Federal Internal Revenue Service raided [redacted], in connection with suspected gambling operations. This was the location at which telephone records indicated telephone numbers, HO 7-6637 and HO 5-8026, were installed. The raid, although not uncovering any gambling operations, revealed that the telephone lines installed at this location had been unlawfully altered and the instruments moved to [redacted] [redacted] by means of wiring in underground pipes.

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The raid having caused the defrauding parties to cease operations on DE 6-6011, it was necessary to reinstate limited technical observation on the two public telephones previously mentioned in an attempt to locate the lines to which the fraudulent users had transferred their operations. These observations were again restricted to the period of

BS 165-532

1 P.M. to 5 P. M. Such observations revealed the possibility that telephone lines, HO 5-4397, installed at [redacted] [redacted], was being fraudulently used, and subsequent tests on June 7, 1965, verified the existence of a "black box" on the line. Technical observations on the other lines were discontinued immediately on June 8, 1965, and again with the authority of the Security Supervisor, HO 5-4397 was placed on technical observation.

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Shortly thereafter, the "black box" was removed from HO 5-4397, but the technical observations on this line revealed that the fraudulent users were also operating on DE 4-0128, HO 7-0676 and FU 9-2827. On June 22, 1965, it was established by technical observation on these lines that they had been bridged together, the same conversation having been detected on all three lines. These lines had been originally installed by the telephone company at [redacted] and [redacted]. Subsequent tests on June 24, 1965, verified that equipment similar in purpose to a "black box" was being used with the bridged lines.

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This type of illegal arrangement of telephone lines, i.e., combing black box equipment with bridged lines, is commonly referred to as a "cheese box." Under this set-up, the "cheese box" owner dials one of the bridged lines, usually from a remote location, and by remaining on this line is able to receive any calls into the remaining bridged lines without the existence of such completed call being recorded or any toll charges being registered.

On June 25, 1965; a physical trace was made from one of the "cheese box" lines to HO 5-2764 [redacted] [redacted], which verified that this was the line being used to call into the "cheese box" location. (HO 5-2764 is the line on which a "black box" was originally detected on March 22, 1965, and removed shortly thereafter when the parties learned of our investigation). At this time, on the authority of the Security Supervisor, the

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"cheese box" lines were placed under technical observation during the afternoon hours to determine the extent of the fraudulent use of the telephone service. Observation of other telephone lines installed at [] and [] indicated that FU 9-5756 was also being used fraudulently. Technical observation equipment was used to record calls being made daily during the afternoon hours into the "cheese box," many of the calls being from Rhode Island and New Orleans, and by reason of the existence of the black box type of equipment such calls were completed without the customary registration of billing information. Calls were made from Washington, D. C., on a less regular basis. The technical observations made on the "cheese box" lines left no doubt that the calling parties were well aware of the existence of a fraudulent device attached to the Philadelphia lines, which eliminated any normal record of the call which would be used to bill them for toll charges. Technical observations on the "cheese box" lines also revealed that a person believed to be [] [] calling into the "cheese box" from PO 5-1526 and PO 3-4304 [] was the manufacturer, supplier and repairman of the "cheese box" device. A test of PO 3-4304 on June 11, 1965, had revealed that a "black box" was attached to that line, but as yet our investigation has not developed the existence of other than local calls into that "black box," although it is suspected that interstate calls have been made.

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When respect to the Philadelphia telephone lines involved in this investigation, with the exception of [] and the PO 5-1526 service, the parties believed involved in defrauding the telephone company of its toll charges were not the same parties listed in the telephone company's records as the subscribers to the telephone lines involved. It is believed that in most cases the telephone lines used are lines installed for other subscribers or fictitious persons and that such lines have been altered and by underground wiring moved to new

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locations for use during the afternoon hours. The names of the telephone subscribers for whom the service was installed are, therefore, of little or no value. From our investigation, however, we feel the operator of the "cheese box" in South Philadelphia is [redacted], alias [redacted].

Our investigation further leads us to believe that the "cheese box" is located in the vicinity of the northeast corner of 16th and Latona Streets, Philadelphia, Pennsylvania, and that [redacted] operates into the "cheese box" from either [redacted].

In addition to [redacted], mentioned above, we believe that [redacted], alias [redacted]

[redacted] is a conspirator in the "cheese box" operation, in that he calls into the "cheese box" many times daily from local public telephones and by virtue of the bridged lines arrangement communicates with a party identifying himself as the "CHIEF" from New Orleans, Louisiana. Our investigation has further identified the following persons as conspirators in the "cheese box" operation to the extent they knowingly call into the "cheese box" from points outside of Pennsylvania for the purpose of avoiding interstate telephone toll charges.

[redacted]	[redacted]
------------	-------	------------

CHIEF	ROLAND HESSE 2657 Cleveland Street New Orleans, La. 504 524-0253
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[redacted]	[redacted]
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.....

.....

202 LI 6-4821

.....

Name unknown
Address unknown
Washington, D. C.
Telephone no. unknown

Location of Area in Philadelphia

So. 17th St.

1300

1200

170

110

CHADWICK

BANCROFT

REED ST.

WHARTON ST. 1600

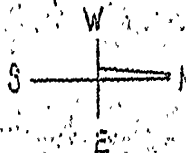
TITAN ST.

FEDERAL ST.

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So. 16th St.

CHART-2



1500

H07-0676
FU9-2827

H05-5723

8x-DE4-0128

LATONA

MANTON

6-30-65

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FBI Designated As Federal Grand Jury
Investigative Agency

On August 18, 1965, a Federal Grand Jury empaneled at sitting in a closed session at Providence, Rhode Island, voted to designate the FBI as its investigative agency in regard to the following items, turned over to it [redacted] [redacted] in answer subpoenas duces tecum served on the respective [redacted]

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These items were based and obtained by the respective [redacted] based upon the investigation instituted by [redacted].

A description of them will follow the [redacted]
[redacted]

BS 165-532

Initiation of Investigation by New England
Telephone and Telegraph Company Located
in Providence, Rhode Island

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On August 31, 1965, [redacted]

[redacted] made available reports that he furnished to [redacted]

[redacted] in regard to the "black box" investigation
instituted by The Bell Telephone Company of Pennsylvania.

These reports reflect the following information
furnished on the dates indicated:

"May 3, 1965

"On April 28, 1965 I received a call from [redacted]

[redacted] -
Boston. He advised me that he had received a call
from a [redacted] Bell of
Pennsylvania. [redacted] told him that there were
calls being made to Pennsylvania from [redacted] in
the VALley exchange in West Warwick, and these calls
indicate that a black box is being used at this num-
ber. He also stated that the name [redacted] was
recognized in connection with this VALley number.

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[redacted] asked me if I knew of anybody
connected with illegal gaming activities known as
[redacted]. I advised [redacted] that this could only be
[redacted] of the race wire service
in Rhode Island. I further advised [redacted] that I
had recent information that [redacted] had a
gimmick on his telephone to avoid payment of calls
and that I had been attempting to locate his operation.
I suggested that [redacted] contact [redacted],
[redacted], on this matter.

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"On April 29, 1965 I attended a conference on this matter in Boston. Attending the conference were [redacted]

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[redacted] reviewed the present situation and advised that at this point the following action has been taken. [redacted] has contacted [redacted], [redacted] - southeast - to arrange for a daily print-out AMA tapes on [redacted] together with print-out on all calls originating since April 7, 1965. As a result of this conference, I was assigned to the case with [redacted]

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"On April 30, 1965 at 7 a.m. I went to the suspected location where this telephone service is located which is [redacted]. The telephone is listed to [redacted] who by our records is on old age assistance. [redacted] originates at [redacted]. At this time I could not locate [redacted] but the first house in from the corner, a large yellow duplex house, showed the numbers [redacted] on the two front doors.

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"There is a large tenement house on the corner which faces Main Street. The first floor of this building is occupied by DiBiase's Cafe. There appears to be more than one tenement on the second and third floor of this building. There is an alley off Main Street to the left of this building which leads to the rear yard of [redacted]. Parked in this alley was Rhode Island registration [redacted] which is listed to [redacted]. There is a telephone [redacted] listed to this subject at that address. It was installed on January 11, 1962, and on March 5, 1965 he gave his employment as working in the warehouse of the [redacted].

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A record check of this subject indicates that on March 26, 1963 he was picked up by the Rhode Island State Police for breaking and entering and larceny, but he was released.

"On April 30, 1965 I attended a conference with Agents [redacted]

[redacted] and [redacted] has in his possession a black box detector, and he has been trained in the use of same. This conference was to establish if it would be possible to place this detector in operation within a West Warwick Central Office. To do this, it would be necessary to obtain information on this line from the plant records. As a result of this conference, [redacted] advised that he would go to the test center in East Greenwich and obtain this information under the ruse of a line card inspection and he would also go to the West Warwick Central Office and conduct a house keeping inspection to try to see if we could conceal this piece of equipment within the Central Office.

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"On April 30, 1965 I obtained a surveillance truck, and with the help of [redacted], I parked the truck almost directly in front of this house, and from the rear of this truck, I maintained a surveillance of the house from 12:10 p.m. to 1:35 p.m. From this point I could observe the front of the house, the side door on the right side, and I could partially observe the alley leading from the Main Street to the rear yard.

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"During this period I did not observe [redacted] enter the house, but it is possible that he could have entered through the left side door at number [redacted]. At 1 p.m. I did observe a man approximately sixty years old, 5'1", 140 pounds, wearing chino pants and a dark sweater, leave the side door at number [redacted]. He was picked up by a man

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driving Rhode Island registration [] which is listed to []. This was a 1960 Chevrolet sedan color blue. I eventually checked [] out and found that he is employed as a [] at St. Peter and Paul's Church in West Warwick. The city directory indicates that at number [] there is a [] who is also employed as the [] at St. Peter and Paul's Church. There is no telephone at this location although I did observe two drops leading to this building. At 1:35 p.m. I observed an elderly woman sitting on the front steps at number [].

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"Later this day [] received a call from [], and [] told him that the print-out on the AMA tapes showed calls to Pennsylvania originating from []. Later that day Agents [], [], and myself ran checks on the black box detector to determine if it was in working order, and these tapes proved successful.

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"On May 2 1965 I met [] and Agents [] at the West Warwick Central Office. We attached the black box detector to the suspected line and concealed it in the cable vault. We ran tests which proved that the box was working successfully. [] has made arrangements so that no one can enter this cable vault without his being first advised.

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"At approximately 4:15 p.m. I went back to the suspected location to determine if the number [] existed. I found there to be no rear doors to this location, and the side door at number [] does not show any numerals or anything else to indicate the presence of []. There is a rear door to DiBiase's Cafe which door does not look like it is used, but it does face the side door at number [], and this failed to show any numerals to indicate the possibility of there being a [].

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"While at the Central Office previously in the afternoon, I obtained the service order for [redacted] phone, and this order indicated that the telephone was installed on the second floor. There are no buildings to the rear of [redacted] and [redacted] only an old foundation."

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"May 11, 1965

"On May 5, 1965 a tape recorder was received. During the afternoon of May 5, 1965 [redacted] observations from Agent [redacted] in Philadelphia indicated that there were calls being third numbered to [redacted]."

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"On May 6, 1965 I conducted a surveillance of the suspected location using a surveillance truck from 11:45 a.m. until 1:50 p.m. with negative results. I was in a position in full view of the two entrances to [redacted] and observed no activity other than an elderly lady leave the house at 12:55 p.m. She then sat on the front steps and eventually re-entered the house at 1:20 p.m. During the afternoon of May 6, 1965 Security Agents [redacted] and [redacted] attached the recorder to the black box detector, but the results proved negative."

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"On May 7, 1965 I contacted [redacted] [redacted], and advised him that I wanted to make arrangements in the GENEVA Central Office to have [redacted] listed to a [redacted] [redacted] placed on observed entry control so that numbers dialed by this party would be registered on AMA tapes."

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"I accompanied [redacted] to the office of [redacted] [redacted], where we made further arrangements to have this information intercepted and relayed to my office. Late in the afternoon I

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received a call from [] who advised that this would be in operation on Monday, May 10, 1965.

"[] during the afternoon of May 7, 1965 observed both the tape recorder and the pen register with negative results. The tapes did indicate a few calls to [] listed to a []

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[]. A check of the commercial records indicated that there was an F and T order for a move to [] and this was to be completed on May 10, 1965, and the new service is [] np.

"A later check with an informant on May 10, 1965 indicated that [] might be the female known as [] who at one time gave out service results for [].

"Another number showing on the pen register tapes was [] listed to a []. A record check on this subject showed an arrest in 1960 by the West Warwick Police for [] and paid fine of \$20 and cost on each account. This subject was unknown to my informant.

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"An additional number showing on the pen register tapes [] listed to a []. On May 10, 1965 I checked the above location with negative results.

"On May 10, 1965 I received the following numbers from [] HO 6-6707, HO 7-6808, HO 7-6807, [], and []. These numbers are a variation which were apparently called from the suspected location in Philadelphia. I also checked these numbers out with negative results with one exception, HO 7-6807; this was listed to []

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[redacted]. This is the location that was raided by the State Police on March 30, 1965. At this time the State Police arrested [redacted] and [redacted].

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"Late in the afternoon Agent [redacted] received a call from Agent [redacted] in Philadelphia, and he advised that Philadelphia was now calling [redacted] which is a IMB listed to the ABC Painting Company of 8 Maple Avenue, West Warwick. The bills go to a [redacted] at that address. A further check showed residence service at this location [redacted] list to [redacted].

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"On May 10, 1965 at 8 p.m. I met [redacted] and [redacted]. It was our intentions to change the pen register to [redacted] and to place the black box detector and recorder to [redacted]. We were unable to do so as there were plant personnel in the Central Office.

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"On May 11, 1965 I went to the suspected location at 5:31 a.m. This is part of the old Clyde Hotel and it is apparent that it is the rear section as there are two doors marked #8 -- one on the side at the rear and one directly in the rear. There are two drops hitting the side of the building near the entrance marked #8. These are both recent installations -- one going in on the seventh of April and the other going in on the twenty-second of April. At 5:45 a.m. I met [redacted] and Agents [redacted], and we made the necessary changes in the line."

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"May 5, 1965

"On May 3, 1965 I was in contact with [redacted] [redacted]. At this time they were making arrangements to obtain a tape recorder to be

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used in conjunction with the black box detector. []
[] was referred to a company in Chicago who is supplying our company with the proper type of recorder known as a fidelity 88. He arranged to have one of these recorders sent air-freight, and it is expected to arrive on Wednesday, May 5, 1965.

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"I mentioned this fact to [] during a telephone conversation, and he advised me that [] orders were that the tape recorder was only to be used after we first establish that there is a black box on the suspected line and that we could only use the portions of the tape that shows the origin and the termination of the calls. We were to erase all conversation. I brought [] orders to the attention of [] and [].

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"At 7:30 p.m. I met [] and [] at the West Warwick Central Office. We inspected the black box detector showed that there was a black box in use on the line for a period of two minutes and eighteen seconds.

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"On May 4, 1965 [] advised me that a print-out of the AMA tapes on [] listed to [] showed a total of fifty-one calls to Philadelphia in a four-day period starting on April 26, 1965.

"On May 4, 1965 I maintained a surveillance of the suspected location from 12:00 noon to 1:50 p.m. I maintained this surveillance from a surveillance truck parked directly opposite the suspected location. I failed to observe the suspect, [] enter this location. I maintained a constant surveillance with the exception of very short periods of time none of which would have been over a few minutes. During this period it would be possible for [] to enter this location.

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"It should also be noted that the door to the rear of DiBiase's Cafe was open, and this is within ten feet of the door at the suspected location. [redacted] could enter the cafe on Main Street and go through this back door directly into the suspected location.

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"Closer surveillance of this location revealed that a buggy-whip type antenna approximately sixteen or eighteen feet long is attached at the second floor level of this two and one-half story building at [redacted], and it extends twelve feet above the roof.

"During the course of this surveillance at approximately 1p.m., I observed an elderly Italian woman with a bag of groceries enter [redacted]. As in my previous surveillance, I also observed the male occupant of [redacted] being picked up by Rhode Island registration [redacted]. It should also be noted that the car registered to [redacted] was parked in the same place in the alley leading to the rear of [redacted] and [redacted].

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"During this surveillance I observed two plain plate State Police cars traveling on Main Street towards Artic. [redacted] assisted me in this surveillance as the pick-up man of the driver of the surveillance truck.

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"At 8 p.m. I met [redacted] and [redacted] and [redacted] at the West Warwick Central Office. We checked the black box detector and found that the clock showed only six seconds of activity. [redacted] then cross wired the pairs for the service [redacted] to a spare pair, and he hooked it up with the service observing circuit to Providence. [redacted] previously had gone to the fifth floor of the Washington Street building and had changed the plugs on the service observing circuit from Williams 2 to Valley service observing circuit. [redacted] previously

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had a Williams 2 line up, and as far as the records of the Central Office and Test Center are concerned, this line is still being used for a Williams 2 number.

"At approximately 9:15 p.m. I went to the suspected location and both floors showed no lights or any other activity.

"On May 5, 1965 I contacted a confidential informant who advised that the service was operating yesterday, May 4, 1965, and the results were being obtained within twenty minutes. He further advised that a subject known as [redacted] who has a previous record was observed driving [redacted] car in the West Warwick area. (R. I. [redacted]) I questioned the confidential informant if he knew one [redacted], and he advised that he knew him two or three years ago, and at that time he was a [redacted].

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"In talking with [redacted], he advised that this afternoon he is going to go to the fifth floor and observe the pen register in action, and he is going to co-ordinate his efforts with an agent in Philadelphia. If he observes the suspected number in Philadelphia being dialed, he will be in contact on the telephone with the agent in Philadelphia to co-ordinate the times of the calls."

"May 14, 1965

"On May 11, 1965 I accompanied [redacted] to the cable vault in the West Warwick Central Office and made observations on the black box detector and the tape recorder which is connected to same.

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"The tape recorder is activated when an on-hook condition exists. At approximately 1:50 p.m., the tape

recorder became activated, and we made observations until 4:00 p.m. when the tape ran out. In playing back the tape, we found that the recording showed strictly conversation, and it does not show the call being activated or terminated. The tape is of no value evidence wise.

"While Agent [] and I were making observations of the black box detector, Agent [] was observing the pen register which was connected to []. The results were negative as the pen register was []

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"On May 11, 1965 Agents [] went to the West Warwick Central Office during the evening and removed the black box detector and the wiring.

"On May 12, 1965 I met with Agents [] and [] and we reviewed the tape, and I once again advised them that this tape was of no value evidence wise, and it does not coincide with [] orders.

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"During the afternoon of May 12, 1965 Agents [] made observations of the pen register, but the results were negative as the machine was not in working order.

"On May 13, 1965 with the co-operation of [] the pen register was placed in working condition, and Agents [] made observations throughout the afternoon. There were [] and there were numerous calls made to []:

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"On May 14, 1965 I was advised by Agent [redacted] that he was through with the pen register as he felt that we had proved our point as far as [redacted] operation being in existence. He terminated this operation on the orders of his [redacted]."

"May 28, 1965

"On Wednesday, May 19, 1965, I conferred with [redacted]. He advised me that he received a call from his [redacted]. [redacted] advised him that on Tuesday, May 18, 1965, the suspected location in Philadelphia was raided by the Internal Revenue Service accompanied by the police. He did not know what police department. The raiding party drew a blank. There were no arrests or evidence seized.

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"On Wednesday, May 19, 1965, Agent [redacted] made observations of the pen register which was connected [redacted]. He advised me that the party at that location tried to reach Philadelphia unsuccessfully. He stated that there were numerous calls to [redacted]. On Thursday, May 20, 1965, he made the same observations with the same results.

"On Friday, May 21, 1965, the [redacted] [redacted] it did not seem that she had any connection with the wire service operation.

"On Monday, May 24, 1965, Agent [] made the same observations, and he advised that it appeared that the results were being obtained from Boston. He stated that [] himself was not working at the location as he noted calls being made to [] house during which the operator of the wire service was trying to contact [].

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"On this date Agent [] advised me that he had received information from [] that an inspection had been made at the suspected location in Philadelphia. This information originated from [] of the Security Department of Bell of Pennsylvania. He advised that it was a rooming house run by a woman who told the inspecting group that several men had rented a room from her, and she did not know anything of the operation.

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[] has continued his observations up until this date with the same results.

"On Thursday, May 27, 1965, I furnished [] with the following three telephone numbers in Philadelphia which are contacts of [] and should be investigated as possible locations for a new operation: []."

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"June 18, 1965

"On Monday, June 14, 1965, [] received information from Philadelphia that [] told his contacts down there that they could make contact with him at his home, [].

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[] also informed me that he still has the pen register on [] which is listed to [].

As of this date, June 18, 1965, the pen register tapes indicate that they are making no outgoing long distance calls, but they are still in contact with [] in [].

"On June 14, 1965 I received information that the subject operating the wire service for [] is []. The only information my informant has on this subject is that he has a police record for breaking and entering.

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[], previous associate of [] is no longer with him, and he has recently been arrested several times for breaking and entering.

"I also received information that [] used the location at [] for a period of only two weeks as he felt he was being watched. This was prior to the origin of our investigation. I was further informed that one of these phones is to be removed shortly."

"July 22, 1965

"On July 1 and 2, 1965 I accompanied [] to the [] and we attempted to place a pen register on the residence service of []. We were unsuccessful.

"On July 6, 1965 we again went to the Coventry Central Office and with the assistance of [] we segregated [] line and made it a IR. We placed the black box detector on [] line, and it indicated the presence of a black box, but the box gave a continual indication and did not stop as it normally should. It is apparent that [] has two telephones at this location.

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"On July 7, 1965 we again placed the black box detector on [] line and the timer indicated the presence of a black box.

"On July 8, 1965 we placed the pen register on [] line and had it in working order. On this date we did not obtain any calls to Philadelphia or Boston. We did receive information that a new service was installed in [] [] on July 7, 1965 for [] at Quonsett Point, [], 1R and 1 extension.

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"From our observations we found out that [] [] was receiving incoming toll calls on this line. We placed the black box detector on this line, and the timer indicated the presence of the black box.

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"On July 9, 1965 we observed on the pen register on [], and the register indicated only local calls. On [] the black box detector indicated calls completed at []

"On July 12, 1965 the pen register on [] indicated only local calls. There were numerous incoming calls on [], and it was observed that these calls were originating at [] [] The black box detector was placed on [], and it indicated the presence of the black box.

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[] contacted [] in Philadelphia and advised him of the situation where the timer on the black box detector was operating continually. [] advised that they have a similar situation in Philadelphia, and it is caused by [] leaving the receiver off the hook on the black box, and the black box is picking up room noises and his conversations which keeps it activated.

"On July 13, 1965 the pen register on [] [] line indicated a call to Philadelphia []. Bell of Pennsylvania advises that the number is equipped with a black box.

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"On July 14, 1965 the pen register on [] line indicated local calls only, but on a later print-out there were [] calls on []. A log was also maintained on incoming calls on [].

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"On July 15, 1965 [] observed on the pen register, and he got register readings on [].

"On July 16, 1965 Agent [] and myself made observations on both lines. We registered numerous calls incoming and outgoing on both lines. We also received information that [] has a man making up black boxes.

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"On July 19, 1965 Agent [] and Agent [] conducted the observations.

"On July 20, 1965 I accompanied Agents [] and [] to the Coventry Central Office. On this date they attached the tape recorder to the black box detector. They had trouble getting this to operate and at approximately 3:40 p.m., we recorded the first incoming call on [] which the black box was on. Several calls were recorded.

"On July 21, 1965 I again accompanied Agents [] and [] to the Coventry Central Office, and we were able to record numerous incoming calls.

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"On July 22, 1965 we repeated this procedure. This involved taping the first fifteen seconds of the call and then inserting the time of the call between each message. We also received information, and it was confirmed that the two telephones located at the [] were being moved to [] on an F and T order on July 23, 1965.

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"We are going to repeat this procedure today, and according to [redacted], this should conclude this phase of the investigation. Philadelphia intends to conclude their observations today."

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<u>Time</u>	<u>Type of Call</u>
3:24 P. M.	Incoming
3:26 P. M.	Incoming
3:27 P. M.	Outgoing
3:29 P. M.	Incoming
3:37 P. M.	Incoming
3:38 P. M.	Outgoing
3:40 P. M.	Incoming
3:45 P. M.	Incoming
3:48 P. M.	Incoming
3:53 P. M.	Incoming
3:58 P. M.	Incoming
3:59 P. M.	Outgoing
4:06 P. M.	Incoming
4:19 P. M.	Incoming
4:22 P. M.	Incoming
4:23 P. M.	Incoming
4:24 P. M.	Incoming

Also made available were the [redacted]
[redacted]
for telephone number [redacted] and [redacted] concerning
[redacted] at the address of [redacted]
[redacted] and the [redacted]
[redacted] that was billed to [redacted] respectively.

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the bills being dated July 26, 1965.

These records reflect the transfer on July 23, 1965, from [redacted]
[redacted].

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Also made available were the commercial records and toll stubs and statements of [redacted]
[redacted] for telephone [redacted], reflecting in addition to out of state calls to Massachusetts and New Haven: were three telephone calls to Philadelphia, telephone numbers [redacted] and to Massachusetts number [redacted] and [redacted].

On August 31, 1965, [redacted] previously described, advised that these numbers were subscribed to by the Midtown Journal of Boston, Massachusetts.

Also made available were the commercial records of the [redacted] in regard to [redacted]
for telephone number [redacted]. The date of this stub for [redacted] is July 20, 1965.

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On August 31, 1965, [redacted] previously described, advised that investigation from July 8 or 9, 1965, to the present date indicates that a "black box" is presently in use on that line.

Also made available were logs reflecting black box detector - timer activations. These refer to incoming toll calls to number [redacted], the telephone of [redacted] from Philadelphia and possibly other areas.

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On the dates indicated, the following was recorded by the New England Telephone and Telegraph Company employee set forth:

BS 165-532
TJL/jph

Material From [REDACTED]
[REDACTED]

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On August 18, 1965, [REDACTED]

[REDACTED] made available in his appearance
before the Federal Grand Jury empaneled and sitting in a closed
session at Providence, Rhode Island, [REDACTED]
[REDACTED]

In regard to the [REDACTED]
the following is a summary of it: [REDACTED]

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The following is the relating to the above call:

BS 165-532

In regard to the [REDACTED],
the following is a summary of it:

BS 165-532

b3

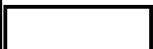
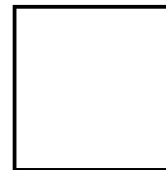
In regard to the [REDACTED]
[REDACTED] the following is a summary of this material:

BS 165-532
JFK:po'b

b3

The following is a summary of information from

on [redacted] under the supervision of [redacted].



BS 165-532
DVS:po'b

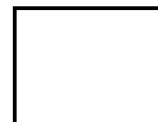
This is a summary of [REDACTED]

[REDACTED] monitored by [REDACTED]

BS 165-532
EPR:po'b

This is a summary of calls made to [REDACTED]

[REDACTED]. It was monitored by [REDACTED]



BS 165-532

TJL:maf

1

[REDACTED]

Also made available by [REDACTED]
previously described, on August 18, 1965, to the Federal
Grand Jury at Providence, Rhode Island, was an [REDACTED]

b3

[REDACTED]

[REDACTED]

[REDACTED] A review of these items reflected
the following:

BS 165-532

TJL:maj

1

[REDACTED]

b3

Also included in the material furnished by [REDACTED]

[REDACTED] on
August 18, 1965 to the Federal Grand Jury in Providence,
Rhode Island, was the following material:

[REDACTED]

[REDACTED]

b3

[REDACTED] in Reference to [REDACTED]

A summary of this [REDACTED] reflected the
following information:

- 188 -

BS 165-532

TJL:maf

1

[] in Regard to []

b3

A summary of this [] reflects the following information:

BS 165-532
TJL/nr
1.

IDENTITY OF INDIVIDUALS INVOLVED

On August 18, 1965, at the conclusion of the Federal Grand Jury proceedings, a conference was held in the Office of the United States Attorney RAYMOND J. PETTINE, District of Rhode Island, in which the following individuals were present:

Departmental [REDACTED]

Departmental [REDACTED]

General Attorney [REDACTED]
[REDACTED]

New York City

[REDACTED]
Philadelphia, Pennsylvania

[REDACTED]
Quincy, Massachusetts

[REDACTED]
Providence, Rhode Island

[REDACTED]
New Orleans, Louisiana

[REDACTED]
Philadelphia, Pennsylvania

[REDACTED]
[REDACTED], Silver Springs, Maryland

b6
b7C

BS 165-532
TJL/nr
2.

It was determined that the following are the principals involved, according to telephone company personnel in the areas set forth below:

Boston, Massachusetts Area

The Midtown Journal of Boston

[redacted] Rhode Island
[redacted] Rhode Island

Las Vegas, Nevada Area

[redacted],
Telephone No. [redacted]

b6
b7C

Miami, Florida Area

[redacted]
Telephone No. [redacted],
and Telephone No. [redacted]

FLA

Newark, New Jersey Area

[redacted]
Browns Mill, near
Camden, New Jersey

BS 165-532

TJL/nr

3.

New Orleans, Louisiana Area

LH [redacted] (This individual is believed to be a peace
[redacted] currently employed by the [redacted]
[redacted] and may be [redacted]
[redacted]
telephone number [redacted].)

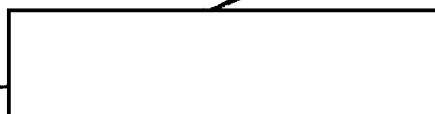
LA [redacted] (This individual is believed to be [redacted]
[redacted] telephone number [redacted])

Philadelphia, Pennsylvania Area



b6
b7C

Washington, D. C. Area



Telephone Number 202-LI 6-4821

[redacted] may be the individual known as

An individual by the name of [redacted] whose
identity is unknown.

DC

BS 165-532

TJL:nr

1.

INCIDENT INVOLVING THE OFFICE OF THE UNITED STATES ATTORNEY

On September 8, 1965, United States Attorney RAYMOND J. PETTINE, District of Rhode Island, Providence, Rhode Island, advised that he had been called by Chief of Police ARTHUR GROLEAU of the West Warwick, Rhode Island Police Department, who had received a report from [redacted] of his department, to the following effect:

b6
b7C

**"WEST WARWICK POLICE DEPARTMENT
Tuesday, September 7, 1965**

"Time 11:45 AM

"This Department received information that a young man, in the Natick section of this Town, is making a type of phone that can be used without dialing, for the purpose of transmitting Race results.

"These phones are placed in different locations and are installed with a light at each end. When the light goes on it indicates the line is open and this enables caller and person called, to pick up phone without a ring or dial system. These lines are reportedly being used to get and transmit Race results.

"It is believed these phones are being made by the following:

[redacted]
[redacted]
[redacted], owns and operates a 1961 Ford hard-top, R.I.
Reg. [redacted].

b6
b7C

"It is reported that [redacted] sells these phones for \$50.00 each.

BS 165-532

TJL:nr

2.

-

"It is also believed that [redacted] and [redacted] may be in possession of one of these phones as both have been suspected of working for [redacted]. Between the hours of 12:30 PM thse fellows are not seen around the area.

6.21

[redacted] is seen walking up Prospect Hill daily about 12:30 PM and does not return until about 4:30 PM. He is unemployed and always carries a bankroll.

b6
b7C

[redacted] is suspected of booking from his home or the vacant store in the Calei building on Prospect Hill.

[redacted]

United States Attorney PETTINE advised that Chief GROLEAU advised that he contacted [redacted] of the Rhode Island State Police in regard to the above information.

United States Attorney PETTINE advised that he immediately contacted the Departmental [redacted], and advised him of the above incident stating that he felt he should advise [redacted] NA, Rhode Island State Police, of his interest and the FBI interest in this matter. and to stop any action on the part of [redacted]. Departmental [redacted] concurred.

b6
b7C

United States Attorney PETTINE immediately contacted [redacted] and advised him of the interest by the Office of the United States Attorney and the FBI, and [redacted] agreed to have his department take no action in this matter.

BS 165-532
TJL:nr

The following investigation was conducted by
SA []:

b6
b7C

On September 8, 1965, []
West Warwick, Rhode Island Police Department, furnished the
following information:

During the afternoon of September 7, 1965,
[] came to him with the following
information:

[] name not known, operates a pool room
in the West Warwick area, and [], when off duty, hangs there
shooting pool. Yesterday afternoon, September 7, 1965,

b6
b7C

[] was talking to some of the boys at the pool room and
mentioned that he was making telephones for [];
that he was getting \$50.00 for each telephone he made; that
he was disturbed over this, and felt that he should be paid
more than \$50.00 for each phone he made. *R.D.*

[] during the course of this conversation,
also mentioned that the telephone is such that it is located
in a central location and another telephone is installed at
another location; that is is rigged so that there is no ring
or dial tone; that a light is placed on each telephone and
when one party wants to talk to the other, they just pick up
the telephone and the light will go on each telephone and the
line can be used.

b6
b7C

[] also mentioned that [], is
operating a wire service for [], location unknown to [].

[] also said that [] is known
to his department; that some time ago, he was picked up for
making zip guns and that [] is very clever with his hands
and can invent many things.

b6
b7C

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

Total Deleted Page(s) ~ 15

Page 44 ~ b3

Page 45 ~ b3

Page 46 ~ b3

Page 47 ~ b3

Page 49 ~ b3

Page 50 ~ b3

Page 52 ~ b3

Page 53 ~ b3

Page 54 ~ b3

Page 57 ~ b3

Page 60 ~ b3

Page 61 ~ b3

Page 64 ~ b3

Page 66 ~ b3

Page 67 ~ b3

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI

DATE: 9/16/65

FROM: SAC, BOSTON (165-532) (P)

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY

Re Boston airtel to the Director dated 8/20/65
and report of SA [] dated and captioned
as above.

Enclosed for the Bureau are five, and for all
other offices receiving this communication three copies of
referenced report.

All offices will note that United States Attorney
RAYMOND J. PETTINE, District of Rhode Island, and Depart-
mental [] desire investigation
conducted to locate "black boxes" and "cheese boxes" that
may have been or are presently in operation in the areas
involved, the background of those individuals operating
these devices, along with the identity and background of
other individuals previously mentioned, who may be operating
in the respective territories of the offices receiving this
communication in the gambling field.

- ENCLOSURE
- 2 - Bureau (Encl. 5)
 - 2 - Baltimore (Encl. 3)
 - 2 - Chicago (Encl. 3)
 - 2 - Las Vegas (Encl. 3)
 - 2 - Miami (Encl. 3)
 - 2 - Newark (Encl. 3)
 - 2 - New Orleans (Encl. 3)
 - 2 - New York (Encl. 3)
 - 2 - Philadelphia (Encl. 3)
 - 2 - Boston

TJL:map

(30) 1 1 TO BW:22

REC- 57

165-1895-14
17 SEP 20 1965

SI-128

NINE

SIX
STAT. SECT.

166 OCT 4 1965

b6
b7c

BS 165-532

Also, investigation should be directed toward establishing a substantive violation, not overlooking the possible violation by individuals involved of a conspiracy to violate the interstate gambling statutes.

b6
b7C

All offices will note the restriction placed on the receiving of information from American Telephone and Telegraph Company subsidiaries. In this regard, in the event telephone company personnel voluntarily offer data obtained by them subsequent to 8/18/65, they should be advised that such information is to be furnished to [redacted] [redacted], American Telephone and Telegraph Company, New York City. Such information will be subsequently obtained through the issuance of a subpoena.

The Bureau has also advised that this investigation is to receive continuous and preferred attention and to be handled in a delicate manner.

The Bureau has also advised that copies of each report or letterhead memorandum should be prepared for the United States Attorney at Providence, Rhode Island, five copies of the communication for the Bureau, and two copies should be maintained by the submitting office for any subsequent need by the United States Attorney in the district of venue.

10/21/65

Airtel

TO: SAC, Boston (165-532)

FROM: Director, FBI *New England Telephone And Telegraph*
TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION
ITWI - FRAUD BY WIRE

ReBuairtel dated 8/25/65, Boston airtel 8/20/65, and
report of SA [redacted] at Boston 9/16/65.

b6
b7C

It is expected that another Federal Grand Jury will
be convened re this matter in the immediate future in
Providence, Rhode Island, at which time additional [redacted]

[redacted] will be subpoenaed. [redacted]

b3

will furnish a necessary affidavit containing probable cause
information to enable Bureau Agents to secure search warrants for
[redacted]

For the information of all offices, it is contemplated
that simultaneous searches of gambling locations and arrests of
persons involved will take place in connection with this matter
at such time, as all necessary investigation is completed. It
is, therefore, incumbent upon all offices to handle this
investigation as a Special until the matter is logically
concluded. All offices should be aware of the fact that in
connection with searches and arrests in matters of this type,
forcible entry might have to be made.

1 - Baltimore
1 - Chicago
1 - Las Vegas
1 - Miami

1 - Newark
1 - New Orleans (165-553)
1 - New York
1 - Philadelphia
1 - Washington Field (165-179)

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

WPB:djg
(13)

EX-112

REC-49

MAILED 30

OCT 21 1965

COMM-FBI

165-1895-19

19 OCT 22 1965

60 OCT 27 1965

MAIL ROOM ☒ TELETYPE UNIT ☐

Airtel to Boston

Re: Tapes and Recordings Reflecting Interstate Gambling Information

Your investigation, therefore, should encompass any problems bearing on the success of such an entry. In this regard, every effort should be made to determine what, if any, security measures are utilized by the subject. For example, barred doors, flash paper, etc.

In view of the foregoing, it is imperative that the following investigation, if not completed to date, be expeditiously conducted and the results furnished to the office of origin and Bureau. 1) Determine the identity and background of all individuals involved. In this regard, it will be extremely beneficial to show that there is every reason to believe these persons are in the business of gambling or wagering. This, of course, can be shown through arrest records, informant information, etc. 2) The location of these individuals during logical bookmaking hours or during the time when these individuals make the phone calls as indicated in the records furnished by the phone companies. This location might be secured from the appropriate telephone company, which it is assumed has pinpointed the location from which the individuals make their calls. In addition, surveillances (stationary if appropriate) may be beneficial in this regard. 3) The location of the "black" or "cheese" boxes used. The appropriate telephone company should be of assistance in this regard.

All offices advise Bureau by return airtel of current status of above enumerated investigation, investigation remaining and estimated time necessary to complete.

F B I

Date: 10/27/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, LAS VEGAS (165-382) (P)

① ~~TAPES AND RECORDINGS REFLECTING~~
~~INTERSTATE GAMBLING INFORMATION~~
~~ITWT-FRAUD BY WIRE~~
 OO: BOSTON

Re Bureau airtel, 10/21/65.

Following is the status of investigation as enumerated in referenced airtel:

1. Identity and background of [redacted], secured. He has been in Las Vegas since 1953 and is reported now employed as [redacted] at the [redacted] Las Vegas.
2. [redacted] residence, autos, and employment determined.
3. Appropriate Central Telephone Company source has been alerted, but no information regarding "black" or "cheese" box locations locally has been secured.

Remaining logical investigation in Las Vegas, consisting of surveillances during logical bookmaking hours and times indicated by review of phone company records, will require minimum of two weeks to complete.

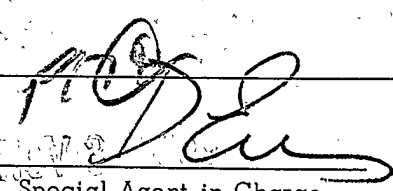
Philadelphia furnished copies in view of pending request for Office of Origin change to Philadelphia ~~EX 109~~

- 3 - Bureau
- 2 - Boston (165-532)
- 2 - Philadelphia (165-698)
- 2 - Las Vegas

GLH:jp
 (9)

REC 45

16 OCT 28 1965

Approved: 

Special Agent in Charge

Sent _____

M

Per _____

b6
b7C

F B I

Date: 10/26/65

Transmit the following in _____
(Type in plain text or code)Via AIRTEL _____
(Priority or Method of Mailing)

TO: DIRECTOR, FBI

FROM: SAC, NEWARK (165-603)

SUBJECT: ① TAPES AND RECORDINGS
REFLECTING INTERSTATE
GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY
(OO: BOSTON)

RE: Report of SA [REDACTED], dated 9/16/65,
at Boston.
Bureau airtel to Boston, 10/21/65.
Philadelphia airtel to Bureau, 10/22/65.

Enclosed for Philadelphia is original of
subpoena, a copy of which was served this date by SA [REDACTED]

For information of Bureau and Philadelphia,
liaison has been established by Newark with [REDACTED] and

[REDACTED]
will answer the above subpoena before a Federal Grand Jury
at Phila., Pa., 10/27/65, taking with him the following:

[REDACTED]

(3)-Bureau
2-Philadelphia (165-698) (Enc.1)
2-Boston (165-532)
5-Newark
KFH:lmd
(12) C C - Wick

ENCLOSURE

12 OCT 27 1965

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

NK 165-603

[REDACTED]

b3

The [REDACTED] has furnished Newark with the following subscribers to possibly pertinent N.J. telephone numbers as set forth in referenced Boston report:

[REDACTED]

[REDACTED]

[REDACTED]

(nonpublished)

[REDACTED]

[REDACTED]

[REDACTED]

(nonpublished)

[REDACTED]

Not a working number

[REDACTED]

b6
b7C
b7D

Newark indices contain no references identifiable with the above telephone subscribers or the above mentioned [REDACTED]. Newark indices also contain no references identifiable with [REDACTED] [REDACTED], a suspected manufacturer of "black boxes" or "cheese boxes" or [REDACTED], possibly identical with [REDACTED] as indicated in referenced Boston report.

b6
b7C

NK 165-603

Credit and criminal checks, reviews of city directories, and discreet contact with logical sources are being made by the Newark Division concerning the above individuals to determine identity and background and any pertinent information concerning gambling activity by those individuals. Contact will be made with [redacted]

b3

[redacted]
to Newark from testifying before the Federal Grand Jury at Phila., Pa.

F B I

Date: 10/23/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: DIRECTOR, FBI
 FROM: SAC, NEW ORLEANS (165-553) (P)
 SUBJECT: TAPES AND RECORDINGS REFLECTING
 INTERSTATE GAMBLING INFORMATION
 ITWI - FRAUD BY WIRE; CONSPIRACY
 (OO: BOSTON)

FD 217 to New Orleans 11/10/65
NEW ENGLAND TELEPHONE AND
Rebuairtel to Boston, 10/21/65. TELEGRAPH

Investigation at New Orleans has verified New Orleans City Police Officer ROLAND A. HESSE, SR. as one subject involved in captioned case. [redacted] records reflect HESSE in contact with cheese box, or black box. Fisurs in New Orleans have reflected that HESSE, during pertinent hours during day, leaves his beat and enters business establishments and uses their phones. Police checks have not been made concerning HESSE as he conceivably could be alerted to investigation, but he has been employed as police officer continuously since July, 1941.

[redacted] identified by telephone company as being in contact with cheese box or black box, could be [redacted], or [redacted]. Both list occupation as [redacted] of [redacted] [redacted] which is location of phone previously used to contact cheese box or black box. Other calls to box came from phone listed to [redacted]

[redacted] which is residence of [redacted] [redacted], Bbut liquor license issued in name of [redacted] [redacted] Chalmette, La. Attempt is being made at this time to obtain photo of [redacted] through Driver's License Bureau, Baton Rouge, La., to assist in determining true identity of [redacted]

3 - Bureau
 2 - Boston
 2 - New Orleans
 NOB/sgr
 (7)

Letter to PH
10-27-65
WPB: faw
EX 110

REC-7065-1895-30

12 OCT 27 1965

C C - Wick

Approved: _____
 Special Agent in Charge

Sent _____ M Per _____

Wick

b6
 b7C
 b7D

b6
 b7C

NO 165-553

NOB/sgr

Telephone Company at New Orleans has advised that connection of [] to cheese box-black box operation is slight, and that calls from these numbers were sporadic and infrequent, and do not lend themselves to technical coverage such as that afforded HESSE. In addition, Gentilly District of Phone Company, which covers St. Claude Avenue - Arabi area, was 40% submerged in salt water due to Hurricane Betsy flooding, and service has been disrupted and delayed in such a manner that no coverage could be afforded to this line at this time. Accordingly, SBT&T contemplates no coverage of [] similar to that given HESSE.

b6
b7C

In addition to the above, it is noted that [] made his calls either from his residence or from the bar where he is legitimately employed. Fisurs would not be logical under these circumstances as it would be necessary to sit in the bar itself, and therefore they are not being attempted.

On 10/21/65, information was received from IRS that they were conducting an investigation into a "past posting operation" at New Orleans which involved a New Orleans Police Officer named HESSE. IRS also advised that New Orleans number [] was the key number to call to be connected with a location in the Gentilly area. It should be noted that this number is listed to Litho Service, 441 $\frac{1}{2}$ Camp Street, and is a number that has been used on numerous occasions by HESSE when he called the boxes. It was the feeling in New Orleans that HESSE was making his calls from a location such as Churchill's Typewriter Company, 305 Camp, and was giving the operator [] as his number when she asked for same during the DDD call. However, in view of the recent information furnished by IRS, and due to the fact that the Gentilly area of New Orleans is a number of miles from Camp Street, the possibility exists that some sort of a cheese box or black box is located in the vicinity of 441 $\frac{1}{2}$ Camp Street.

Information re the possibility of a box on Camp Street, was furnished 10/22/65. to []

[] advised he would immediately arrange for the [] to check out this possibility. [] stated that due to the fact that most key plant men are unavailable due to their emergency assignments as a result of the

b6
b7C
b7D

NO 165-553
NOB/sgr

hurricane damage, it would be several days and possibly a week before the entire area around 441 Camp was checked out. [] stated he would immediately notify the New Orleans office if anything was located.

b6
b7C

In view of the above, it would appear that in the event the Telephone Company locates a box-type arrangement in conjunction with [], at least one additional week would be needed to complete the additional needed investigation.

A current report is being prepared, and will be submitted by 10/29/65.

F B I

Date: 10/29/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO : DIRECTOR, FBI

FROM : SAC, NEW YORK (165-1230) (P)

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY
(OO:PHILADELPHIA)ReBuairtel to PH 10/25/65; NY airtel to Bureau
10/26/65; PH airtel to NY 10/26/65.

It is noted that [] has previously furnished information to the Philadelphia Division in numerous cases and has reported to the Philadelphia Division. The Philadelphia Division was apprised by NY letter dated 11/27/63, PH file []-NEW, NY file [] captioned [] of informant's identity. Informant is a highly sensitive Bureau source and is known to and in contact with members of the "Commission" of "La Cosa Nostra."

Philadelphia may desire to review the following communications sent to the Philadelphia Office while informant was reporting information while in Philadelphia:

NY letter to PH, 11/19/63, entitled, []
[] PH file 92-444.

NY letters to PH, 11/19/63 and 11/21/65, entitled "UNSUB; aka [] LNU, PH TELEPHONE NUMBER [] 4-9275; ITWI," PH file 165-461.

- 3 - Bureau
- 2 - Boston (165-532) (Info)
- 2 - Philadelphia (165-698)
- 1 - New York

JFM:eah
(9)

REC-6

165-1895-32

EX 109

20 OCT 30 1965

b2
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b7C
b7D

b6
b7C

Approved: _____

Special Agent in Charge

Sent _____

M

Per _____

NY 165-1230

Two NY letters to PH, 11/5/63, and NY letter to PH, 11/12/63, entitled, "UNSUBS; aka [redacted] (LNU), [redacted] WIRE ROOMS OF [redacted] ITWI," PH file 165-

b6
b7C

NY letter to PH, 11/19/63, entitled, [redacted] ITWP," PH file 168-

NY letter to PH, 11/26/65, entitled, "UNSUB; POLICY OPERATION OF [redacted] FROM CAMDEN, NJ, TO NORTH PHILADELPHIA VIA SUBWAY AND AUTO; ITWP," PH file 168-

Informant advised on 10/27/65, that [redacted] was unknown to him. Informant advised that [redacted] who formerly had telephone number [redacted], and last known to have telephone number [redacted] was a former [redacted]. He stated that [redacted] real name is [redacted]. [redacted] is now an [redacted] for [redacted] at Aqueduct Race Track. Up to a couple of months ago, he lived at [redacted] but is presently living at [redacted] in a furnished basement apartment and owns a 1951 gray Mercury sedan. He formerly lived with [redacted], who had 3 children and worked as a [redacted]. He presently lives with a Negress and uses marijuana and possibly "main lines." Informant advised that if any calls were made from Philadelphia to [redacted], they were probably made by [redacted] in an attempt to contact the informant.

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ANY INQUIRIES REGARDING [redacted] OR FURNISHING INFORMATION RE [redacted] TO OUTSIDE AGENCIES WOULD COMPROMISE THE INFORMANT.

Informant stated several years ago he vaguely recalls something in regard to [redacted] at [redacted] and [redacted] at [redacted] that location sound familiar and he believes these two

b6
b7C
b7D

NY 165-1230

individuals to be Negroes and to be friends of [redacted]
[redacted] a Philadelphia Negro, whose home telephone
number in Philadelphia in 1964 was 215-BI 3-5786.
Informant stated that [redacted]

b6
b7C
b7D

[redacted]
and would know the identities of [redacted] and [redacted].

Informant stated that [redacted] has a [redacted]
[redacted] and that at one time he was confused
regarding these names, referring to [redacted] as an alias of
[redacted]. Informant stated that [redacted] has the policy
action in Philadelphia. [redacted] last known
telephone number was stated to be BA 8-6051, address -
[redacted] residence of [redacted]
[redacted] Informant advised that three cheese-
boxes were purchased by [redacted].

b6
b7C
b7D

ANY INQUIRY REGARDING THE MANUFACTURER OF THESE
CHEESEBOXES WOULD COMPROMISE THE INFORMANT.

Informant stated that one cheesebox was believed
to have been placed in the [redacted]
[redacted]. He believed the second box was
placed in the residence of [redacted] and the other one
in the residence of [redacted]. Informant
stated that [redacted] resided in two places, at the residence
of his legitimate wife, and at the residence of his girl
friend. Informant advised that [redacted] was the
[redacted] who did the [redacted]. He advised
that [redacted] was not the best in his field and did sloppy
work. He stated that the cheeseboxes in the [redacted]
[redacted] would probably have been connected by
underground waterproof cable to another location in the
nearby vicinity. He stated that [redacted] has in the past
dug ditches right across the street, laid the cable in
the ditch, and reasphalted the street. Informant stated
that [redacted] did not have a knowledge of electronics to
use wireless equipment.

b6
b7C
b7D

NY 165-1230

Informant stated that the following telephone numbers with the exception of one, exact number not recalled, were all probably in the [redacted] and connected in some way with [redacted] operation.

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b7D

FU 9-5980
FU 9-5756
HO 7-6637
HO 5-8026

Informant stated that [redacted], if he has gone into the wire service, would have utilized [redacted] aka [redacted] of Providence, R. I. He stated that [redacted] also handled numbers for [redacted].

Informant stated he would be amenable to going to Philadelphia, but he would first have to contact [redacted] to see if they were still on speaking terms. Informant advised that he would not contact [redacted] unless he knew that the telephone number was "safe to talk on" and that it was not being monitored by any police agency or the telephone company itself. If Philadelphia desires informant to contact [redacted] furnish NYO with a telephone number where [redacted] can be reached without knowledge of the Philadelphia Telephone Company, and particularly, if telephone number BA 8-6051 is a safe number.

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*Let him
make his
own
arrangements
JOS*

F B I

Date: 10/29/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (165-1895)
FROM: SAC, BOSTON (165-532) (P)
SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW; CONSPIRACY

(00:PH)

Re Philadelphia airtel to Director dated 10/22/65.

Investigation reflects [] engaged in gambling activities centered at home in Coventry, Rhode Island.

"Black Box" believed to be in operation. []
believed doing business with Delaware Sports Service in
Baltimore, Maryland.

An [] may be utilizing
a citizen's band radio transmitter to transmit race results
from Narragansett Race Track, which is in its fall meet; however,
determination being made to see if such a transmitter can be
made to carry results from Pawtucket, Rhode Island, site of
the race track, to Coventry, Rhode Island, a distance of between
15 to 20 miles.

Possibility exists that [] may have a receiver
operating in the East Providence, Rhode Island area to obtain
Narragansett results.

Aerial photos being taken of [] home leading
toward eventual raid.

3-Bureau (165-1895)
2-Philadelphia (165-698)
1-Boston (165-532)

TJL:mac
(6)

REC-6

165-1895-33

NOV 1 1965

EX 101

Approved: 55 NOV 4

C C Wick

Special Agent in Charge

Sent _____ M

Per NSK

11/1/65

CODE

RADIOGRAM

URGENT

TO SAC MIAMI

FROM DIRECTOR FBI

TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION,
ITWI; FRAUD BY WIRE; CONSPIRACY, OO: PHILADELPHIA.

REBUAIRTEL OCTOBER TWENTYONE LAST.

IMPERATIVE THAT RESULTS OF INVESTIGATION MENTIONED REAIRTEL
BE FURNISHED BUREAU AND OFFICE OF ORIGIN. IF NOT SUBMITTED,
SURAD CURRENT STATUS.

NOTE: This matter concerns subjects who through "black boxes"
make telephone calls up and down the East Coast concerning wagers.
This matter being handled as "special" and MM was given leads. No
info received as to results of MM's investigation to date.

If radio contact missed, send via urgent, plain text teletype.

REC-47
EX 110

165-1895-34

19 NOV 2 1965

788
Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

WPB:rmg
-3-

VIA RADIOGRAM

NOV 1 1965

12:36 PM mdw

NR. 011650
ENC. lmeo
CK. lmeo
APPROVED BY lmeo
TYPED BY
LOGGED BY

MAIL ROOM

TELETYPE UNIT

F B I

10/29/65

Date:

Transmit the following in _____

A I R T E L

(Type in plaintext or code)

Via _____

(Priority)

TO: Director, FBI (165-1895)

FROM: SAC, Philadelphia (165-698) (P)

TAPES AND RECORDINGS REFLECTING INTERSTATE
 GAMBLING INFORMATION
 ITWI - FRAUD BY WIRE; CONSPIRACY
 OO: Phila.

Re Phila. airtel to Bureau 10/22/65.

On 10/27/65 a Federal Grand Jury impaneled and sitting
 in a closed session at Phila., Pa., in the Eastern District of
 Pennsylvania, was presented [redacted]

[redacted]. The presentment was made through [redacted]
 [redacted] and AUSA [redacted]. The following is a
 summary of the information furnished by the respective officials
 of the [redacted]:

[redacted] PHILADELPHIA, PA.

[redacted] Phila., Pa., made available the following items:

- 5 - Bureau
- 2 - Atlanta (165-258)
- 2 - Baltimore
- 3 - Boston (165-532)
- 2 - Chicago
- 2 - Detroit
- 2 - Las Vegas (165-382)
- 2 - Miami
- 3 - Newark (165-603)
- 3 - New Orleans (165-553)
- 2 - New York (165-1230)
- 2 - Washington Field (165-179)
- 2 - Phila.

JFP:ERG
 (32)

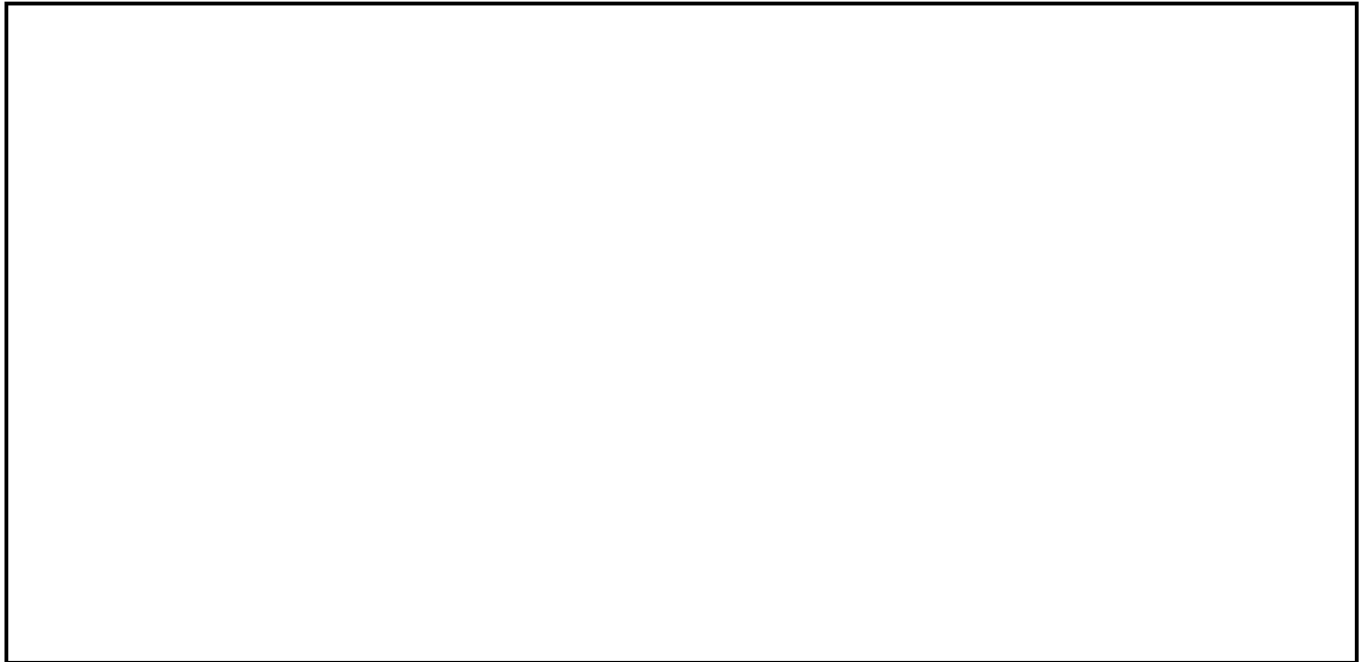
EX 110

REC-47

8 NOV 1 1965

Approved: 5 NOV 5 1965
 Special Agent in Charge

Sent _____ M Per _____



LEADS

WASHINGTON FIELD DIVISION

AT WASHINGTON, D. C.

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Immediately advise the Philadelphia Office of the back-ground on [REDACTED] and also a summary of information he has furnished your office. A decision cannot be made as to contact with [REDACTED] until an analysis can be made of this information.

THIS INVESTIGATION IS TO RECEIVE CONTINUOUS ATTENTION AND PHILADELPHIA IS TO BE ADVISED OF ANY PERTINENT DEVELOPMENTS IMMEDIATELY.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONb6
b7C

Copy to: 1 - USA, Providence
1 - Eastern District of Pennsylvania

Report of: [REDACTED]
Date: NOV 3 1965

Office: Boston, Massachusetts

Field Office File #: 165-532

Bureau File #: 165-1895

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

Character: INTERSTATE TRANSMISSION OF WAGERING INFORMATION -
FRAUD BY WIRE - CONSPIRACY

Synopsis: Security Agent believes [REDACTED]
[REDACTED] records in Boston can establish calls from
pertinent [REDACTED]
and vice versa. "Black box" utilized in September
on phone believed utilized by [REDACTED] in
Coventry, Rhode Island, and calls indicate Philadelphia,
Pa. connection. Physical location of [REDACTED] residence
described. Area does not lend itself to penetration.
Activities of associates described. Telephone listing
of [REDACTED] set forth.
MASS Background of individuals involved set forth. [REDACTED]
[REDACTED] lists non-published telephone number
[REDACTED]

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- P -

DETAILS:Records of Calls from Midtown Journal to Rhode Islandb6
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On September 13, 1965, [REDACTED]
[REDACTED] advised that he
believes that this concerns' records can establish telephone calls
from telephone number [REDACTED] and [REDACTED]
of the Midtown Journal, Boston, Massachusetts, to Rhode Island
telephone numbers [REDACTED] and telephone number [REDACTED],
[REDACTED] and [REDACTED]

BS 165-532

He also advised that he believes the reverse also can be established.

He stated that telephone numbers [] is believed listed to [] and [] is listed to the residence of [].

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On September 20, 1965, [], described above, advised that []

[] would be able to locate these records. These would be in the form of "Print Outs" that are utilized in their computer systems.

On October 27, 1965, [] advised that he believes after a review of records maintained by him personally that the dates of July 12, 13 and 14, 1965, would possibly be pertinent to the above calls.

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"Black Box" Operation

On September 9, 1965, [], described above, advised that investigation by the Security Division has indicated that a "black box" is in operation on the telephone of [] located at his residence in Coventry, Rhode Island. He stated that the telephone number utilized is [].

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He also advised that it would appear from calls that there is a "Philadelphia connection," and that gambling information is being transmitted.

On September 21, 1965, [], previously described, advised that investigation by the [] indicates that a "black box" is still in operation on telephone number [] that is utilized by []

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BS 165-532

On September 24, 1965, [] advised that based upon his knowledge of the activities of [] those individuals involved with him in his gambling activities are [] and possibly individuals who had associated with him previously in East Providence, Rhode Island. These individuals would be [] and [].

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On October 27, 1965, [] advised that indications are that [] and [] of Boston have taken over the gambling operations of [] and would appear to possibly be in contact telephonically with [].

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On October 14, 1965, [] advised that he had no information at the present time concerning the use of "black boxes" in the Providence or Massachusetts areas.

Physical Location of the Residence of []

On September 13, 1965, [], described above, advised that the best route to reach the residence of [] is to proceed south on [] to the [] turn right on [] and proceed to []. Across [] is a dirt road leading to the residence of [].

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He stated that two miles west of the dirt road on [] is the residence of [].

On October 4, 1965, [] advised that a physical surveillance of the residence of [] from a stationary or moving position is impossible. He stated that [] residence where his gambling operations are centered is located approximately two miles west of [] on a dirt road. The house is a three tiered ranch split level valued at approximately \$60,000. He stated that the [] is a dirt road, and rises to a dead end with [] house located at the termination of it. The house is on a rise with no other houses nearby. At the bottom of the

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rise is his farmhouse rented by [] and his wife. It is possible that an alarm system may extend from the farmhouse to [] home. The area surrounding [] residence is wooded, and penetration possibly can be effected through the woods. [] also has a 25 foot by 50 foot swimming pool on the property. He stated that there are no homes or areas from which [] residence can be viewed.

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On October 13, 1965, [] described above, advised that [] records reflect one legitimate phone is listed to [], plus one extension. However, phone jacks are located throughout the house. It is believed that one phone, utilized in his gambling operation is located in an upstairs room in the northwest corner of the house. This would be on the third level of the home. He stated that no information has been received in regard to any type of barricades or shielding devices in the home.

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On October 27, 1965, [] advised that [] is home believed engaged in his gambling operations any time after the first post of the New York race tracks which are believed set for 1:15 p.m.

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Daily Activities of []

It is not known that there are any other children located in the house.

[] advised further that he believes, although he has no definite information, that a "black box" is still utilized by []. He also advised that the phone located in the home of [] at the foot of the hill leading to [] residence also has a phone and that there is some type of a relay switch in operation through which [] receives phone calls.

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He stated that also engaged with [] is [] who also has two phones listed to him, one may being used as a relay in this particular operation.

BS 165-532

He also advised that [] is believed to be utilizing a Citizens Band radio at Narragansett Race Track to channel information to []. He stated, however, that it is possible that information from the track is being sent directly to [] and possibly a present one of [] to [].

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[] stated that investigation indicates that [] and [] are not involved in the operation with [].

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[] stated further that [] leaves his home every Monday morning and goes to a bar in West Warwick where it is possible he meets some of his [].

[] advised further that [] who is a [] at the [] on [] and two children, both of whom attend school.

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He stated that [] drives a 1961 black Mercury Comet, Rhode Island license [] drives a 1956 Buick, grey and white, bearing Rhode Island registration [].

[] drives a 1955 Chevrolet, bearing Rhode Island registration [].

[] drives a 1961 Thunderbird, bearing Rhode Island registration [].

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Review of Telephone Company Records

FEDERAL BUREAU OF INVESTIGATION

Date 10/7/65

b7D

1.

[redacted]
[redacted]
[redacted] reflect the following [redacted]
[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

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b7DOn 10/4/65 at Providence, Rhode Island File # Boston 165-532by IC [redacted] /nr:cbs - 6 - Date dictated 10/6/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

2.

BS 165-532

The above information is confidential and may not be made public except following the proceeding of the issuance of a subpoena duces tecum which should be directed to [REDACTED]

[REDACTED]

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Background of [REDACTED]

On September 20, 1965, [REDACTED] Office of the United States Attorney, Providence, Rhode Island, made available a reproduction of indictment No. 7033 in the matter entitled, "United States of America vs. WARREN VINCENT PICILLO."

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The indictment reflects as follows:

"That commencing on or about the 4th day of November, 1963, WARREN VINCENT PICILLO did travel in interstate commerce from the State of Rhode Island, to the City of New Haven, in the State and District of Connecticut, with intent to distribute the proceeds of, and to otherwise promote, manage, establish, carry on, and facilitate the promotion, management, establishment and carrying on of an unlawful activity; that is, WARREN VINCENT PICILLO did keep, set up and promote and was concerned as owner, agent, and clerk, and in other manners, in managing, carrying on, and promoting, directly and indirectly, a business enterprise involving gambling, namely, a lottery known as policy playing; gaming by use of lottery slips or tickets, in violation of the General Statutes of the State of Connecticut, Section 53-298 and pool selling, in violation of the General Statutes of the State of Connecticut, Section 53-295, and, thereafter, WARREN VINCENT PICILLO did distribute and attempt to distribute the proceeds of said unlawful activity and did promote, manage, establish, carry on, and facilitate the promotion, management, establishment, and carrying on of said unlawful activity and did attempt to do so.

BS 165-532

"In violation of Title 18 United States Code, Section 1952.

"A TRUE BILL:

" /s/ [redacted]

Foreman

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"/s/ Raymond J. Pettine
United States Attorney

"Filed: January 24, 1964"

[redacted] advised that this matter should go to trial in this October court session in Providence, Rhode Island.

On September 28, 1965, [redacted], Identification Division, Providence, Rhode Island Police Department, made available FBI record [redacted] pertaining to [redacted] that they have maintained in their records. This FBI record reflected the following information:

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<u>Contributor of Fingerprints</u>	<u>Name and Number</u>	<u>Arrested or Received</u>	<u>Charge</u>	<u>Disposition</u>
SPol Provi- dence RI	[redacted]	[redacted]	[redacted]	[redacted]
Dept of Pub Safety Provi- dence RI				
Dept of Pub Safety Provi- dence RI				

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BS 165-532

The records of the Providence Police Department reflect the following description for []:

Name:	[]
Race:	White
Sex:	Male
Date of Birth:	[]
Place of Birth:	Providence, Rhode Island
Height:	[]
Weight:	[]
Hair:	[]
Eyes:	[]
Complexion:	Medium
Occupation:	[]
Providence Police Department No.:	[]
FBI No.:	[]

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The records of the Police Department reflect the following further arrests:

<u>Date</u>	<u>Charge</u>	<u>Disposition</u>
[]	[]	No date - \$100 in costs - appeal
[]	[]	[] - on the charge of [] \$300 fine - Appeal
[]	[]	[] \$300 fine - Appeal
[]	[]	[] - Case dismissed

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[] On the above first two charges on [] was fined \$300 in costs.

<u>Date</u>	<u>Charge</u>	<u>Disposition</u>
[REDACTED]	[REDACTED]	[REDACTED] 10 days ACT 2nd charge 10 days ACT to be served concurrently

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On March 21, 1965, SA [REDACTED] of the Providence, Rhode Island Resident Agency was requested by United States Attorney RAYMOND J. PETTINE to attend a meeting at his office, with [REDACTED] of the Federal Communications Commission (FCC), Boston, Massachusetts, and [REDACTED] FCC, Providence, Rhode Island.

[REDACTED] advised that information had been received and developed by the FCC that race results are being transmitted from Lincoln Downs Race Track over Citizens Band Radio at approximately 27 megacycles from what he believes to be a Metrocomet unit.

He stated that investigation by this agency reflected that the information on the racing results were being transmitted by the use of a simple code from a 1964 Ford convertible bearing Rhode Island registration [REDACTED], registered to [REDACTED]

[REDACTED]
This vehicle was utilizing a 7 foot whip antenna.

[REDACTED] also advised that the vehicle was parked on a daily basis in lane 11, approximately 100 feet from the fence where a view of the "tote board" is unobstructed.

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He stated that the code utilized is in a form of dots up to 10 for each particular horse in the race, and if the mounts in the race total over 10 the code utilized is a dash for the numeral 10, and a single dot for the horses over 10,11, etc.

He believed that the signal was strong enough so that it was traveling in interstate commerce. He felt that it is certain it could be read in the State of Massachusetts. However, the FCC has no device to determine where the information is being received. He believed that any type of a compact receiver could definitely receive the signal.

United States Attorney PETTINE advised that it was his opinion that if the signal is received in Boston or in the State of Massachusetts and utilized at that end for gambling information for the use of the results it would be in violation of the Interstate Transportation of Wagering Information statute.

He also felt that if the signal is being received in the State of Rhode Island and then phoned out of the State and utilized for gambling purposes, it would also be a violation of that statute.

On April 1, 1965, [redacted] advised that on March 30, 1965, [redacted]

[redacted] were arrested by the Rhode Island State Police on gambling charges. He stated that a quantity of radio equipment was confiscated from the apartment and the radio equipment utilized outside the park, Lincoln Downs, and identical equipment described above was seized in the raid. He stated that [redacted] was apparently the individual who was transmitting the information from outside of Lincoln Downs via the radio equipment seized and by utilizing the 7' whip antenna in the vehicle.

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He stated that these individuals were released pending Superior Court action.

BS 165-532

On June 22, 1965, Assistant United States Attorney [redacted] advised that he would decline prosecution in this matter based upon the contemplated State action in the arrest of the above individuals, and in view of the fact that no information was elicited which indicated that the information transmitted was being utilized outside of the State of Rhode Island.

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On September 26, 1965, [redacted] Providence Credit Bureau, 40 Fountain Street, Providence, Rhode Island, that covers Coventry, advised the records of this concern reflect that [redacted] maintain an unsatisfactory credit rating as of September, 1965.

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His employment as of May, 1964, was listed as a [redacted] and his former residence as [redacted]. The files reflect several attachments on properties owned by [redacted].

Background of [redacted]

On September 28, 1965, [redacted] West Warwick, Rhode Island Police Department, advised from records that [redacted] date of birth [redacted] has the following arrest record with this department:

<u>Date</u>	<u>Charge</u>	<u>Disposition</u>
[redacted]		[redacted] discontinued on payment of costs
		No date - Released

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BS 165-532

Background of [redacted]

On September 9, 1965, [redacted] Base Locator Office, USPO, Naval Air Station, Quonset Point, Rhode Island, advised that his office reflects no record for [redacted]

On September 14, 1965, [redacted] Quonset Point, Rhode Island, advised that his records reflect that one [redacted] NSN [redacted] was a former member of MOB-7, NCBC Davisville, Rhode Island, but had been transferred on February 25, 1965, to Camp David, Maryland. He had formerly resided with [redacted]

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On September 26, 1965, [redacted] Providence Credit Bureau, 40 Fountain Street, Providence, Rhode Island, advised that records reflect no credit information in regard to [redacted] a member of the United States Navy.

On September 29, 1965, [redacted] West Warwick, Rhode Island Police Department, advised the arrest records of this department reflect no arrest for [redacted].

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Background of [redacted]

On October 4, 1965, [redacted] West Warwick, Rhode Island Police Department, advised that records of this agency reflect the following arrest record for [redacted], date of birth [redacted]:

BS 165-532

<u>Date</u>	<u>Charge</u>	<u>Disposition</u>
<div></div>	<div></div>	No date \$25 in costs
		On <div> </div> six months suspended sentence on <div> </div> charge, placed on proba- tion for one year. <div> </div> appealed six months sus- pended sentence & sentenced was deferred. On <div> </div> a deferred sentence was received on the first three charges

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On September 30, 1965,
Providence Credit Bureau, 40 Fountain Street, Providence,
Rhode Island, advised she could locate no credit record for
.

Background of

On October 1, 1965, West
Warwick, Rhode Island Police Department, advised that the records
of this agency reflect that
 was arrested on by
the Rhode Island State Police, as a and
released.

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BS 165-532

On September 29, 1965, [redacted] of the [redacted] advised that [redacted] with the firm, was considered a trustworthy and reliable employee. He added that nothing has ever come to his attention, adding that [redacted] was never engaged in any unlawful activities. [redacted] stated that as a point of interest, he has noted that [redacted] which is quite unusual insofar as his employment is concerned.

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The following description of [redacted] was set forth in his application for employment, or his arrest record on file at the Chicago Police Department:

<u>Date of Birth:</u>	[redacted]
<u>Place of Birth:</u>	Chicago, Illinois
<u>Race:</u>	Negro
<u>Height:</u>	[redacted]
<u>Weight:</u>	[redacted]
<u>Build:</u>	Medium
<u>Eyes:</u>	Brown
<u>Social Security No.:</u>	[redacted]
<u>Military Service:</u>	United States Army,

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Address-

[redacted]

BS 165-532

On October 5, 1965, [redacted] Providence Credit Bureau, 40 Fountain Street, Providence, Rhode Island, advised that records of this concern reflect that [redacted]

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[redacted] maintains an unsatisfactory credit rating at this agency. His employment in 1964 was listed as the [redacted].

Miscellaneous

On October 8, 1965, [redacted] West Warwick, Rhode Island Police Department advised that he could locate no arrest record for [redacted].

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b7C

On October 8, 1965, [redacted] Providence Credit Bureau, 40 Fountain Street, Providence, Rhode Island, advised that she could locate no credit information for [redacted].

Records of the [redacted]

Records of the [redacted] as of September 29, 1965, reflect that [redacted] of [redacted] has non-published telephone number [redacted].

On November 1, 1964, one [redacted] applied for Christmas employment at the United States Post Office, Chicago. His application reflected that he had telephone number [redacted]. He was then employed at [redacted]. He denied any previous arrests; however, it was determined at the Chicago Police Department that they maintain an arrest record for [redacted] [redacted] born on [redacted] Chicago, on the grounds of being [redacted] 1958. [redacted] was subsequently fined \$50.00 and \$10.00 costs on the above charge.

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE PHILADELPHIA	OFFICE OF ORIGIN BOSTON	DATE 10/29/65	INVESTIGATIVE PERIOD 9/24/65 - 10/22/65
TITLE OF CASE <u>TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION</u>		REPORT MADE BY JOHN F. PHELAN, JR.	TYPED BY LMW
		CHARACTER OF CASE ITWI; FRAUD BY WIRE; CONSPIRACY	

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REFERENCE

Report of SA [redacted] dated 9/16/65, at
Boston.

Bureau airtel dated 10/21/65.

Philadelphia airtel to Bureau dated 10/22/65.

- P -

LEADS

ATLANTA, BALTIMORE, BOSTON, CHICAGO, LAS VEGAS, DETROIT,
MIAMI, NEWARK, NEW ORLEANS, NEW YORK, WFO:

The above offices after 10/27/65, are to immediately
contact the Security Office of the Bell Telephone Company

(NO) PENDING OVER ONE YEAR (NO) PROSECUTION PENDING OVER SIX MONTHS

APPROVED <i>503</i> <i>600/600</i> <i>(3) Bureau</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		165-1895-37	REC-75
SEE PAGE B		18 NOV 1 1965	EX-117
Dissemination Record of Attached Report		Notations	
Agency	CC, AAG, Criminal Division,	 	
Request Recd.	Organized Crime & Racketeering Section		
Date Fwd.	Room 4-100		
How Fwd.			
By			

PH 165-698

COPY INFORMATION:

- 5 - Bureau
- 2 - USA, EDPA.
 - 1 - AUSA [REDACTED]
 - 1 - Departmental [REDACTED]
- 3 - Atlanta
- 3 - Baltimore
- 6 - Boston (165-532)
 - 1 - USA, Providence, R.I.
- 3 - Chicago
- 3 - ~~Los Angeles~~ LAS VEGAS
- 3 - Detroit
- 3 - Miami
- 3 - Newark
- 3 - New Orleans (165-553)
- 3 - New York
- 3 - WFO
- 5 - Philadelphia (165-698)

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b7C

in their respective areas and obtain all available data which supports the information turned over to the Federal Grand Jury on 8/18/65 and 10/27/65. It is pointed out that all investigation must be conducted discreetly in order to avoid it becoming known that an investigation of this type is in process.

PHILADELPHIA:

AT PHILADELPHIA, PA.

1. Will continue liaison with the Security Office of Bell Telephone Company of Pennsylvania.

2. Will continue efforts to identify all individuals who are involved with "cheese box" operation in the Philadelphia area.

- B -
COVER PAGE

PH 165-698

3. Will obtain all information turned over to Federal Grand Jury on 10/27/65, and forward to appropriate offices.

ADMINISTRATIVE DATA

As set out in referenced airtel to the Bureau dated 10/22/65, on 10/22/65, [redacted] Departmental [redacted] telephonically advised the Philadelphia Office that the Department of Justice had decided that the [redacted] would be subpoenaed to introduce additional [redacted] before a Federal Grand Jury in the Eastern District of Pennsylvania on Wednesday, 10/27/65. He stated that the USA's office in Philadelphia, Pa., was preparing these subpoenas for the [redacted]. He requested they be served by Bureau Agents in the interests of security.

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[redacted] also advised he intends to set up an office in Philadelphia and direct the prosecution in this matter at Philadelphia, since he feels the "hub" of this entire case is in Philadelphia. He stated [redacted] by the Federal Grand Jury on 10/27/65, would be turned over to the Philadelphia Office for review and appropriate investigation.

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As reflected in referenced Bureau airtel dated 10/21/65, this investigation is to be considered a SPECIAL and offices have been instructed by the Bureau to complete certain investigation as outlined in this airtel.

For the information of the Atlanta and Detroit Offices, the original report in this matter was dated 9/16/65, at Boston. Boston will forward copies of this report as soon as possible in order that Atlanta and Detroit Offices will have a full view of what has happened in this matter prior to these offices becoming involved. (Airtel sent to Boston 10/26/65, requesting copies be sent.)

All offices are to submit a weekly summary to the Bureau and office of origin on investigation conducted each Friday beginning 10/29/65.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

1 - USA, EDPA.

1 - AUSA [REDACTED]

1 - Departmental [REDACTED]

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b7c

Copy to:

1 - USA, Providence, R. I.

Report of:

JOHN F. PHELAN, JR.

Office: Philadelphia, Pennsylvania

Date:

October 29, 1965

Field Office File #:

165-698

Bureau File #:

Title:

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

Character:

INTERSTATE TRANSPORTATION OF WAGERING INFORMATION;
FRAUD BY WIRE; CONSPIRACY

Synopsis:

On 9/24/65, Security Officers, [REDACTED]

made available [REDACTED]

[REDACTED] which were furnished Federal Grand Jury
(FGJ), Providence, R. I., on 8/18/65. They also furnished

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PH 165-698

b3



-P-

DETAILS:

FEDERAL BUREAU OF INVESTIGATION

Date 10/7/65

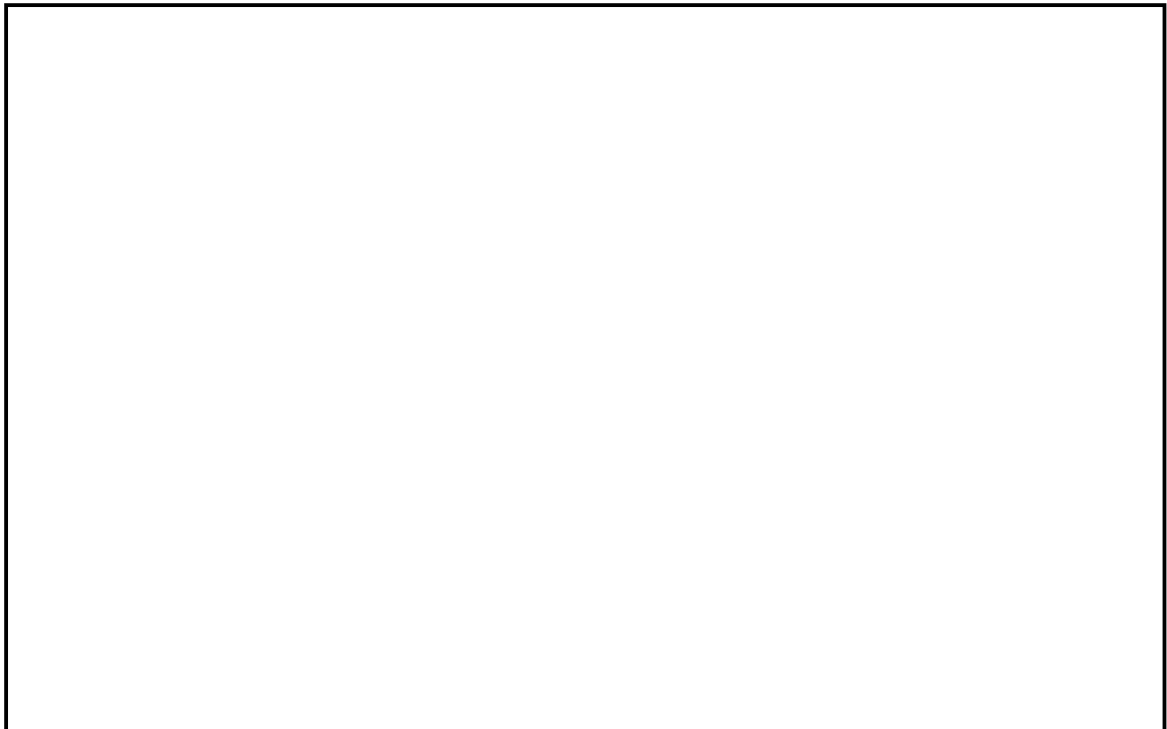
1

On September 24, 1965, [redacted]
[redacted], met
with SA [redacted], at whime time the following
information was obtained:

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[redacted] explained that all information discussed
would be [redacted] prior
to August 18, 1965, the date [redacted] before the
Federal Grand Jury in Providence, Rhode Island. [redacted]

[redacted] given the Grand Jury:



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Philadelphia, Pa.
(Clerk for Fidelity National

On 9/24/65 at Philadelphia, Pa. File # Philadelphia 165-698

by SA JOHN F. PHELAN, JR. :mbr Date dictated 10/6/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

Total Deleted Page(s) ~ 14

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F B I

Date: 11/1/65

Transmit the following in PLAIN TEXT
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, NEW ORLEANS (165-553) (P)

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI - FRAUD BY WIRE; CONSPIRACY
OO: PHILADELPHIA

Rerep of SA JOHN F. PHELAN, JR. dated 10/29/65
at Philadelphia and New Orleans airtel to Philadelphia,
10/26/65.

New Orleans report concerning all investigation
conducted up to date submitted by New Orleans, 10/28/65.

Bureau and Philadelphia will be advised on a
weekly basis of developments in this case.

- 3 - Bureau
2 - Philadelphia (165-698)
2 - New Orleans

JTR:jab
(7)

CC: Wick

EX-103

REC-68

165-1895-38

12 NOV 3 1965

Approved: 

Special Agent in Charge

Sent: _____ M Per: _____

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE BALTIMORE	OFFICE OF ORIGIN PHILADELPHIA	DATE 10/29/65	INVESTIGATIVE PERIOD 10/20/65 - 10/26/65
TITLE OF CASE ① TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION		REPORT MADE BY SA [REDACTED]	TYPED BY rc
		CHARACTER OF CASE ITWI; FRAUD BY WIRE; CONSPIRACY	

REFERENCES:

Baltimore letter, dated 10/14/65.
Bureau airtels, dated 10/21 and 25/65.

- RUC -

ADMINISTRATIVE DATA:

For information of the Bureau and Philadelphia, the Baltimore telephone contact, [REDACTED] Security Division, Chesapeake and Potomac Telephone Company of Maryland, at Baltimore, has advised as reflected in the Baltimore letter, dated 10/14/65, that he has uncovered no instances wherein the cheesebox or blackbox has been used by local gamblers for interstate operations. Further, for Bureau information one [REDACTED] (Baltimore

- A -
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APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 5 - Bureau 1 - USA, Providence, Rhode Island 4 - Philadelphia (165-698) 1 - USA, Eastern District, Pennsylvania 2 - Baltimore (165-408)		165-1895-39 8 NOV 3 1965 REC-22 EX-103	
Dissemination Record of Attached Report		Notations	
Agency			
Request Recd.	"2 CC, AAG, Criminal Division,		
Date Fwd.	Organized Crime & Racketeering Section		
How Fwd.	Room, 2524		
By	53 [Signature] 11/8/65		

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BA 165-408

file 92-580 and Bureau file 92-7805) has been investigated by the Baltimore Office under the Anti-Racketeering statutes.

In the report of SA [redacted], dated 7/30/65, is information indicating that [redacted]

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[redacted] was charged as follows:

"Violating article 27, section 557A, by unlawfully, willfully, knowingly to make, sell, offer or advertise for sale, possess, or give or otherwise transfer to another any instrument apparatus, equipment, or device or plans or instructions for making or assembling any instrument, apparatus, or device which has been designed, adapted, used or employed with the intent or for the purpose or (1) obtaining telephone or telegraph service or the transmission of a message, signal, or other communication by telephone or telegraph, or over telephone or telegraph facilities, without the payment of charges therefore; or (2) concealing or assisting another to conceal from any supplies of telephone or telegraph service or from any person charged with the responsibility of enforcing this section, the existence or place of origin or of destination of any message, signal, or other communication by telephone or telegraph, or over telephone or telegraph facilities at [redacted] on or about [redacted] in Baltimore City, State of Maryland.

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[redacted], who made the above arrest advised SA [redacted] on 10/26/65, that the States Attorney's Office at Baltimore had presented the above matter to a local Grand Jury; however, the Grand Jury failed to indict.

[redacted] said he was advised by the States Attorney's Office that the Grand Jury did not indict because statute is too ambiguous.

During the raid on [redacted] [redacted] confiscated five electronic devices from the premises occupied by subject [redacted]. Two of these devices were attached to existing telephone service subscribed to by [redacted].

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[redacted] was successful in placing a bet by calling one of the telephone numbers attached to this device prior to making the [redacted] raid. [redacted] said that the fact he

BA 165-408

did place this bet did not appear to strengthen his case against [REDACTED].

On 10/26/65, [REDACTED] (PROTECT IDENTITY), [REDACTED] mentioned above, confidentially told SA [REDACTED] that [REDACTED] requested installation of three private telephones at [REDACTED] under the name of [REDACTED]. He said further on 9/21/65, [REDACTED] requested another telephone be installed at the same address under the [REDACTED] name. It is noted that when [REDACTED] arrested [REDACTED] on [REDACTED], [REDACTED] insisted that his electronic devices were legitimate mechanisms, designed for legitimate attachment to telephone lines.

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It was determined, however, through subsequent investigation by the Bell Laboratories, according to [REDACTED], that these devices perform the same function as a cheesebox.

The four telephone numbers listed to [REDACTED] are as follows:

[REDACTED]

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On 10/26/65, [REDACTED] dialed the [REDACTED] number and immediately thereafter, SA [REDACTED] dialed the [REDACTED] number and was able to talk to [REDACTED]. This is, of course, definite proof that the [REDACTED] device functions in the same manner as the common cheesebox.

[REDACTED] said that on the morning of [REDACTED] had reported trouble on his telephone lines at [REDACTED]. He then informed the Security Division of the Chesapeake and Potomac Telephone Company that he had placed his electronic device on the Chesapeake and Potomac telephone lines and "dared" the Chesapeake and Potomac Telephone Company to come remove his equipment.

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[REDACTED] said that it is his opinion that the company is in a quandary about this matter and appear to be afraid to take any steps toward forcing [REDACTED] TO cease using his devices in conjunction with the Chesapeake and Potomac Telephone Company lines.

The Bureau and Philadelphia are cautioned that in the event any of the above is discussed with security representatives of other companies in the Bell System, they not divulge

BA 165-408

the source of the above information since it appears the Chesapeake and Potomac Telephone Company of Maryland is not investigating cheesebox activities within the jurisdiction of their company, as are other companies within the Bell System, such as Boston, Philadelphia, and others.

The Bureau has instructed, in Bureau airtel dated 10/21/65, that necessary investigation be conducted by auxiliary offices to determine identity and background of all individuals involved in this investigation and further that the location of these individuals, during logical bookmaking hours, also be known. The Bureau further instructs that the locations of the blackbox and cheesebox, used by these gamblers, be known.

Baltimore's only involvement in this matter concerns telephone calls received at Leonardtown, Maryland, Newport and Wilmington, Delaware. These subscribers have been identified. Baltimore, therefore, is considering this case RUD'd.

- D*-
COVER PAGE

Tolson _____
 Belmont _____
 Mohr _____
 DeLoach _____
 Casper _____
 Callahan _____
 Conrad _____
 Felt _____
 Gale _____
 Rosen _____
 Sullivan _____
 Tavel _____
 Trotter _____
 Tele. Room _____
 Holmes _____
 Gandy _____

NA 11/2/65

DECODED COPY

☐ AIRGRAM ☐ CABLEGRAM ☒ RADIO ☐ TELETYPE

R-78

DEFERRED 11-2-65 1:45 PM
 TO DIRECTOR AND PHILADELPHIA
 FROM MIAMI 021415

TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION,
 ITWI; FRAUD BY WIRE, CONSPIRACY, OO; PHILADELPHIA.

RE BUREAU RADIOGRAM TO MIAMI NOVEMBER 1 LAST.

NO BLACK OR CHEESE BOXES LOCATED MIAMI BY SECURITY
 DIVISION, SOUTHERN BELL TELEPHONE CO. PERTINENT MIAMI TELEPHONE
 NUMBERS, [REDACTED] AND [REDACTED], SUBSCRIBED TO BY [REDACTED]

[REDACTED]. TELEPHONE RECORDS

SHOW [REDACTED] TO BE [REDACTED]. MAIL BOX AND PUBLIC UTILITY
 RECORDS SHOW THAT HOUSE AT [REDACTED] RESIDENCE
 OF [REDACTED]

[REDACTED]. RESIDENCE UNOCCUPIED DURING
 PAST TWO MONTHS AND TELEPHONE RECORDS SHOW THAT PHONE SERVICE
 TEMPORARILY DISCONNECTED.

MIAMI INDICES NEGATIVE RE [REDACTED] AND [REDACTED]. NO INFOR-
 MATION DEVELOPED CONCERNING [REDACTED]. SOUTHERN BELL
 UNABLE TO PROVIDE ANY INFORMATION REGARDING TELEPHONE CALLS TO
 MIDTOWN JOURNAL NUMBERS, BOSTON, MASS. [REDACTED] IDENTIFIED
 AS [REDACTED] SOUTHERN BELL TELEPHONE CO., ATLANTA, GA.,
 OVER WHOSE SIGNATURE ALL COMMUNICATIONS FROM SECURITY OFFICE,
 MIAMI, SENT.

REPORT IN DICTATION.

REC-108

RECEIVED: 2:19 PM

MSE

18 NOV 3 1965

CC-MR. ROSEN

F B I

Date: 10/28/65

Transmit the following in PLAIN TEXT
(Type in plaintext or code)Via AIRTEL
(Priority)

TO: DIRECTOR, FBI (165-1685)

FROM: SAC, BOSTON (165-532) (P)

SUBJECT: TAPES AND RECORDS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY
OO: Philadelphia② TAPES AND RECORDINGS
② REFLECTING INTERSTATE
GAMBLING INFORMATION
10

Re Bureau airtel to Boston dated 10/21/65.

Pending report presently in transcription.
Philadelphia is being carried as the new Office of
Origin.Background of individuals involved set forth
in report.Investigation has determined where principal
individual, [redacted], located during bookmaking
hours. Investigation to determine definite location of
other associates being furthered."Black box" located on one phone utilized by
[redacted]The Bureau and Philadelphia will note in latest
report that residence of [redacted] is in an area of [redacted]
[redacted] that has no other homes nearby. A farmhouse
utilized as a residence by [redacted] probably
contains phone utilized by [redacted] in operation. Daylight
penetration in raid would be extremely difficult. Aerial3 - Bureau
2 - Philadelphia (165-698)
1 - Boston
TJL/cap
(6)

MCT-17

REC 14

15 OCT 29 1965

Approved: [Signature]
Special Agent in Charge

Sent _____ M

Per [Signature]

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BS 165-532

photographs being obtained to determine best method to penetrate. No location for fixed or moving physical surveillance in the area.

Based on the above, the Boston Division believes that the best time to penetrate [redacted] home would be immediately after darkness falls following the entrance of Eastern Daylight time in this area. Aerial photos may resolve problems. Two weeks probably needed to complete investigation.

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW ORLEANS	OFFICE OF ORIGIN PHILADELPHIA	DATE 10/28/65	INVESTIGATIVE PERIOD 9/14/65 - 10/22/65
TITLE OF CASE TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION		REPORT MADE BY SA NATHAN O. BROWN	TYPED BY SMS
		CHARACTER OF CASE ITWI; FRAUD BY WIRE; CONSPIRACY	

REFERENCES:

Boston report of SA [REDACTED] 9/16/65.

- P -

LEADS

BOSTON DIVISION

AT BOSTON, MASSACHUSETTS

As the [REDACTED]

[REDACTED] will obviously furnish results of their investigation to the [REDACTED] in Philadelphia, Pennsylvania, which will be furnished to the Federal Grand Jury under provisions of the subpoena,

This information, as soon as available, should be immediately

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE (5) BY [REDACTED] 3- Boston (165-532) (1- USA, Providence) 3- Philadelphia (165-698) (1- USA, Philadelphia) 3- New Orleans (165-553)		165-1895-43	REC- 52
		4 NOV 3 1965	
DISSEMINATION RECORD OF ATTACHED REPORT		NOTATIONS	
AGENCY <i>[Signature]</i>	CC, AAG, Criminal Division, Organized Crime & Racketeering Section	<div style="border: 1px solid black; padding: 5px; transform: rotate(-15deg); display: inline-block;"> NINE STAT SECT. </div>	
REQUEST NO.	Room		
DATE FWD.	89 NOV 2 1965		
HOW FWD.			
BY			

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NO 165-553/sms

LEADS (Cont'd)

furnished the New Orleans Division in order that it can be determined if additional investigation concerning HESSE is warranted.

PHILADELPHIA DIVISION

AT PHILADELPHIA, PENNSYLVANIA

If not already done, determine identity of subscriber to telephone number HO 5-2764 noting that this number was called from New Orleans telephone number [REDACTED], 7/30/65, asking for [REDACTED] New Orleans telephone number [REDACTED] is listed to [REDACTED] New Orleans, Louisiana, which may be a "cheese box" location and this number has been used on occasion by ROLAND HESSE.

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NEW ORLEANS DIVISION

AT BATON ROUGE, LOUISIANA

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Determine registered owner of Louisiana Drivers License numbers [REDACTED]
[REDACTED]

AT NEW ORLEANS, LOUISIANA

- 1) Will spot check activities in the vicinity of the Arabi Bar and Liquor Store, 7002 St. Claude Avenue.
- 2) Will continue efforts to identify and obtain

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NO 165-553/sms

LEADS (Cont'd)

background for [] "

3) Will maintain close contact with [] Southern Bell Telephone and Telegraph Company, in an attempt to determine if a "cheese box" or "black box" is operating in the vicinity of [].

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4) In the event "cheese box" is located will attempt to determine location in Gentilly area of New Orleans which is reportedly being used in conjunction with the "cheese box."

5) Will conduct logical agency checks concerning operators of Churchill's Typewriter Company, Ed Smith's Stencil Works and Litho Service.

6) Will contact [] concerning activities of HESSE and if he has knowledge of any "cheese box" or "black box" operation in the New Orleans area.

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INFORMANTS:

On 9/23/65, [] advised SA [] that in the past there was a father and son team called [] and [] who used to operate in the Arabi, Louisiana, area. At one time they had both been runners and phone men for the New Orleans gambler []. Informant felt that they were small-time operators. Informant was asked if they were moving "hot horses" for someone, who it could possibly be, and he mentioned that it could be [].

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NO 165-553/RLK:mh

effort to place an Internal Revenue Agent in contact with [redacted] in order that a Federal Wagering Tax case may be made. [redacted] advised that in addition to the fast race horse service being supplied to his source, there is also a tip sheet which is mailed from New York or furnished by Western Union, which has excellent selections. [redacted] advised that he did not have the address of the New York tip sheet available, at the time of this contact.

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On 10/22/65, [redacted]

[redacted] advised that he has been instructed to proceed to Philadelphia, Pennsylvania, to testify before a Federal Grand Jury hearing on this matter on or before 10/28/65, and on 10/27/65. is to contact AUSA [redacted] in Philadelphia. [redacted]

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[redacted] further stated that his office is conducting no investigation concerning the activities of [redacted] who reportedly has been using a telephone located at the Arabi Liquor Store and Bar, 7002 St. Claude Avenue, Arabi, Louisiana, and a phone located at [redacted]. [redacted] stated that the telephone company had decided not to conduct an investigation concerning [redacted] participation in this matter due to the fact that available information indicates

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NO 165-553/sms

[] to have only occasional and sporadic contact and coverage such as that afforded to ROLAND HESSE would not be logical. In addition, [] advised that the St. Claude and Arabi telephone exchanges are operated out of the Gentilly District Office which was hardest hit of all New Orleans areas during "Hurricane Betsy." [] stated that 40 percent of this telephone district was submerged in salt water which has resulted in over 20,000 applications that had not been handled and much service in this area is still disrupted. [] stated that it would be impossible at this time to afford any type of telephone coverage by his office concerning [] activities.

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On 10/22/65, [] Dun and Bradstreet, made available her files which reflected the following information concerning Churchill's Typewriter Company. A report dated 7/27/65, reflects this business began in 1963 and it is located at 305 Camp Street, New Orleans, Louisiana. The [] are listed as [] (I. O.) [] (I. O.) []

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The report reflects that as of 3/31/65, this business had total assets of \$50,894.00, and yearly sales to that date were \$98,171.00. The report reflected that net profit over and above salaries and drawings of officers was \$21,060.00.

On 7/27/65, [], provided statement of 3/31/65, as most current. At that time he stated that cash currently averages a moderate four figures. Receivables are collectible for about \$20,000 and inventory is steady at about \$30,000. Fixed assets are shown less depreciation. Liabilities are operating expenses. Amount owing bank is open. The two deferred long term notes payable are not pressing.

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Cash is reported adequate when coupled with income

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NO 165-553/2007

from sales to enable subject to retire obligations as agreed.

Local comment is favorable. Subject credited with handling a steady and increasing volume, to advantage.

OPERATION

Retails, rents, and repairs adding machines, typewriters and calculators to local commercial and industrial concerns and individuals 70% cash and net 30 days and on installment. Employs five. LOCATION: Occupies 3,500 square feet, first floor of a three-story brick building, located central business district. Premises orderly.

HISTORY

Business was originally started in 1916 by [redacted]. Subject operated individually until 4/63, when business sold for undisclosed consideration and [redacted] currently operating as Churchill Typewriter Co., Inc.

A Louisiana corporation, chartered 4/3/63, with authorized capital stock \$25,000, consisting of 1,000 shares of no par value. Paid in capital at inception \$7,500.

[redacted] born 1927, married, native of Louisiana. Formerly employed as a copywriter for W.B.O.R. locally. Extent of commercial experience not defined. Full antecedents currently being developed.

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A. J. (I.O.) DUPLANTIER, SR., born about 1900.

DUPLANTIER, SR., [redacted], and [redacted] are not active in day to day management of business. [redacted] does, however, fill an advisory position.

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NO 165-553/sms

[redacted] also made available a report concerning Ed Smith's Stencil Works, Inc., 426 Camp Street, New Orleans, Louisiana, reflecting that this business began in 1962. The officers for this firm are listed as GEORGE (VMI) THIELER, [redacted]

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Net cut is listed as in excess of \$100,000.00. The report further shows that this firm has a warehouse at 512-16 Natchez Street, New Orleans 12, Louisiana, and total employees for the company are 23.

OPERATION

Manufactures marking devices, consisting of rubber stamps, stencils, dies, badges and seals. Sales are to industrial concerns, banks, government agencies and individual business concerns for cash (10%), and 2-10 net 30 days (90%). There are approximately 1,200 active accounts. Sales are through the Southern States and Latin America and fairly steady throughout the year. Three salesmen on salary basis and approximately 23 employees. LOCATION: Rents from GEORGE THIELER, President, at 426 Camp Street, a four-story brick building in good repair, each floor 40 x 60 feet. Used principally for production purposes. Rents from GEORGE THIELER,, President at 512-14-16 Natchez Street, in a three-story brick building, providing approximately 2,400 square feet of space on each floor, using part of the building for warehouse storage space, balance on rented to non-related concerns. Latter building also in good repair. Locations are in a commercial section. Premises orderly.

HISTORY

Louisiana corporation, chartered 12/31/62, with an authorized capital of \$100,000, consisting of 2,000 shares

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NO 165-553/sms

of \$50 par stock, with \$30,150 listed paid in cash at charter date. Stock report of 1/18/63, listed 1,405 shares of stock allotted at \$50 each, or a total of \$70,250 with cash consideration increased to \$30,205 and with \$40,045 paid in by merchandise, accounts receivable, fixtures and equipment. GEORGE THIELER, President, is shown to have subscribed for 600 of the original 603 shares issued and is understood to own all but qualifying shares of stock.

Business originally started in 1867 by EDWARD SMITH, who operated until his death in 1910 at which time, business was inherited by his wife, Mrs. JULIA KELLER SMITH, who continued operations until her death, in 1932. Operations conducted for the benefit of the Estate, GEORGE THIELER, SR. Mrs. HOEY's brother, acquired the interest of the other heirs, admitted his son, GEORGE THIELER, JR., partnership interest. GEORGE THIELER, SR., died in 1935. Business acquired by the present, GEORGE THIELER in 1935 who continued individually until being succeeded by the corporation chartered 12/31/62. Continues active in a supervisory capacity. Whole operating as a proprietorship and 6/6/40, purchased the business of Schulze Stamp and Stencil Company, an old established firm, located at 512 Natchez Street, for an undisclosed consideration. Operations at that location were continued under the style, Ed Smith's Stencil Works.

THIELER, born 1898, in New Orleans, widower. Served in World War I, World War II. During interim, employed by U. S. Government, 1919-1941. Lieutenant Colonel in U. S. Army, 1941-47. Has been active in this business since 1935.

MARET, born 1902, in New Orleans, is married. He has been employed in this business since 1917. Became general manager in 1933 and has been employed in that capacity since that date. Elected Executive Vice President at inception of the corporation, 12/31/62.

MOORE, born 1911, in New Orleans, and is married.

NO 165-553/sms

He has been employed in this business since 1930 and was elected as Vice-President at inception, 12/31/62. Assists in management.

REIN, born 1899, in New Orleans, is single. He has been employed in this business on a part-time basis since 1928 and continues active in the business on a part-time basis in a clerical capacity.

[redacted] also made available a report concerning Litho Service, 441½ Camp Street, dated 4/15/65, reflecting this business began in 1949. The owner is listed as [redacted]. The report reflects that on 4/15/65, [redacted] declined to be interviewed concerning this business but outside sources indicated annual volume to be in excess of \$15,000 annually.— The telephone number for this business is listed as 522-0441.

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OPERATION

Lithography photographers with trade derived from printing firms throughout New Orleans and adjoining parishes. Sales practically 100% net 30 day terms to an average of 15 active accounts. Equipment consists of one Robinson 24 inch camera and two Mac Beth lights. Two employees. LOCATION: Rents approximately 1,200 square feet of floor space on second floor of a three-story concrete and brick building in good repair located in commercial section. Premises orderly.

HISTORY

Trade style is not found registered. City of New Orleans, Bureau of Revenue shows occupational license issued in the name of [redacted] T/A Litho Service: [redacted] has verbally represented himself to be sole owner

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of the business on several occasions the latest being 1/18/63.

[redacted] born 1916, in New Orleans, is married. In 1934, became employed by [redacted] [redacted]. Resigned in 5/48, to make preparations to start business in his own behalf. [redacted] active operations 1/1/49, with an undisclosed amount of personal cash savings.

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Information concerning telephone records from the Central District of Southern Bell was furnished by [redacted] [redacted] and information concerning the telephone records from the Central District of Southern Bell was furnished by [redacted] [redacted]. Both of these individuals should have their identities protected.

ADMINISTRATIVE:

New Orleans police records concerning ROLAND A. HESSE, SR. are not being checked at this time as to do so might conceivably alert HESSE of the pending investigation in this matter. Although no contact has been made with the New Orleans Police Department it is felt that at such time if an arrest of HESSE may become imminent contact would be made at this time with [redacted] (NA).

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During surveillances of the activities of ROLAND HESSE several photographs were made of HESSE which are being retained as part of the New Orleans file.

In view of the fact that the investigation conducted by [redacted], New Orleans, concerning [redacted] is being furnished under the Grand Jury subpoena to the [redacted] in Philadelphia and due to the fact that [redacted] in New Orleans has not been in a position to currently discuss their investigation

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directly with the New Orleans Office of the Federal Bureau of Investigation without the possibility of contaminating evidence received by them, it does not appear logical at this time to conduct a separate ITWI investigation in this case. Accordingly, all investigation concerning [] is being handled as part of captioned matter.

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During the first two weeks of 9/65, the St. Claude Avenue areas of New Orleans and Arabi, Louisiana, were submerged due to flooding which followed "Hurricane Betsy" and most of the telephone service in this area was inoperable. No attempts were made to conduct surveillances regarding [] at this time because of the flooding. In addition, it is noted that [] either operates from his residence or from the bar where he is legitimately employed and physical surveillance coverage would not be feasible under these circumstances. In view of this information and in view of the fact that the telephone company is not considering technical coverage of [] physical surveillance will not be conducted by the New Orleans Office.

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONCopy to: 1- USA, Providence
1- USA, Philadelphiab6
b7CReport of: SA [REDACTED]
Date: 10/28/65

Office: New Orleans

Field Office File No.: NO 165-553

Bureau File No.:

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATIONCharacter: INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE; CONSPIRACY

Synopsis:

Roland A. HESSE, SR.
Roland HESSE

Surveillance of New Orleans Police Officer ROLAND ANDREW HESSE, SR. reflects that HESSE spends much of his time in Churchill's Typewriter Company, 305 Camp Street, New Orleans, Louisiana, and considerable time at Ed Smith's Stencil Works, 326 Camp Street. On occasion HESSE was observed using phones at these locations and on one occasion after HESSE left Churchill's Typewriter Company he was observed to throw a quantity of paper into cardboard box containing trash. Recovery of paper reflected it to be torn copies of three complete editions of "Turf and Sports Mirror," for 9/8, 9, 13/65, which are scratch sheets of the type used by bookmakers and racing fans. FBI Laboratory reconstructed scratch sheets but located no latent fingerprints of value nor any handwriting of a nature suitable for comparison purposes with handwriting on a fingerprint card. HESSE, born 12/5/04, at New Orleans, has been a New Orleans city police officer since 7/41. Churchill's Typewriter Company determined to have telephone number JA 5-7228. New Orleans telephone number 522-0441 is assigned to Litho Service, 441 1/2 Camp Street, which is operated by [REDACTED] New Orleans numbers 279-9269 and 279-8180 are phones located at Arabi Liquor Store and Bar, 7002 St. Claude Avenue, Arabi, Louisiana. New Orleans number [REDACTED] is assigned to [REDACTED]

b6
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NO 165-553/sms

[REDACTED]
[REDACTED]
[REDACTED] is listed as living
at [REDACTED]
[REDACTED] but Louisiana ABC board reflects liquor
license for Arabi Liquor Store and Bar issued
in 1/65. to [REDACTED]
[REDACTED]

b6
b7C

NEW ORLEANS, LA.

- P -

DETAILS:

AT NEW ORLEANS, LOUISIANA

REPORT
of theFEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C.

To: FBI, New Orleans (165-553)

Date: September 29, 1965

Re: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION;
ITWI - FRAUD BY WIRE

FBI File No. 165-0-192

Lab. No. D-488533 DL

Specimens received 9-20-65

Three papers entitled "TURF AND SPORTS MIRROR" described
as follows:

<u>SPECIMEN</u>	<u>NUMBER</u>	<u>DATE</u>
Q1	215	9-8-65
Q2	216	9-9-65
Q3	217	9-13-65

Result of examination:

The numerous pieces of paper were pieced together and found to consist of three complete editions of the "Turf and Sports Mirror" from 9-8-65, 9-9-65, and 9-13-65, Q1, Q2, and Q3, respectively. These are "scratch sheets" of the type used by bookmakers and racing fans.

The editions for 9-8-65 and 9-9-65 bear hand-written notations which commonly indicate the actual starting time for the different races, the win, place and show horses, and the pari-mutuel returns for wagers paid by the respective tracks. The edition for 9-13-65 bears no handwritten notations.

The handwritten notations on the editions for 9-8-65 and 9-9-65 are not comparable with signatures on fingerprint cards, and no such comparison was attempted.

As requested, three photographs, one each of Q1, Q2 and Q3, are being forwarded herewith to the New Orleans Office. Photographs are retained in the Laboratory.

The evidence is being retained temporarily.

NO 165-553/sms

On September 30, 1965, the FBI Laboratory further advised that no latent fingerprints of value were located on the above described documents.

The documents, as reconstructed by the FBI Laboratory, are as follows:

Form with fields for Name, Address, City, State, Zip, and other details. Includes a section for "Name of Person" and "Address".

Hawthorne Opens Sept. 14...

Hawthorne was built by Ed Corrigan, one of the most colorful characters American racing has ever known, and one of the most powerful men of his time on the Western turf.

Corrigan won the first American Derby at old Washington Park in 1884 with the chestnut filly, Mofesty. In 1904 he won the last race ever run there with a horse named Clinton Forge.

Then Corrigan's fortunes went into reverse.

Hawthorne became the property of Thomas Carey, Chicago alderman and brick manufacturer, who also owned a racing stable.

Hawthorne remained dark until 1914, when the Chicago Fair Association had a short meeting. In 1916, the Illinois Jockey Club was formed and conducted a 13-day meeting at which the American Derby was revived after a lapse of 11 years. It was won by Weber & Ward's colt, Dodge.

Used for storage purposes by the government during World War I, Hawthorne was refitted for racing again in 1922. There has been racing at Haw-

(Continued from Page 1, Column 3)

thorne every year since, this being the 44th consecutive season.

Thomas Carey's heirs inherited Hawthorne upon his death in 1925. His son, Robert F. Carey, prominent Chicago lawyer, represents the family in the operation of Hawthorne. He has served since 1947 as managing director of the track.

Between 1922 and 1947, Hawthorne was operated by various lessees. In 1947 the Carey Estate took over the operation, and has since conducted the annual meetings at the historic plant.

1965 Illinois Racing Dates

Chicago Area

Washington Park at Arlington Park—August 2 to August 7 (6 days charity). August 9 to September 13 (31 days).

Hawthorne—September 14 to October 23 (35 days).

Sportsman's Park (Fall)—October 25 to November 13 (18 days). November 15 to November 20 (6 days charity).

Downstate

Fairmount Park—July 20 to October 9 (60 days). Dark all Mondays except September 6; dark Tuesday, September 7.

NARRAGANSETT PK.

PAWTUCKET, R. I.

DAILY DOUBLE—First and Second Races

APPROXIMATE

FIRST RACE Post Time 5:30 p.m.

- | | | |
|--------------------|-------------------------|---------|
| 1 1/16 Mile | 2-Year-Olds Up—Claiming | |
| 1 Green | 115 | Donnell |
| 2 Varnum | 115 | Donnell |
| 3 Tison Spring | 115 | Kurtz |
| 4 Notamale | 115 | HallamC |
| 5 Pank | 115 | Donnell |
| 6 In Profit | 115 | Donnell |
| 7 Good Trip | 115 | Donnell |
| 8 Duke's Lady | 115 | Donnell |
| 9 Poco Ben | 115 | Donnell |
| 10 Hawk All Around | 115 | Donnell |
| 11 Dark Sea | 115 | Donnell |
| 12 Swamp Seed | 115 | Donnell |

SECOND RACE Post Time 5:55 p.m.

- | | | |
|-------------------|-------------------------|---------|
| 6 Furlongs | 2-Year-Olds Up—Claiming | |
| 1 Shawheen | 115 | Donnell |
| 2 Hild Dine R | 115 | Donnell |
| 3 Farnes' Friend | 115 | Donnell |
| 4 Off Card | 115 | Donnell |
| 5 Harley Rick | 115 | Donnell |
| 6 Juggernaut | 115 | Donnell |
| 7 Deer Sea | 115 | Donnell |
| 8 Hawk All Around | 115 | Donnell |
| 9 Peala | 115 | Donnell |
| 10 Gorgeau Quid | 115 | Donnell |
| 11 Cable King | 115 | Donnell |

THIRD RACE Post Time 6:20 p.m.

- | | | |
|---------------------|-------------------------|---------|
| 6 Furlongs | 2-Year-Olds Up—Claiming | |
| 1 Stalness Reef | 115 | Donnell |
| 2 Ina Ben | 115 | Donnell |
| 3 Miss Nelson | 115 | Donnell |
| 4 Quiet Intended | 115 | Donnell |
| 5 Hilds Knob | 115 | Donnell |
| 6 Tigger R | 115 | Donnell |
| 7 Track Rap | 115 | Donnell |
| 8 Hick Cowan | 115 | Donnell |
| 9 Mc Langstaff | 115 | Donnell |
| 10 Mc Challenger | 115 | Donnell |
| 11 Needle at Thread | 115 | Donnell |
| 12 Rusty Bay Day | 115 | Donnell |

FEATURE RACES

AT ATLANTIC CITY

September 11—World's Play-ground Stakes, \$25,000, two-year-olds, 7 furlongs.

September 15—Home Bred Handicap, \$10,000, two-year-olds foaled in New Jersey, 6 furlongs.

September 18—United Nations Handicap, \$25,000, three-year-olds and up, by invitation only, 1-3/16 miles on turf.

September 25—Pageant Handicap, \$25,000, three-year-old fillies, 1-1/16 miles on turf.

September 27—Absecon Island Handicap, \$20,000, four-year-olds and up, 1 mile on turf.

October 2—Boardwalk Handicap, \$20,000, three-year-olds, 1 mile on turf.

October 9—Parkway Handicap, \$20,000, three-year-olds and up, fillies and mares, 7 furlongs.

October 12—Atlantic City Handicap, \$25,000, three-year-olds and up, 1-1/8 miles.

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CONTAINS
THE
OPINIONS
OF
EXPERTS

VOL. III NEW ORLEANS, LA. 70121 WEDNESDAY, SEPT. 8, 1965 No. 215

Narragansett Park Opens Tonight

NARRAGANSETT PARK, Pawtucket, R. I.—New England racing resumes here tonight following a one day lapse after the close of the Rockingham Park meeting on Labor Day. The first of 64 programs at this combined night and day meeting will be headlined by the \$5,000 Inaugural Handicap, a 6 furlongs dash for three-year-olds that attracted 10 of the best sophomores campaigning in Yankee land this year.

Topping the group as the 120-pound lightweight is William Griffo's Dependability, who was purchased from the Hobbes Farm of Jack Daylight Jr., for a reported \$40,000 this summer. The bay son of Symile has won three races this year including the Swift Stakes at Aqueduct this spring. He has one win since

coming under Griffo's Dartmouth green banner. One of his better efforts for his new owner was a good second to Roque in the Inaugural Handicap at Rockingham Park.

The other contestants in the opening night feature are Henry Rain's Rak Kess, 116; Duitley Smith's 4, up Creek, 115; Ralph Ballie's Parawall, 113; Popkin & Maziarz' Big Party, 111; Mrs. R. F. Smith's Sir Philip, 111; Mrs. K. W. Merle's Westport Belle, 109; R. L. Boyce's Tony's Wedge, 108; Sterling Orr's Admiral J. B. 107; and Jim Carr's Frigid Celt, 107.

The meeting will run through November 20 with night racing scheduled for 13 programs. These will be run during the first three weeks of the season, exclusive of Saturdays when racing returns

to daylight hours. The night programs will begin at 7 p.m. with daylight racing scheduled to start at 12:45 p.m.

Racing at Narragansett Park, has scheduled four Rockingham stakes for the meeting. These are the \$7,500 added New England Breeders' Stakes, for three-year-olds foaled in New England, to be run on October 9; the \$10,000 added Jeanne d'Arc Stakes, for two-year-old fillies at 1 mile and 70 yards, to be run on October 16; the \$15,000 added James H. Connors Memorial Stakes, for two-year-olds at 1 1/16 miles, to be run on October 23; and the \$15,000 added James E. Dooley Memorial Handicap, for three-year-olds, at 1 1/8 miles, November 6.

Hawthorne Meeting Opens September 14

Historic Hawthorne race course, oldest race track in the Chicago area, this season observes its 75th anniversary with a Diamond Jubilee Fall meeting.

For the Diamond Jubilee meeting, opening Tuesday, September 14, Hawthorne offers one of the best sustained programs possible, including 15 stakes races topped by the \$100,000 added Hawthorne Gold Cup and ten other handicap features. This half-million dollar package is part of the \$1,700,000 in purses for horsemen during the 35-day session.

Built in 1890, Hawthorne's inaugural meeting opened May 20, 1891, and the track has long since outlived its former contemporaries. Garfield Park, old Washington Park, Harlem, Worth, Roby, Forsyth and Sheffield are but names in the pages of history. Still Hawthorne remains today as one of America's leading tracks, linking modern racing to the charm and traditions of the past.

Only four major tracks now in operation in the United States are older than Hawthorne. They are Saratoga, Churchill

Downs, Pimlico and the Fair Grounds at New Orleans.

Hawthorne has yet another distinction. The revival and tremendous growth of Chicago racing began here in 1922 after the long hiatus which started in 1905, when racing in Chicago was halted.

Two names—Corrigan and Carey—stand out most prominently in the history of Hawthorne, although other great turf names are conspicuously identified with the old and new era.

(See Page 4, Column 1)

Vol. III—No. 215 Wednesday, Sept. 8, 1965

TURF AND SPORTS MIRROR

PUBLISHED DAILY EXCEPT SUNDAY ADDRESS: 3411 1ST AVE. New Orleans, La. 70121 Phone VE-1411

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No. of End-of-Page Characters	100
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Stakes And Feature Races - - -

January 15 — San Fernando Stakes, \$50,000 added, four-year-olds, 1 1/8 miles.

January 19 — Santa Ynez Stakes, \$25,000 added, three-year-old fillies 6 1/2 furlongs.

January 22 — Santa Maria Handicap, \$25,000 added, fillies and mares, four-year-olds and up, 1 1/8 miles.

January 22 — San Marcos Handicap, \$25,000 added, four-year-olds and up, 1 1/4 miles (on the turf).

January 25 — San Pasquel Handicap, \$25,000 added, four-year-olds and up, 1 1/8 miles.

January 27 — San Vicente Stakes, \$25,000 added, three-year-olds, 7 furlongs.

January 29 — Charles H. Strub Stakes, \$100,000 added, four-year-olds, 1 1/4 miles.

February 1 — Pasadena Stakes, \$30,000 added, three-year-old fillies, 1 1/8 miles.

February 3 — Arcadia Handicap, \$25,000 added, four-year-olds and up, 1 1/4 miles (on the turf).

February 5 — Santa Margarita Handicap, \$30,000 added, fillies and mares, four-year-olds and up, 1 1/8 miles.

February 10 — Santa Margarita Handicap, \$20,000 added, three-year-olds, 1 1/8 miles.

February 12 — San Antonio Handicap, \$50,000 added, four-year-olds and up, 1 1/8 miles.

February 17 — Santa Susana Stakes, \$40,000 added, three-year-old fillies, 1 1/8 miles.

February 19 — Santa Susana Handicap, \$50,000 added, four-year-olds and up, 1 1/2 miles (on the turf).

SANTA ANITA (CONTINUED FROM PAGE 1, COLUMN 2)

February 22 — San Felipe Handicap, \$50,000 added, three-year-olds, 1 1/8 miles.

February 24 — Santa Barbara Handicap, \$40,000 added, fillies and mares, four-year-olds and up, 1 1/4 miles (on the turf).

February 26 — Santa Anita Handicap, \$145,000 guaranteed, three-year-olds and up, 1 1/4 miles.

March 2 — Sierra Madre Handicap, \$20,000 added, three-year-olds and up, about 6 1/2 furlongs (on the turf).

March 5 — Santa Anita Derby, \$100,000 added, three-year-olds, 1 1/8 miles.

March 9 — San Bernardino Handicap, \$25,000 added, three-year-olds and up, 1 1/8 miles.

March 12 — San Juan Capistrano, Invitational Handicap, \$125,000 purse, three-year-olds and up, about 1 3/4 miles (on the turf).

March 14 — San Marino Handicap, \$25,000 added, four-year-olds and up, 1 1/2 miles (on the turf).

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CONTAINS
THE
OPINIONS
OF
EXPERTS

VOL. III

NEW ORLEANS, LA. 70121

MONDAY, SEPT. 13, 1965

No. 217

Santa Anita Listed 32 Stakes For Winter Meet Opening December 28

SANTA BARBARA, SAN VICENTE
VALUES INCREASE; ESTIMATE
\$4,200,000 IN TOTAL PURSES

Arcadia, Calif. — Santa Anita's 1965-1966 winter meeting of 55 days, which gets under way on Tuesday, December 28, will include the most stakes and the richest purse schedule in the history of the Arcadia race track, going back to 1934.

In releasing the stakes slate for next winter's meeting, racing secretary F. E. Kilroe listed a total of 34 stakes for \$1,285,000 in added money, as part of a total estimated purse distribution of \$4,200,000. The roster includes a new stakes for three-year-old fillies, and two purse increases for other added-money events.

The new event is the \$20,000 added Pasadena Stakes for three-year-old fillies at 1 1/8 miles. It will provide another stepping stone for the sophomore misses being pointed toward the championship \$40,000 added Santa Susana Stakes at the same distance. The Pasadena will be conditioned for fillies that have never previously won a race worth \$10,000 to the winner, and will correspond to the similarly conditioned Santa Catalina Stakes for the colts and geldings.

The Santa Barbara Handicap, Santa Anita's only stakes of grass for older fillies and mares, is being boosted in value to \$40,000 added from a prior \$30,000 status. Its distance is 1 1/4 miles.

The San Vicente Stakes, a 7 furlongs event open to all three-year-olds, will be for \$25,000 added, an increase of \$5,000 in value. This event, raced as a handicap in recent seasons, will now be presented under allowance conditions.

Kilroe has advanced the date that he will set the weights for the classic \$145,000-guaranteed Santa Anita Handicap. Last year the big cap weights were posted only 10 days before the running. This coming season the weights will be announced on February 4, shortly after the running of the Charles H. Strub Stakes, a full 24 days before the big cap on February 28. This change is a further compromise with original big cap conditions which called for the weights to be posted in mid-December before the meeting even commenced.

The 1965-1966 Santa Stakes schedule:

December 28 — Palos Verdes Handicap, \$20,000 added, three-year-olds and up, 6 furlongs.

December 28 — Las Flores Handicap,

\$20,000 added, fillies and mares, three-year-olds and up, 6 furlongs.

December 31 — California Breeders' Champion Stakes, \$50,000 added, two-year-old California foals, 7 furlongs.

January 1 — Malibu Stakes, \$30,000 added, four-year-olds, 7 furlongs.

January 1 — San Gabriel Handicap, \$25,000 added, four-year-olds and up, 1 1/8 miles (on the turf).

January 5 — Los Felix Stakes, \$20,000 added, three-year-old colts and geldings, 6 1/2 furlongs.

January 6 — La Centinela Stakes, \$20,000 added, three-year-old fillies, 6 1/2 furlongs.

January 8 — San Carlos Handicap, \$50,000 added, fillies and mares, four-year-olds and up, 7 furlongs.

January 11 — Santa Monica Handicap, \$20,000 added, fillies and mares, four-year-olds and up, 7 furlongs.

January 12 — San Miguel Stakes, \$20,000 added, three-year-olds, 6 furlongs.

(See Page 4, Column 1)

TOWN and COUNTRY



NARRAGANSETT PK.
PANTUCKET, R. I.

ENTRIES

NOT

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AT

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Vol. III—No. 217 Monday, September 13, 1965

TURF AND SPORTS MIRROR

PUBLISHED DAILY EXCEPT SUNDAY

ADDRESS: 1211 1/2 AVENUE
New Orleans, La. 70111 Phone YZ 5-4011

FBI

Date: 11/5/65

Transmit the following in _____

(Type in plaintext or code)

Via

AIRTEL

REGISTERED MAIL

(Priority)

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b3

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, PHILADELPHIA (165-695)

RE: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY
(OO: PHILADELPHIA)

SUMMARY OF CASE TO DATE

As the Bureau and all offices should be aware, the various [redacted] covering Philadelphia, New Orleans, Miami, Washington, D. C., and Boston presented [redacted] to a Federal Grand Jury at Providence, R. I., on 8/18/65. In addition, the various [redacted] covering Philadelphia, Boston, Washington, D. C., N.J. and Detroit ~~presented~~ ^{N.O.} presented [redacted] to a Federal Grand Jury at Philadelphia on 10/27/65.

- 5 - Bureau (Enc. 20) (165-1895) (RM)
- 3 - Boston (Enc. 12) (165-532) (RM)
- 3 - New Orleans (Enc. 12) (165-553) (RM)
- 3 - WFO (Enc. 12) (165-179) (RM)
- 2 - Las Vegas (Enc. 8) (165-382) (RM)
- 3 - Miami (Enc. 12) (165-) (RM)
- 4 - Newark (Enc. 16) (165-603) (RM)
- 3 - New York (Enc. 12) (165-1230) (RM)
- 2 - Detroit (Enc. 8) (165-) (RM)
- 1 - Atlanta (165-258) (INFO) (Enc. 4) (RM)
- 1 - Chicago (165-) (INFO) (Enc. 4) (RM)
- 3 - Philadelphia (165-695)

DWB:KOJ
(33)

REC-59

NOV 6 1965

ST-100

Approved: *J. L. J.*

Special Agent in Charge

Sent _____

M

Per _____

PH 165-695

In essence, the material submitted to the two above-mentioned Federal Grand Juries involves an [redacted]

[redacted] A review of the material submitted to both Grand Juries, partially completed, indicates that the following [redacted] in this case:

Location

Coventry, R. I.

Dorchester, Mass.

Boston, Mass.

New Orleans, La.

New Orleans, La.

Washington, D. C.

Washington, D. C.

Detroit, Mich.

New York City

Atlantic City, N.J.

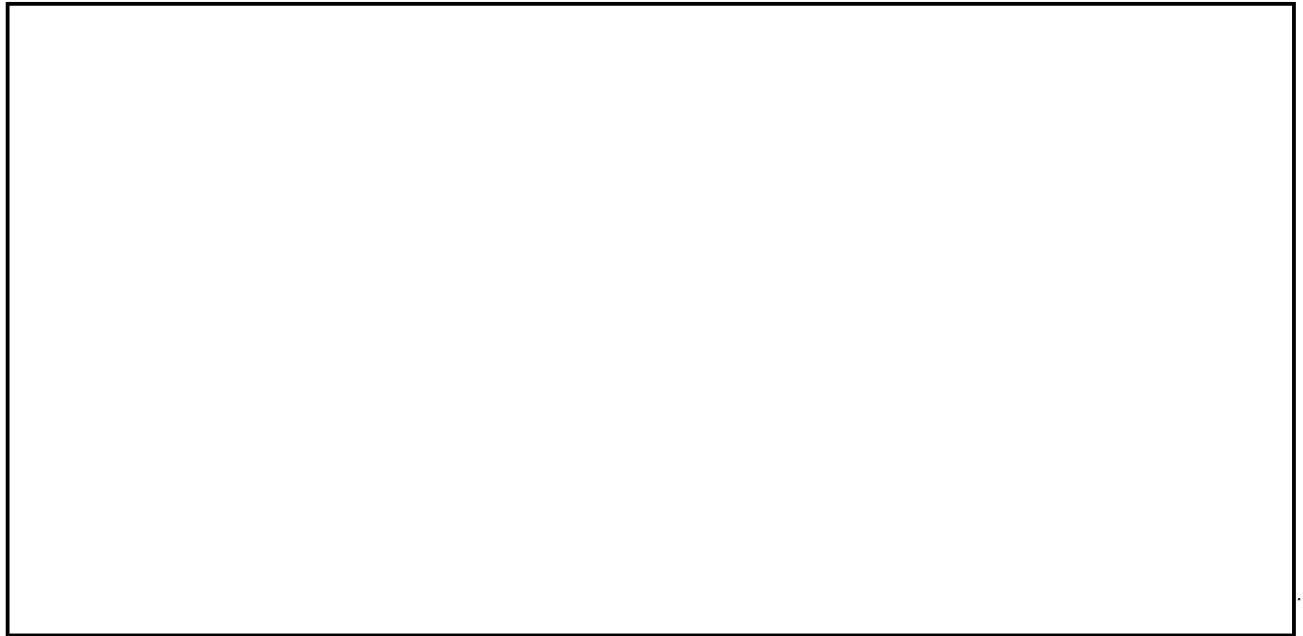
Newark, N.J.;

Miami, Fla.

Elizabeth, N.J.;

Miami, Fla.

Las Vegas, Nev.



IRS, on 5/18/65, conducted an unsuccessful raid in South Philadelphia on what appeared to be a numbers bank operation. This raid concerned a single telephone number removed from the actual location of the "wire room" but used in its operation at that time. No prosecutive results were obtained by IRS; however, 5/18/65 is a most important date in this case as we now find that the "wire room" operation in existence prior to 5/18/65 has completely changed its method and setup from 5/18/65 to present.

OPERATION PRIOR TO 5/18/65

The "wire room" in Philadelphia operated by [] and [] moved physically from one location to another but in all instances alternately used the following numbers inside the wire room:

b6
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PH 165-695

HO 5-2764

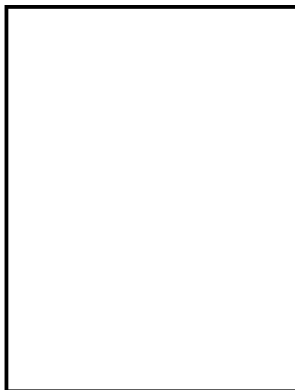
HO 7-6637

HO 5-8026

DE 6-6895

DE 6-6011

DE 4-4951



b6
b7C

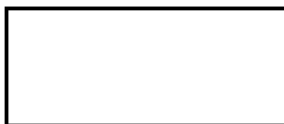
These numbers were equipped with a "Black Box" which prevented the recording and billing of toll charges on all incoming long distance telephone calls, thus allowing parties in Coventry, R.I., New Orleans, Las Vegas, Miami, etc., to call Philadelphia free of charge directly to the "wire room" and obtain race horse results and other data concerned with gambling. In most instances, the phones utilized by the "wire room" were actually rewired at the location where normally subscribed and illegally wired into the "wire room." In most instances, the actual subscriber had no knowledge of the details involved in the use of his telephone, except by prearrangement and a fee he was not to use his own telephone in his own residence during certain hours each day (usually from 12 Noon to 7 p.m.).

OPERATION SINCE 5/18/65

Even though the operators of the "wire room" in Philadelphia were not arrested as a result of the IRS raid, they recognized potential future danger with respect to raids and set up a much more sophisticated operation in order that a raid on the subscribed location of any given number found to be involved in either local or interstate gambling would not lead to the physical location of the "wire room" itself. Since 5/18/65 the "wire room" has constantly moved from one location to another in the South Philadelphia area; however, the following four telephone numbers have been constantly used inside the "wire room" since IRS raid:

HO 5-2764

HO 5-4397



b6
b7C

PH 165-695

FU 9-5756

HO 2-0259

b6
b7C

Each of these above numbers used inside the "wire room" has since 5/18/65 been equipped with a "Black Box" manually operated. As stated before, the purpose of a "Black Box" is to prevent recording and billing by the various telephone companies for toll calls and subsequent toll charges on long distance telephone calls coming into the "wire room." It is physically impossible to make an outgoing call on a line equipped with a "Black Box"; therefore, the "wire room" operators have a manually equipped "Black Box" on each of the four lines located in the "wire room." By throwing a switch to "On" position, the line can then be used for incoming calls without any cost to the caller. If the "wire room" finds a need to call out from the "wire room," the manual switch is thrown to "Off" position, disengaging the "Black Box" feature, allowing a normal outgoing call to be made. Thus, the four numbers used in the "wire room" can be alternately used for incoming or outgoing calls, depending upon the need.

The "wire room" operators found that the four lines utilized in the "wire room" itself were inadequate to handle the large volume of calls coming into Philadelphia from the various cities involved in this case. By 6/22/65 Bell Telephone Company of Pennsylvania learned that an additional sophisticated feature was added to the "wire room" operation. A "Cheese Box" was set up, location unknown, removed from the physical location of the "wire room." It was determined that a "Cheese Box" is an electronic device whereby three new lines are brought into the "Cheese Box" and bridged together, allowing conference calls. On 8/12/65, a second "Cheese Box" was detected being operated in this case containing three additional new lines bridged together for conference calls, location unknown, removed from the location of the "wire room" and location of "Cheese Box #1."

As of Federal Grand Jury presentment 10/27/65, the operation in Philadelphia consisted of

"Cheese Box #1" contains the following lines:

FU 9-2827

HO 7-0676

DE 4-0128



b6
b7C

"Cheese Box #2" contains the following lines:

DE 6-4536

HO 5-8082

FU 9-7459



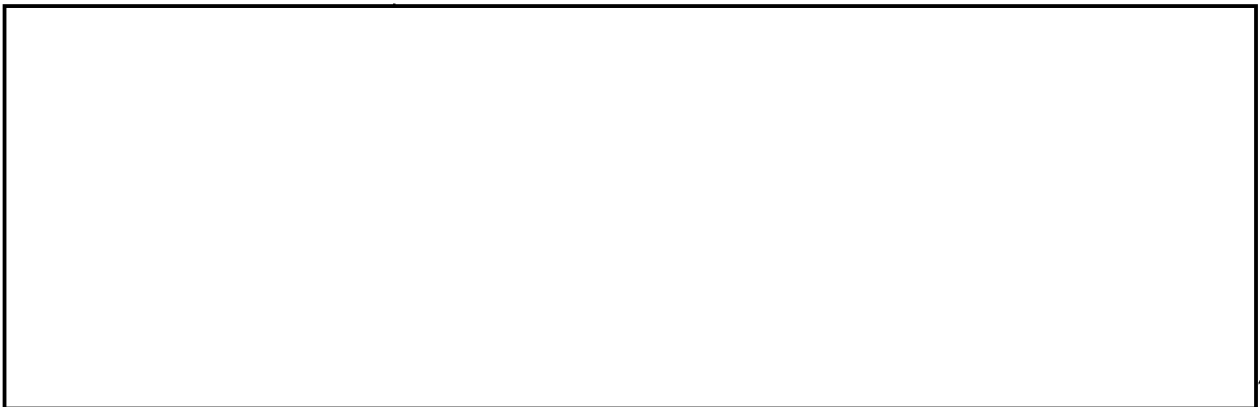
The "wire room" headquarters continued the four lines located inside the "wire room," each equipped with a manually operated "Black Box." At two distant locations, each separated from the wire room headquarters and separated from each other, were located "Cheese Box #1" and "Cheese Box #2," each "Cheese Box" containing three bridged lines. Generally, the following scheme of operations was determined:

[redacted] in the "wire room" headquarters, using one line in the "wire room" headquarters, would switch off the "Black Box" feature and call into "Cheese Box #1." In telephone terms, he would "hang on" this line and as [redacted] in Rhode Island and "CHIEF" in New Orleans called into "Cheese Box #1," all three individuals ([redacted], [redacted] and "CHIEF") were able to have conference call through "Cheese Box #1" and pass on gambling information to each other for use in each of their own individual operations. [redacted] located in "wire room" with [redacted] utilized another number at the same time in the "wire room" headquarters and by switching the "Black Box" feature to "Off," would call into "Cheese Box #2." In telephone terms, he would "hang on" this line and as [redacted] in Dorchester, Mass., and [redacted] in Detroit called into "Cheese Box #2," all three individuals ([redacted] and [redacted]) were able to have conference call through "Cheese Box #2" and pass on gambling information to each other for use in each of their own individual operations. During this same time while [redacted] is tied in with [redacted] in Rhode Island

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and "CHIEF" in New Orleans through "Cheese Box #1," and [] is tied in with [] from Dorchester and [] from Detroit, the two remaining lines in the "wire room" headquarters were capable of being used by [] for additional long distance incoming calls or for use of outgoing local calls, if necessary. In some instances, numerous individuals were calling in simultaneously in conference with "wire room" headquarters in Philadelphia from across the country and in other instances individuals calling in one at a time with "wire room" headquarters in Philadelphia. The maximum operational capacity as far as known as of 10/27/65 for the "wire room" headquarters in Philadelphia would be the instantaneous handling of two long distance incoming calls through "Cheese Box #1"; additional two long distance incoming calls through "Cheese Box #2"; and two long distance incoming calls on the remaining two lines directly into the "wire room" headquarters. If these calls are not handled simultaneously it allows for greater outgoing local traffic from the "wire room" headquarters to individuals on the street in Philadelphia.

With respect to outgoing calls made by "wire room" headquarters, the operators are limited to the use of the four lines physically located in the "wire room." They cannot make outgoing calls through "Cheese Box #1" or "Cheese Box #2" as the "Black Box" feature on each one of the three legs of "Cheese Box #1" and "Cheese Box #2" prevents outgoing calls. The "Black Box" feature on the four lines located in "wire room" headquarters is equipped with a manual switch allowing outgoing calls to be made if each line is not tied up on an incoming long distance call.





Bell of Pennsylvania inquiries have determined that the manufacturer, supplier and repairman for the manually equipped "Black Box" in "wire room" headquarters in Philadelphia; the "Cheese Box #1"; the "Cheese Box #2"; and the "Black Box" in Rhode Island has been [redacted] who resides in Browns Mills, N.J., and, in addition, has an operational point in Philadelphia. [redacted] has a regular unaltered normal telephone line (PO 5-1526) subscribed to him at [redacted]. At this same address, telephone number PO 3-4304, subscribed by one [redacted] [redacted] has a "Black Box" equipped to it and is used by [redacted].

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Thus, the over-all case to date involves the South Philadelphia operation consisting of a "wire room," "Cheese Box #1" and "Cheese Box #2"; the North Philadelphia operation consisting of one "Black Box"; and the Rhode Island operation consisting of one "Black Box."

Enclosed for each office are the following enclosures which consist of working outlines to better understand this case:

- I. Chronological Series of Events in Case
- II. Altered Telephone Numbers, South Philadelphia Operation, Prior to IRS Raid 5/18/65
- III. Altered Telephone Numbers, South Philadelphia Operation, After IRS Raid 5/18/65
- IV. Altered Telephone Number, North Philadelphia Operation

LEADS

Each office covering a principal subject in this case should maintain constant liaison with the Bell Telephone Company Security Office covering principals' residence or operational point. FBI is entitled only to information developed by various Bell Companies up through close of business 10/26/65. Philadelphia is presently in the process of examining and evaluating [redacted] submitted by the various [redacted] to the Federal Grand Jury, EDPA, Philadelphia, 10/27/65 and a detailed analysis of this information will be furnished to pertinent offices as soon as completed. As additional principals are developed, the pertinent offices will be advised. Complete background information must be obtained on each principal; however, outside inquiries beyond credit, criminal, indices and confidential sources must be extremely discreet in order that the principals involved in this case do not become aware of FBI interest. Once a complete digest and analysis is made, a decision will be made by the Department of Justice on the specific principals to be prosecuted and at that time intensive, exhaustive investigation will be initiated as discreetly as possible in order to obtain their daily habits and assist in the preparation of the necessary raids and arrests that will follow.

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As the Bureau has instructed, this is to be considered a SPECIAL and must be given preferred attention by offices involved. Weekly airtels must be prepared for the Bureau and office of origin to keep abreast of the developments.

J.
CHRONOLOGICAL SERIES OF EVENTS IN CASE
(165-698)

3/1/65

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Long Lines Department of AT&T advised Bell of Penna. that certain calls originating in Miami, Florida to HO 5-2764 (subscribed by [redacted] in Philadelphia were not being billed as toll calls. A condition of this type could be caused by circuit or equipment trouble or by fraudulent use of electronic equipment. A test by Bell of Penna. reflected the normal billing equipment was not working properly with respect to these calls.

3/22/65

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Bell of Penna. placed a detector on HO 5-2764 and found a "black box" had been placed on this line to prevent billing of all incoming long distance calls to this line. The persons using this line learned of Bell's inquiry and ceased using this line for incoming calls on 3/23/65. Tests by Bell of Penna. then determined that DE 6-6011 (subscribed by [redacted] was *Phil. Pa.* possibly being fraudulently used and tests reflected the billing equipment was not working properly and that a "black box" was affixed to this line.

5/11/65

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Bell of Penna. placed technical observation on DE 6-6011 which revealed frequent calls from Miami, New York City and West Warwick, R. I. were being received and the "black box" on this line was preventing the billing of long distance calls to this line. The persons using DE 6-6011 were also using HO 7-6637 (subscribed by [redacted] and HO 5-8026 (subscribed by [redacted] for outgoing calls to West Warwick, R. I. [redacted], where a "black box" had been installed to prevent billing for all long distance calls being received on [redacted]. Calls were also going to [redacted]. *Philadelphia Pa.*

5/18/65

IRS raided [redacted] (location of HO 7-6637 and HO 5-8026). These lines were found to be altered and rewired to other locations by means of underground pipes. Tests by Bell of Penna. then determined that HO 5-4397 (subscribed by [redacted] was possibly being fraudulently used, *aka [redacted] Philadelphia Pa.*

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ENCLOSURE

165-1895-44

6/7/65

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Bell of Penna. placed a detector on HO 5-4397 and verified the existence of a "black box" on this line. Shortly thereafter the "black box" was removed from HO 5-4397 and the subjects then began operating on DE 4-0128 (subscribed by [redacted])
[redacted]; HO 7-0676 (subscribed by [redacted])
and FU 9-2827 (subscribed by [redacted]).

6/22/65

Philadelphia, Pa.

Bell of Penna. determined DE 4-0128, HO 7-0676 and FU 9-2827 had been bridged together to make a "cheese box" equipped with "black boxes" (one on each leg). Under this set-up, the "cheese box" operator dials one of the bridged lines, from a remote location, and by remaining on the line is able to receive any calls coming into the remaining bridged lines without any incoming long distance call being recorded as a toll call and subsequent toll charges.

6/25/65

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A physical check by Bell of Penna. reflected HO 5-2764 (subscribed by [redacted]) was being used to call into the "cheese box" described above. This was the number that previously had a "black box" on it but was discontinued by subjects on 3/23/65 when they learned of Bell's inquiry. Technical observation on "cheese box" (DE 4-0128, HO 7-0676 and FU 9-2827) determined that FU 9-5756 (subscribed by [redacted]) was being used fraudulently. Many calls were being received through the "cheese box" to FU 9-5756 from Rhode Island and New Orleans with calls from Washington, D. C. being received on a less regular basis. Bell of Penna. inquiries left no doubt that the calling parties were well aware of the existence of a fraudulent device on the Phila. lines which eliminated the normal recording of a toll call and subsequent toll charges. Bell of Penna. inquiry also determined [redacted] calling into "cheese box" from PO 5-1526 (subscribed by [redacted]) and PO 3-4304 (subscribed by [redacted]) was the manufacturer, supplier and repairman for the "cheese box" operation in South Phila. Bell of Penna. tests on 6/11/65 also reflected PO 3-4304 had a "black box" attached to it.

Philadelphia, Pa.
8/4/65

[redacted] covering Phila., New Orleans, Miami, Washington, D. C. and Boston received subpoenas from USDC, District

b3

of Rhode Island. to produce all [redacted]

Philadelphia, Pa
8/12/65

Philadelphia, Pa.

Bell of Penna., continuing its tests on "cheese box" (DE 4-0128, HO 7-0676 and FU 9-2827), located in the vicinity of the NE corner of [redacted] led to tests on DE 6-4536 (subscribed by [redacted] and HO 5-8082 (subscribed by [redacted]). Each of these lines appeared to be fraudulently used. Bell of Penna. tests verified that these lines were bridged together with FU 9-7459 (subscribed by [redacted] and formed a second "cheese box" operation. Bell of Penna. determined [redacted] formerly had service FU 9-7459 at [redacted] and it was suspected by Bell that the [redacted] address was the address of the "wire room" operated by [redacted] at that time.

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HO 2-0259 (subscribed by [redacted] was being used to call into the second "cheese box" (leg FU 9-7459). Bell of Penna. inquiries reflected the operator of the first "cheese box" operation located in the vicinity of the [redacted] wanted to set up a second "cheese box" to receive local calls at a remote location without a "black box" feature; however, they were unable to perfect this arrangement so they discontinued this plan on 9/22/65.

46
9/8/65

Bell of Penna. technical observation of first "cheese box" (DE 4-0128, HO 7-0676 and FU 9-2827) revealed calls were coming into this "cheese box" from a "MAC" in Atlantic City, N. J., from [redacted]. Bell of Penna. inquiries also reflected BA 8-2823 (subscribed by [redacted] was being used for calls to "black box" in West Warwick, R. I., [redacted]

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Philadelphia, Pa.
9/13-24/65

The various Bell Companies involved set up a test period

and during this period 356 fraudulent incoming toll calls to Phila. were recorded, of which 337 have been verified:

New Orleans to Philadelphia (CHIEF and [redacted])
107 recorded; 93 verified

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b7C

Rhode Island to Philadelphia ([redacted])
6 recorded; 6 verified

Boston to Philadelphia ([redacted]) and [redacted]
192 recorded; 192 verified

Washington, D. C. to Philadelphia ([redacted]) and [redacted]
28 recorded; 28 verified

Atlantic City to Philadelphia ([redacted])
23 recorded; 18 verified

Bell of Pennsylvania, during same test period (9/13-24/65), recorded following outgoing calls from Philadelphia to Rhode Island:

260 recorded; 197 verified (wire room headquarters to [redacted])

9/23/65

Bell of Penna. tests reflected that HO 2-0259 (subscribed by [redacted]) had a "black box" connection. At this time this line was being used exclusively to receive calls from Boston.

9/28/65

Bell of Penna. technical coverage of the original "cheese box" (DE 4-0128, HO 7-0676 and FU 9-2827) reflected a [redacted] in Detroit began calling into this "cheese box." These calls were coming from 313 VA 2-2742.

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10/6/65

Bell of Penna. determined a [redacted] in Newark began calling into HO 2-0259 (subscribed by [redacted]). These calls were coming from [redacted].

10/6-19/65

The Bell Companies of New Jersey, Michigan and Pennsylvania set up a test period and during this period 65 fraudulent incoming toll calls to Phila. were recorded, of which 43 have been verified:

Newark to Philadelphia ([redacted])
38 recorded; 38 verified

b6
b7C

Detroit to Philadelphia ([redacted])
27 recorded; 5 verified

10/20/65

Bell of Penna. technical observations reflected the original "cheese box" (DE 4-0128, HO 7-0676 and FU 9-2827) located in the vicinity of 16th and Latona Sts. was deactivated and replaced by another "cheese box" (DE 6-4536, HO 5-8082 and FU 9-7459) located in the vicinity of [redacted]. This new "cheese box" was the same "cheese box" that was set up on an experimental basis in an attempt to receive local calls only from 8/12/65 to 9/22/65. Bell of Penna. inquiries reflect that [redacted] is the suspected new headquarters for [redacted]. HO 2-0259 (subscribed by [redacted]) was rewired to [redacted].

10/27/65

[redacted] covering Phila., Boston, Rhode Island, Washington, D. C., Newark, New Orleans, Detroit and Atlantic City presented [redacted] to a FGJ, USDC, EDPA, Phila., Pa.

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II.

ALTERED TELEPHONE NUMBERS - SOUTH PHILA. OPERATION

PRIOR TO IRS RAID 5/18/65

NUMBER

SUBSCRIBER

HO 5-2764

HO 7-6637

HO 5-8026

DE 6-6895

DE 6-6011

DE 4-4951

b6
b7C

Bell of Penna. determined that the above numbers were utilized by [redacted] in the operation of his wire room in South Phila. IRS raided [redacted] 5/18/65. HO 5-8026 and HO 7-6637 were located in this residence. An investigation in the basement indicated wires extended from [redacted] through a pipe underneath the alley to [redacted]. At [redacted] it was found that DE 6-6895 was extended through the pipe in the direction of [redacted]. In addition, it was found that DE 6-6011 was extended through the party wall of [redacted] into [redacted] and then through the pipe in the direction of [redacted]. Bell of Penna. found all these wires were pulled from [redacted] via a pipe underneath [redacted].

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Subsequent investigation and restoration work on the part of Bell of Penna. indicated on the following day that all wires were removed from the pipes and that telephone service at [redacted] was restored to a workable order.

Bell of Penna. discontinued service on HO 5-8026, DE 6-6895 and DE 4-4951 as they were unable to locate the parties to whom these lines were subscribed.

Investigation at this time left no doubt that [redacted] an unoccupied residence, was the location of a wire room operated by [redacted] at that time utilizing the various lines described above.

165-1895-44
ENCLOSURE

DE4-4951

S. CHADWICK ST

2" PIPE DRIVEN UNDERGROUND

#14 GA QUAD

#14 GA QUAD

H07 6637
H05 8026

BACK YARD

ALLEYWAY (CONCRETE)

1 1/2" PIPE DRIVEN UNDERGROUND

TERMINAL

TIER

BACK YARDS

DEB-6011

JK
DEB-6895

DPDT KNIFE SWITCH
TRANSFER SERVICE TO

S. BANCROFT ST.

OWNERS

b6
b7C

III.

ALTERED TELEPHONE NUMBERS - SOUTH PHILA. OPERATION

AFTER IRS RAID 5/18/65

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[redacted] inquiries, through presentment Federal Grand Jury, EDPA, 10/27/65. reflected that [redacted]

[redacted]

[redacted]

[redacted]

*

**

[redacted]

165-1895-44

ENCLOSURE

"Cheese Box #1"

The following numbers constitute "cheese box #1" found to be in operation by Bell of Penna. on 6/22/65:

<u>NUMBER</u>
FU 9-2827
HO 7-0676
DE 4-0128

SUBSCRIBER

--

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Each leg of this "cheese box" is equipped with a "black box" and is believed to be physically located in the vicinity of

--

"Cheese Box #2"

The following numbers constitute "cheese box #2" found to be in operation on an experimental basis between 8/12/65 and 9/22/65 and to be in full use after 10/20/65 alternately with "cheese box #1:"

NUMBER

DE 6-4536
HO 5-8082
FU 9-7459

SUBSCRIBER

--

During the experimental period 8/12/65 to 9/22/65 attempts were made to remove the "black box" feature from the three legs of this "cheese box" with negative results.

Each leg of this "cheese box" has been equipped with a "black box" since 10/20/65 and is believed to be physically located in the vicinity of

--

As of FGJ presentment, EDPA, Phila., 10/27/65.

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IV.

ALTERED TELEPHONE NUMBER - NORTH PHILA. OPERATION

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PO 3-4304 - subscribed to by [REDACTED]

This line is used by [REDACTED] and is equipped with a "black box." [REDACTED] also has a regular unaltered line, PO 5-1526, at this address under his own name.

BA 8-2823 - subscribed to by [REDACTED]
[REDACTED]

This line was used by [REDACTED] between 9/14/65 and 9/22/65, for calls to a "black box" operation in Rhode Island. [REDACTED] is one of the operators of wire room headquarters in South Phila., together with [REDACTED] and [REDACTED]

165-1895-44

ENCLOSURE

F B I

11/10/65

Date:

Transmit the following in _____

A I R T E L

(Type in plaintext or code)

Via _____

TO: Director, FBI (165-1895) ^(Priority)

FROM: SAC, Philadelphia (165-698)

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY

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b6
b7C
b7D

Re Phila. airtel to Bureau 11/5/65.

With Bureau approval, [redacted] proceeded to Phila. 11/9/65, accompanied by SA [redacted] of the New York Office. Informant was interviewed in room 1105, Adelphia Hotel, by [redacted] in the presence of SA [redacted] of the New York Office and SA JOHN F. PHELAN, JR., of the Phila. Office.

Informant advised he has known a Negro named [redacted] of Phila., for approximately twelve years, having first met him in the New York City area as [redacted] is considered a contact man with the Negroes in the gambling field between New York City and Phila. He described [redacted] as very tall and somewhat of a "flunky" with respect to large gambling operations. The only other knowledge he had concerning [redacted] was that [redacted] was a close associate of a Negro "pimp" in Phila. by the name of [redacted], aka. [redacted].

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5 - Bureau - Registered Mail

3 - New York - RM

(2 - 165-1230

1 - [redacted]

1 - Boston - Info. (165-532) - RM

1 - New Orleans (165-553) - Info. - RM

1 - Washington Field (165-179) - Info. - RM

1 - Las Vegas (165-382) - Info. - RM

1 - Miami (165-557) - Info. - RM

1 - Newark (165-603) - Info. - RM

1 - Detroit (165-428) - Info. - RM

3 - Phila. (2 - 165-698

1 - [redacted]

DWB:ERG
(18)

REC-79

165-1895-53

NOV 11 1965

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Approved: _____

Sent _____ M

Per _____

Special Agent in Charge

In approximately the Spring of 1963, some six months prior to October 1963, [] introduced informant to []. [] had known [] previously as he, [] had worked for him at one time or another in [] gambling operation. [] interest in the informant at that time was an attempt to have the informant [] for him in connection with his gambling operation in Phila. No arrangements were perfected on this initial contact.

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Informant next heard from [] approximately October 1963, at which time he received a telephone call in New York City from []. Informant travelled to Phila. and visited [] the residence of one []. Present at this meeting were [], brother of [], and another individual whose name informant was unable to recall. [] desired informant to put him in contact with people "in the know" in New York City where he could obtain gadgets to use on telephones. [] told informant the only way the "Federals" could make a case on an individual for interstate gambling was through the records of the Telephone Companies, pertaining to interstate telephone calls and that he needed gadgets that would allow interstate telephone calls and prevent records of same being made by the Telephone Companies involved. [] specifically desired to obtain "black boxes" and "cheese boxes" from the New York area in order to accomplish his purpose.

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[] indicated to informant that the operation would be "backed" by [] and to informant's best recollection an additional name of "[]" was mentioned by []. (" []" is believed to be [], subject of Bureau file 166-435.)

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During this initial meeting with [], informant learned his brother [] was the police contact man for [] gambling operation and was able to obtain photographs from the Philadelphia Police Department without any trouble. Informant described [] as not too sharp but he considers [] to be extremely shrewd. It was informant's

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opinion at that time (October 1963) that even though [redacted] was extremely shrewd, there was someone "bigger" and "higher up" above [redacted] in his operation. He based this opinion on the fact that at the time of this initial meeting [redacted] was earning approximately \$75.00 a week. He recalls when the name "[redacted]" was mentioned by either [redacted] or the unknown individual during this initial meeting, there was always a certain amount of respect and possibly "[redacted]" was at that time [redacted] immediate boss in the gambling operation.

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Informant gained the impression from [redacted] during this initial meeting in October 1963 that there were then operating in Phila. three "wire rooms" apparently under the control of [redacted]. One "wire room" was being operated by a "[redacted]" (LNU); one by [redacted] and one by an unknown individual. A person named [redacted], a White male, was the individual who did the "back strapping" in connection with these "wire rooms."

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The informant next saw [redacted] in Phila. in November 1964, at which time he learned [redacted] had obtained four "cheese boxes" and four "black box" telephone instruments. The four "black box" telephone instruments look like ordinary telephones; however, if one was picked up it would be obvious it would be much lighter in weight than a normal telephone since it had most of the normal internal parts removed. When the hand cradle was turned over it was immediately evident there were parts missing and some empty space in the cradle. One could also observe flash light or similar type battery in this cradle. You could pick up any one of these four phones and you would not hear anything, no dial tone or anything else, unless there was somebody already "on the line."

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It was informant's opinion that these four "black box" telephone instruments were being utilized by [redacted] in his "wire room." The four "cheese boxes" were being utilized in the gambling operation at a different location from the "wire room" and if more than one "cheese box" was in operation at a given time, each "cheese box" location would be physically removed from each other and from the "wire room" itself.

He described the four "cheese boxes" as being identical in form, each measuring approximately four inches wide, approximately eight inches long and approximately one and one-half inches

high, with the "guts" of each being housed in an aluminum box. Sketches of his description and the electrical circuits involved concerning the "cheese boxes" were drawn and are being maintained as exhibits in this case.

Informant pointed out, with the above-described equipment [redacted] could have a gambling operation with certain modifications generally along the following lines: He would maintain a "wire room" headquarters and operate this headquarters himself with a minimum of two associates. In this "wire room" he could possibly have a total of six telephones, four of which would be the "black box" telephone instruments described above and two legitimate telephones. He could then use the four "black box" instruments for incoming long distance calls without the caller being charged the normal toll charges. The two legitimate telephones could be used to make calls going out from the "wire room" to individuals on the street engaged in [redacted] operation.

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With respect to the four "cheese boxes" described above, he pointed out that each of these four "cheese boxes" had two legs. These "cheese boxes" could be utilized in four different locations separate from each other and separated from the "wire room" headquarters to handle incoming long distance calls free of charge, or two "cheese boxes" could be bridged together at one location to form one "cheese box" and two "cheese boxes" could be bridged together at another location to form a second "cheese box." In this latter type set-up, a "cheese box" #1 location would have four legs and a "cheese box" #2 location would have four legs, but only three legs would be used on each "cheese box." The power required to operate four legs would weaken the signal of voice transmission on each line; therefore, only three legs would be feasible to utilize at one time.

With respect to the operation inside a "wire room," informant cited an example as follows:

An incoming call is received from a distant city on one of the four "black box" telephone instruments. One of the men inside the "wire room" would answer the call and place the answering piece of the telephone on a cradle amplifier. A cradle ampli-

flier is an inexpensive item that can be purchased in any stationery store. The use of a cradle amplifier enables an individual answering the telephone to lay down the answering piece of the telephone on a cradle amplifier. At the same time other incoming calls are answered by the other operators in the "wire room" headquarters, each call being received on a separate "black box" instrument. As the call is received the answering piece of the telephone is put on a cradle amplifier; thus, if four cradle amplifiers are in use sitting next to each other, all the parties on each of the four lines could hear each other and talk to each other. This would create a hollow type sound to anyone hearing it, but with these small amplifiers the voices would be louder.

Informant pointed out the "wire room" headquarters only needs a 1½ volt battery to operate an entire "wire room" set-up. This could be accomplished by the use of a regular flashlight battery or one of the newly improved Alkalai batteries which last five times longer than a regular flashlight battery.

Informant stated that with respect to [redacted] he has never met [redacted] in person but he was introduced to [redacted] on the telephone by [redacted]. [redacted] is apparently [redacted] wire mechanic and services his "black boxes" and "cheese boxes." He recalled [redacted] on one occasion stated [redacted] was a wire man for everybody in Phila. in the gambling field. Informant doubted very seriously if [redacted] could build a "black box" or "cheese box" because of his limited electrical knowledge.

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Informant was questioned as to the means of the various parties making financial settlement with each other with respect to a "wire room" operation involving many cities in the United States. He stated his experience was that race horse information fees are generally paid via Western Union by the parties involved.

Informant was queried as to his knowledge of any other similar set-up in the United States. He stated he doubted very seriously whether there were similar set-ups in other cities because of the technical "know-how" and knowledge necessary to set up such an operation. He stated it was possible there may be other "black boxes" located throughout the United States associated with [redacted] operation, but not independent "cheese box" and "black box" operations. He referred specifically to the

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New York City area, stating that the constant police telephone surveillance in the City of New York prevents the operation of a "cheese box" or "black box." He said the New York City Police Dept. is constantly using devices to monitor the services of known gamblers and public telephones located near the various race tracks and as a result New York gamblers and New York bookies have ceased to utilize "black box" and "cheese box" operations.

As a matter of interest, informant said the entire concept of a "cheese box" was designed when the various Bell Telephone Companies went into direct dialing. It was found that when an individual called a number and did not hang up his phone after talking to the party he thus prevented the receiving party of the initial call from making future outgoing calls until the caller hung up.

With respect to [redacted], informant furnished the following background:

[redacted] is in his late fifties in age. In 1958 or 1959 [redacted] was in a gasoline service station when a woman's car went out of control. He was run down and practically killed. He was hospitalized for several months near death. He had numerous operations, including having all his intestines out. He later had a serious rectum operation which now requires him to have a bag or sack on his side. The last time he saw [redacted] he was using two canes and he walked well bent over.

[redacted] loves to drink coffee from Horn and Hardart Restaurant (H&H) and he frequents the H&H on North Broad Street, Phila., Pa., not far from where [redacted] at [redacted]. He is probably driven there by [redacted]. [redacted] told him he makes his payoffs taking care of winnings and losings at this H&H. He feels that [redacted] probably still goes to this location.

At one time prior to his accident, [redacted] had a lot of money. His hospital bills and doctor bills were so great it took all his money to stay alive. A long time afterwards he made a settlement with the insurance company of the woman who hit him in the amount of \$50,000; however, the hospitals which he owed money put a lien on the \$50,000 and he didn't get a nickel out of it all. This broke him.

"[]" more or less "mothers" [] is very thin, about [] very good to []. She is a good looking woman, about 50 years of age. She is about [] tall, [], heavy busted, good memory and loves to talk. She owns the property where she and [] live and also other property in Phila. [] owns telephone stock and also large amounts of other stock. He does not believe she is employed.

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He believes "[]" would talk her head off if she is ever arrested by the FBI or even talked to. She is loyal to [] but most certainly would not want to go to prison.

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[] is on drugs which he obtains or did obtain the last he knew from a drug store at the corner of [] Phila. This druggist is a close friend of [] and makes him up prescriptions.

OBSERVATIONS

[] is an extremely knowledgeable individual with respect to this case and there is no doubt on the part of the Interviewing Agents that he is a top flight informant with respect to the Criminal Intelligence Program. He is intelligent, alert, emotionally stable, and appears to be most capable of carrying out assignments within the realm of his knowledge and/or associates.

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Informant offered his services in this matter and stated he would handle any assignment. He was told any assignment given to him in this matter would have to be of a nature that would not involve him in a Federal violation.

The specific assignments given to him are as follows:

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1. Attempt to make contact with [] and if feasible, visit him during the later evening hours in Phila.

2. Ascertain as completely as possible, under existing conditions, the nature, extent and set-up of [] present operation.

PH 165-698

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3. Identity of "wire room" operators and superiors in the "wire room" operation.

4. All other data available concerning instant matter.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 2 - USA, EDPA, Philadelphia
1 - USA, Providence, R.I.

Report of: SA [REDACTED] Office: DETROIT
Date: 11/8/65

File Number: 165-428 Bureau 165-1859

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

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Character: INTERSTATE TRANSMISSION OF WAGERING
INFORMATION; FRAUD BY WIRE; CONSPIRACY

Synopsis:

[REDACTED] Internal Audits-Security, [REDACTED]
[REDACTED], advises that printout of long distance calls from
Valley exchange, Detroit, Mich. on 10/11/65, indicates 15 calls from
VA 2-2742 to Philadelphia number [REDACTED], one to Philadelphia number
[REDACTED]; 10/14/65 records show 21 calls from Detroit number to
Philadelphia [REDACTED] with no tolls billed either date. Detroit
number subscribed to by [REDACTED]
Record of other calls on various dates set out.

- P -

DETAILS:

FEDERAL BUREAU OF INVESTIGATION

Date November 8, 1965

[redacted] Internal Audits - Security, Michigan Bell Telephone Company, 105 Bethune, Detroit, Michigan, was contacted and between 2:00 p.m. and 3:40 p.m., he furnished the following information from the records of his department:

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[redacted] advised that on October 5, 1965, his office received a telephone call from the Bell Telephone Company of Pennsylvania to conduct an investigation in an attempt to determine the telephone in Detroit, Michigan, which was making telephone calls to telephone numbers HO 2-0259, HO 7-0676, FU 9-2827 and DE 4-0128 in Philadelphia, Pennsylvania, the belief being that there was a "black box" in operation on the Philadelphia lines which would prevent the toll call billing machinery in Detroit from charging for the long distance call.

Pursuant to this information, and in the belief that the person placing the calls was giving the Detroit operator the correct telephone number, MBTC selected the date of October 11, 1965 and October 14, 1965, and caused all of the Customer Automatic Machine Accounting (CAMA) tapes on those dates, from twelve or fourteen central offices, to be analyzed by computer. From the printout of the tapes of these offices, it was determined that calls were being made to the suspect Philadelphia numbers from the Valley 2 exchange, specifically from Valley 2-2742. Further investigation determined that this number is subscribed to by [redacted]

[redacted]. The MBTC lists [redacted] as subscriber to two other telephone numbers, VA 2-2740 and VA 2-2741, both of which are also connected through an answering service, Secretarial Service, 9141 East Jefferson.

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The following is a printout from Recorder Group 956, the original tapes covering the period from 3:00 a.m., October 11, 1965, to 3:00 a.m. October 12, 1965. It is noted that the symbol 07 refers to the Valley 2 exchange and the time of the call is based upon a 24 hour system, with the last digit of the time being the tenth of the minute that the call was placed. None of the calls recorded were charged to the calling telephone by the automatic billing machinery:

On 11/4/65 at Detroit, Michigan File # Detroit 165-428
by SA [redacted] /bjm Date dictated 11/8/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEWARK	OFFICE OF ORIGIN PHILADELPHIA	DATE 11/15/65	INVESTIGATIVE PERIOD 9/22 - 11/9/65
TITLE OF CASE TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION <i>hup</i>		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 20px;"></div>	TYPED BY ITM
		CHARACTER OF CASE ITWI; FRAUD BY WIRE - CONSPIRACY b6 b7C	

REFERENCE S :

Report of SA dated 9/16/65,
at Boston.
Report of SA dated 11/3/65,
at Boston.
Report of SA JOHN F. PHELAN, JR., dated 10/29/65,
at Philadelphia.
Philadelphia airtels to Newark, dated 10/29/65
and 11/3/65.
Newark airtel to Bureau, dated 10/26/65.

- P -

ADMINISTRATIVE

Newark indices contain no references identifiable
with the names of the telephone subscribers as set forth 2

Case is X is not pending over one year.
Case is X is not pending prosecution over six months.

APPROVED	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: <i>Record</i>		165-1895	67
5 - Bureau (165-1895)		REC-10	
2 - Boston (165-532) (Info)		EX-117	
(1 - USA, Providence, R.I.)			
1 - Detroit (Info)			
1 - Miami (165-557) (Info)		15 NOV 17 1965	
5 - Philadelphia (165-698)			
(1 - USA, EDPA).			
5 - Newark (165-603)			
Dissemination Record of Attached Report		Notations	
Agency		NOT STAT. SECT.	
Request Recd.			
Date Fwd.	CC, A.G. Criminal Division, Organized Crime & Racketeering Section Room 2524		
How Fwd.			
By	58 Nov 23/65		

NK 165-603

on Page Two of this report.

Newark indices also contain no references identifiable with [redacted] Newark, New Jersey, Police Department Number [redacted] or under any of his known aliases.

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Newark indices contain no references under the name of [redacted].

It is noted that [redacted]

[redacted] a white male, born on [redacted] in Elizabeth, New Jersey, has been contacted in the past in connection with various TFIS investigations and during 1953, was carried as a PCI of the Newark Office (Newark file [redacted]). [redacted] was discontinued as a PCI in November of 1953 since he was unproductive.

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Newark indices contain no references on [redacted] of Browns Mills, New Jersey.

It appears that the following investigations may be related to instant matter: Cases Captioned:

[redacted]; ITWI; OO: NEWARK
Bureau file 165-1922
Philadelphia File 165-332
Newark File 165-620

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UNSUB aka [redacted] (LNU); [redacted] aka:
WIRE ROOMS FOR [redacted]; ITWI; OO: PHILADELPHIA
Bureau File 165-1458
Philadelphia file 165-457
Newark File 165-420

In connection with this investigation, contact was made originally at the New Jersey Bell Telephone Company with SA [redacted] who advised that [redacted] Security Division, New Jersey Bell Telephone Company, was the individual familiar with this matter, but at that time was out-of-town. Subsequent contact was made with [redacted] on 10/25/65, and 11/1/65. Contact was also made with [redacted]

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NK 165-603

[redacted] on 10/26/65, who accepted a subpoena for [redacted] before the Federal Grand Jury at Philadelphia, Pennsylvania, on 10/27/65, concerning instant matter. [redacted] indicated that [redacted] to the Grand Jury. [redacted]

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On 11/1/65, [redacted] before the above Federal Grand Jury at Philadelphia, Pennsylvania, on 10/27/65, and that when [redacted] made available to the FBI at Philadelphia, Pennsylvania, by the Federal Grand Jury, he will be willing to cooperate however possible in [redacted]

b3

[redacted] subpoenaed and appropriately presented to the grand jury.

INFORMANTS

On 9/29/65, [redacted] (Protect Identity), [redacted] Browns Mills, New Jersey, advised that [redacted] and his [redacted] and his [redacted] reside at [redacted] and have lived there since 1952. [redacted] is employed at an unknown location, in Philadelphia, Pennsylvania, and his wife is also employed. [redacted] advised that [redacted] is active in the [redacted] in Browns Mills and to his knowledge enjoys a good reputation there. He said that he is not acquainted with any affairs of [redacted] and does remember, however, around five years ago an inquiry was made at the [redacted] by a [redacted] in the Philadelphia, Pennsylvania, Police Department, concerning [redacted]. [redacted] could not remember the substance of the inquiry.

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Previous investigation by the Newark Office involving [redacted], Atlantic City, New Jersey, reflected

NK 165-603

information from a confidential source to the effect that [redacted] operated a blackjack game on [redacted] and participating in this game on a regular basis while [redacted] was [redacted]. [redacted] is an associate of gamblers in the Atlantic City, New Jersey, area .

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Following contacts with the informants indicated below, it appeared that they did not have any information pertinent to this investigation:

[redacted]
SA [redacted]
10/26/65

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[redacted]
SA [redacted]
11/ 8/65

On 11/9/65, [redacted] advised SA [redacted] that to the best of his knowledge, he had no information concerning any "black or cheese boxes" in the Newark, New Jersey, area, or any individuals associated with such equipment. He stated also that to the best of his knowledge, he is not acquainted with anyone named [redacted] or [redacted]. This informant noted that on 11/8/65, an individual using the name [redacted] in seeking employment at the [redacted] in Irvington, New Jersey, furnished the following information concerning himself:

Race
Sex
Birth Data
Height
Weight
Hair
Eyes
Residence

White
Male

[redacted]

Brown
Brown

[redacted]

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[redacted] listed a former employer as the [redacted] where he indicated he worked as a [redacted]. He listed as a reference one [redacted], listed as a [redacted].

NK 165-603

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The records of Dun and Bradstreet as made available to IC [] on 11/8/65, appeared to contain no pertinent information on Farnet Express Co. or its officers in addition to that set forth from other sources in the details of this report.

LEADS

NEWARK

At Atlantic City, New Jersey. Will make discrete inquiry among logical sources to develop pertinent information concerning individuals associated with telephone number [], subscribed to as a nonpublished telephone number by [], and telephone number [] listed to [] as set forth in referenced Philadelphia airtel, dated 10/29/65.

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At Browns Mills, New Jersey. Will continue efforts through discrete contact with logical sources to develop pertinent information concerning [].

At Newark, New Jersey. Will continue liaison with [], [] telephone number [], particularly with reference to information presented by [] to the Federal Grand Jury in Philadelphia, Pennsylvania, on 10/27/65, as set forth in referenced Philadelphia airtel, dated 10/29/65.

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BOSTON, DETROIT, MIAMI (INFORMATION)

Information copies of the report are being furnished to the Detroit and Miami Offices in view of investigation in those divisions which is possibly related to this investigation being conducted in the Newark Division as set forth in referenced Philadelphia airtel, dated 11/3/65, which communication referenced a radiogram from Miami to Philadelphia, dated 11/2/65.

Information copies of the report are being furnished to the Boston Office and USA, Providence, Rhode Island, in compliance with previous instructions from Boston and Philadelphia.

F B I

Date: 11/17/65

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

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, NEW YORK (165-1230)

SUBJECT: TAPES AND RECORDINGS REFLECTING INTERSTATED
GAMBLING INFORMATION
ITWI;
FRAUD BY WIRE - CONSPIRACY
(OO: PHILADELPHIA)

Re New York telephone call to [redacted]
Philadelphia Division, 11/17/65.

[redacted] furnished SA [redacted] the following
information on 11/17/65:

At 9:30 PM, 11/16/65, informant telephonically
contacted [redacted] at Philadelphia telephone number
BA 8-2421. The conversation lasted 15 minutes. [redacted] told
informant that he was [redacted]
Philadelphia area on 11/17/65 in connection with the [redacted]
[redacted]. He did not indicate how long his stay
in the hospital would be. [redacted] told the informant his [redacted]
[redacted] was presently on the "lam" and Philadelphia police
have a warrant out for him. He stated that his [redacted]
was going to give himself up, possibly at the end of the month
if the "right" judge was found who would handle the case.
[redacted] also told informant that Philadelphia police Department
[redacted] (PH) over the last month made over 100
"pinches" of Negro policy operators in the vicinity of the
[redacted] in Philadelphia. [redacted] seemed upset over

- 3 - Bureau (RM)
2 - Philadelphia (165-695) (RM)
1 - New York

AGB:mgm
(7)

REC-80
EX-113

165-1895-69

14 NOV 18 1965

53 NOV 23 1965
Approved: [Signature]
Special Agent in Charge

Sent _____ M Per _____

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NY 165-1230

this and he emphasized 100 several times. Informant stated that this possibly could be an exaggeration.

[redacted] told informant that he has a [redacted] 54 years old who was released from prison seven months ago where he served 15 years for [redacted]. He stated that this [redacted]

b6
b7C

[redacted] in Philadelphia. Informant stated that [redacted] was not discussed but informant opined that possibly [redacted] could be [redacted].

Informant stated that if a "black box" is operating on [redacted] telephone, BA 8-2421, it can be determined by an individual calling this telephone number and when [redacted]

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[redacted]. This phone call should be made from a public telephone and if the coins are received back, it would be a definite indication that a "black box" is operating on the telephone.

Informant advised that the next move would be up to [redacted] to contact him. Informant stated that he would call back in three weeks if [redacted] did not get in contact with him. [redacted] told informant that "I would like you down here to look something over". Informant stated that [redacted] was very vague on the telephone and believed that in view of the fact that [redacted] was going in the hospital he did not want to make any commitments.

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Informant furnished his home telephone number, [redacted], and his office telephone number, [redacted] to [redacted]. Above mentioned telephone numbers should not be disseminated outside the Bureau and are only for the use of the Philadelphia Division.

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53 NOV 23 1965

F B I

Date: 11/19/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (165-1895)
FROM: SAC, BOSTON (165-532) (P)
SUBJECT: Tapes and Recordings
Reflecting Interstate
Gambling Information
ITWI; FBW; CONSPIRACY

Re Boston airtel dated 11/12/65 and report of
SA [] dated 11/3/65 at Boston.

[] went on trial in U.S.D.C.,
Providence, R.I., on Tuesday, 11/16/65, based upon indictment
returned charging him with violation of Title 18, USC,
Section 1952. This is the indictment set forth in referenced
report on pages 8 and 9.

Information developed that no "black box" in operation
in Lawrence, Mass.

Trial of [] is in its fourth day as of 11/19/65.

Investigation continuing.

C. C. MICH
3 - Bureau
2 - Philadelphia
2 - Boston
TJL:lz

REC-77 165-1895-76

8 NOV 22 1965

Approved: 287
Special Agent in Charge

Sent _____ M Per _____

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b7C

F B I

Date: 11/26/65

Transmit the following in PLAINTEXT
(Type in plaintext or code)Via AIRTEL
(Priority)

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, NEW YORK (165-1230)

SUBJECT: TAPES AND RECORDINGS
REFLECTING INTERSTATE
GAMBLING INFORMATION
ITWI; FRAUD BY WIRE;
CONSPIRACY
(OO:PHILADELPHIA)

[redacted] furnished SA [redacted] the following information on 11/26/65.

Informant advised that on Tuesday or Wednesday [redacted] attempted to contact the informant at [redacted]. Informant stated that around 8:30 or 9:00 PM, 11/25/65, he returned call to [redacted] at Philadelphia phone BA 8-2421. [redacted] talked about his teeth stating that he recently went to a clinic where he had all his teeth pulled and he was not hospitalized but is undergoing clinic treatment. [redacted] during conversation, told informant "too bad this call is costing, it should be on the other." [redacted] in conversation, identified informant as [redacted]. Informant, in conversation with [redacted] determined that [redacted] is concerned about players receiving their dimes back after calling into a phone with a "cheesebox" connected to it.

3-Bureau
2-Philadelphia (165-698)
1-New York [redacted]
1-New York (165-1230)

AGB:dcr
(8)

REC-40

165-1895-89

NOV 27 1965

NINE

Approved: [Signature]
Special Agent in Charge

Sent _____ M Per _____

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NY 165-1230

Informant stated he [redacted]

[redacted]

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Informant has been instructed not to contact [redacted] personally and to make no overture and to only return calls if [redacted] first contacts him.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

2 - USA, EDPA, Phila.

(1 - [redacted])

1 - Dept. [redacted]

1 - USA, Providence, R. I.

Report of:

SA [redacted]

Office: Philadelphia, Pa.

Date:

DEC 6 1965

Field Office File #: Philadelphia 165-698

Bureau File #: 165-1895

Title:

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

Character:

INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE;
CONSPIRACY

Synopsis:

[redacted] Philadelphia, Boston,
Rhode Island, Washington, D. C., Newark, Elizabeth,
Atlantic City, New Orleans and Detroit presented additional
material FGJ, EDPA, Phila., Pa., 10/27/65 regarding [redacted]

[redacted]

[redacted] FGJ material of 10/27/65
reviewed and pertinent information set forth. Additional material
submitted by [redacted] to FGJ, EDPA, 11/4/65
reviewed and pertinent information set forth.

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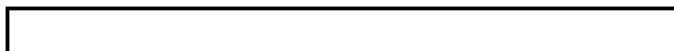
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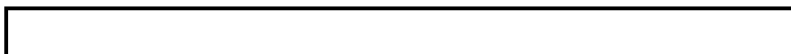
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[REDACTED]

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Details: FEDERAL GRAND JURY, EASTERN DISTRICT OF PENNSYLVANIA, PHILADELPHIA, PA., OCTOBER 27, 1965

On October 27, 1965, a Federal Grand Jury impaneled and sitting in a closed session, Eastern District of Pennsylvania, Philadelphia, Pa., was presented various [redacted]

[redacted] and [redacted] by the following representatives of [redacted]:

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted], United States Department of Justice, Washington, D. C., and [redacted] First Assistant United States Attorney, Eastern District of Pennsylvania, Philadelphia, Pa., both advised on October 27, 1965 that the Federal Grand Jury voted to have the FBI act as "agents of the Grand Jury," to review the evidence submitted by the above-described [redacted] and to investigate the indicated violations of the laws of the United States.

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Set forth hereinafter in this report will be a separate section covering the evidence submitted by each of the [redacted]

[redacted]

BACKGROUND

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As previously reported in this case, the [redacted]
[redacted] presented material to a Federal Grand Jury
sitting at Providence, Rhode Island, on August 18, 1965, concern-
ing [redacted].

On October 27, 1965, the [redacted]
[redacted] presented ad-
ditional material to a Federal Grand Jury sitting at Philadelphia,
Pa., concerning [redacted].

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There follows a supplemental report [redacted]
[redacted]
[redacted] presented to the Federal Grand Jury at Philadelphia on October 27,
1965:

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This report is designed to cover additional evidence obtained by The Bell Telephone Company of Pennsylvania and other Bell System Companies subsequent to our initial report submitted to the U. S. Attorney in Rhode Island on August 18, 1965. It was decided by the Security Supervisor about that time that technical observations on incoming calls on lines DE 4-0128, HO 7-0676 and FU 9-2827 should be continued on a restricted basis between 1 P.M. and 5 P.M. As previously indicated, these three lines are bridged together in conjunction with a "black box" forming what has previously been referred to as a "cheese box". Under that arrangement, the owner is able to receive calls into the bridged lines without the existence of the completed call being recorded or any toll charges being registered. This decision to continue technical observations was based on the necessity of determining the full extent and nature of the toll fraud previously found to exist. Our prior investigation clearly indicated that the arrangements used by the group operating in South Philadelphia, Pennsylvania to defraud the Telephone Company varied from time to time, and that the fraudulent activity was constantly spreading to new locations. The technical observation equipment maintained by the Telephone Company recorded the existence of and afforded a means for determining the length of numerous calls being made daily

PH 165-698.

during the afternoon hours into the "cheese box", these calls coming from such distant points as West Warwick, Rhode Island, Washington, D.C., Boston, Massachusetts and New Orleans, Louisiana.

On August 4, 1965, a subpoena issued by the U. S. District Court for the District of Rhode Island was served on

[redacted] returnable

August 18, 1965, before the Grand Jury. That subpoena required the [redacted]

[redacted]

[redacted]

[redacted]. Similar subpoenas were served on other [redacted]

[redacted]. On August 18,

1965, [redacted] appeared

before the Grand Jury in response to the above subpoena,

submitting [redacted]

[redacted]

[redacted] within the period covered by the subpoena, as well as

[redacted]

placed by the [redacted]

[redacted]. [redacted] from other [redacted]

[redacted] submitted similar related [redacted]

Around August 12, 1965, our investigation led us to suspect that telephone service at DE 6-4536 and HO 5-8082,

both installed at [redacted]

vania, were being fraudulently used. Subsequent tests having

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verified that these lines were bridged together in a "cheese box" arrangement in conjunction with a "black box", the Security Supervisor authorized technical observation on these lines to verify any fraudulent use. Subsequent investigation

indicated that telephone service at FU 9-7459, also installed observations on the "cheese box" lines revealed that at

at [redacted] was were coming into the "cheese box" with a person known as bridged to the new "black box-cheese box" combination. Our "Mac" in Atlantic City, New Jersey, from telephone line 50 investigation further revealed that telephone service at HO 2-0259, installed at [redacted]

[redacted] was being used to call into the new "cheese box" location. This service had been rewired (probably by [redacted] to [redacted]

[redacted] the suspected new headquarters of [redacted] the "cheese box" operator. It was determined from the technical observation on the "cheese box" lines that it was the purpose and intent of the "cheese box" operators to set up a group of bridged lines to receive local calls at a remote location but without the "black box" feature. Our prior investigation had indicated that the operators of the "cheese box" were apprehensive of using the original "cheese box" arrangement for local calls from coin telephones, since even though the call had been completed the "black box" feature resulted in the return of the coins, which was observed by people in the vicinity of the coin box. Although the new "cheese box" arrangement was tested many times, it never was put into full operation because of technical problems in

PH 165-698

eliminating the "black box" feature. The "cheese box" operators ultimately deactivated this arrangement on September 22, 1965.

Beginning about September 8, 1965, our technical observations on the "cheese box" lines revealed that calls were coming into the "cheese box" from a person known as

[redacted] in Atlantic City, New Jersey, from telephone line [redacted]

[redacted]. Service at that number is in the name of [redacted]

[redacted]. Our

observations in early September further indicated that calls were probably being made from Philadelphia from telephone / line, BA 8-2823, listed for [redacted]

[redacted] to the "black box"

in West Warwick, Rhode Island [redacted]. At the

direction of the Security Supervisor on September 14, 1965, the BA 8-2823 line was placed on technical observation, pen registers were utilized and the existence of the suspected toll fraud was verified. The technical observations, however, were limited to the period between 7 P.M. and 11 P.M., since the fraudulent calls, although made daily, were restricted to this period. This operation continued only for a short period, at the end of which technical observations were discontinued.

Because of the necessity of coordinating records from the various Bell System Companies to prove the fraudulent operations, it was agreed between the Companies involved to

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set up a designated test period from September 13 to September 24, 1965, within which records would be compiled.

In preparation for this test period, preliminary time checks were made between the Companies involved to insure that accurate timing notations would be inserted in the various coordinating records involved. Although some of the Bell System Companies did not participate for the entire test period due to technical difficulties, equipment malfunctions, and other reasons, a total of 323 fraudulent toll calls were recorded and verified during this test period, as follows:

Rhode Island to Philadelphia, Pennsylvania	6
New Orleans, Louisiana to Philadelphia, Pennsylvania	44
Washington, D.C. to Philadelphia, Pennsylvania	28
Atlantic City, New Jersey to Philadelphia, Pennsylvania	18
Newark, New Jersey to Philadelphia, Pennsylvania	35
Boston, Massachusetts to Philadelphia, Pennsylvania	192

In addition to the above, 259 calls were recorded from Philadelphia to Rhode Island, but these calls, as well as other fraudulent toll calls between the points listed above, are still in the process of being verified.

On September 23, 1965, tests revealed that telephone line, HO 2-0259, had been connected with a "black box". As previously commented, this line was being used by the "cheese box" operators at the suspected new headquarters of the operators at [redacted] Philadelphia, Pennsylvania. The Security Supervisor authorized the placing of a detector on this line and it was verified that the line was being fraudulently used. Further observations indicated that the line was used exclusively to receive calls from Boston, Massachusetts. The existence of the "black box" enabled such calls to be completed without their existence being recorded or the associated toll charges being registered by the Telephone Company's regular equipment.

Beginning about September 28, 1965, our technical observations on the original "cheese box" lines revealed that calls were coming into the "cheese box" from a person known as [redacted] from an unknown location in the Midwestern section of the country. Subsequent observations revealed that these calls were originated in Detroit, Michigan, from telephone line, 313-VA 2-2742, which service is listed for [redacted]

[redacted]. Procedures to verify these calls were initiated with Michigan Bell Telephone Company beginning October 15, 1965.

PH 165-698

On October 6, 1965, a person identifying himself as [] began calling into the new "black box" associated with the telephone line, HO 2-0259. Subsequent observations revealed these calls originated from Newark, New Jersey, from telephone lines [] and [], which lines are listed for []

[]. Procedures to verify these calls were initiated with New Jersey Bell Telephone Company beginning October 14, 1965. To date, 35 calls have been verified.

On October 20, 1965, the basic "cheese box-black box" combination utilizing lines HO 7-0676, FU 9-2827 and DE 4-0128, located in the vicinity of []

[] was temporarily deactivated.

It was replaced immediately by another "cheese box-black box" combination utilizing lines HO 5-8082, DE 6-4536 and FU 9-7459, located in the vicinity of []

[]. As previously commented, the [] lines had previously been bridged and used on an experimental basis.

PH 165-698

The principals involved have tentatively been identified as:

[Redacted]

[Redacted]

Also uses
listed for

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

Address Unknown
Possible Telephone #

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

PH 165-698

[redacted]
Home tele. [redacted]
Usually calls Phila. from
[redacted] listed for
[redacted]

[redacted]
Works with [redacted] in
Boston, Mass. area

Identity unknown, telephone
number listed for [redacted]
[redacted]

Usually calls Phila. from [redacted]
listed for [redacted]
[redacted]

[redacted]

Identity unknown. Works in [redacted]
ofc - South Phila.

[redacted]
auxiliary [redacted]

[redacted]

Identity unknown. Uses the follow-
ing service to call South Phila.
Operation 313-VA 2-2742 listed for
[redacted]

[redacted] Two other services, same loca-
tion and listing: 313-VA 2-2740 and
313-VA 2-2741

ALTERED TELEPHONE NUMBERS

WIRE ROOM HEADQUARTERS BEFORE 5/18/65

HO 5-2764
HO 7-6637
HO 5-8026
DE 6-6895
DE 6-6011
DE 4-4951



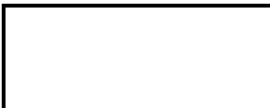
WIRE ROOM HEADQUARTERS SINCE 5/18/65

HO 5-2764
HO 5-4397
FU 9-5756
HO 2-0259



CHEESE BOX #1 SINCE 6/22/65

FU 9-2827
HO 7-0676
DE 4-0128



b6
b7C

CHEESE BOX #2 8/12/65 - 9/22/65 AND SINCE 10/20/65

DE 6-4536
HO 5-8082
FU 9-7459

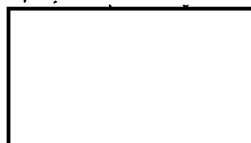


[REDACTED] WIRE ROOM MECHANIC USED TO INSTALL, SERVICE AND REPAIR
EQUIPMENT - "BLACK BOX"

PO 3-4304



"BLACK BOX" IN RHODE ISLAND



- West Warwick, R. I. (Found 4/7/65)
- West Warwick, R. I. (Found 5/10/65, replaced 5986)
- Coventry, R. I. (Found 7/7/65, replaced 6861)

ALTERED TELEPHONE NUMBER. - NORTH PHILA. OPERATION

PO 3-4304 - subscribed to by [REDACTED]

This line is used by [REDACTED] and is equipped with a "black box." [REDACTED] also has a regular unaltered line, PO 5-1526, at this address under his own name.

BA 8-2823 - subscribed to by [REDACTED]
[REDACTED]

This line was used by [REDACTED] between 9/14/65 and 9/22/65, for calls to a "black box" operation in Rhode Island. [REDACTED] is one of the operators of wire room headquarters in South Phila., together with [REDACTED] and [REDACTED].

b6
b7C

PH 165-698

MATERIAL SUBMITTED TO FEDERAL GRAND JURY, EASTERN DISTRICT
OF PENNSYLVANIA, OCTOBER 27, 1965

PH 165-698

I.

b3

A

INTRODUCTION

FEDERAL BUREAU OF INVESTIGATION

Date 12/1/65

1

b3

[redacted] of the [redacted]
[redacted] was interviewed in the presence
of [redacted] of the [redacted]
[redacted].

[redacted] furnished the following information relative
to the material which was furnished to the Federal Grand Jury,
Eastern District of Pennsylvania, on October 27, 1965, by [redacted]
[redacted]

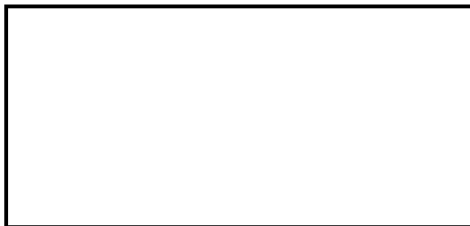
On 11/30/65 at Philadelphia, Pa. File # Philadelphia 165-698

by SAs EDWARD D. HEGARTY & [redacted] :MMR Date dictated 11/30/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

PH 165-698

B



b3

PH 165-698

MATERIAL SUBMITTED TO FEDERAL GRAND JURY, EASTERN DISTRICT
OF PENNSYLVANIA, NOVEMBER 4, 1965

PH 165-698

MISCELLANEOUS -



b3

FEDERAL BUREAU OF INVESTIGATION

Date October 11, 1965

b3

On October 7, 1965, a general discussion was held with

[redacted]
[redacted]
[redacted] in Philadelphia, Pa. All discussion concerned evidence which was submitted to the Federal Grand Jury in Providence, Rhode Island, on August 18, 1965, by the [redacted]
[redacted]

On 10/7/65 at Philadelphia, Pa. File # 165-698
by SA JOHN F. PHELAN, JR./erg Date dictated 10/8/65

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FEDERAL BUREAU OF INVESTIGATION

b3

Date October 21, 1965

On October 18, 1965 [redacted] and [redacted]

[redacted], were contacted concerning some of the evidence submitted to the Federal Grand Jury in Providence, Rhode Island, on August 18, 1965, by the [redacted]

[redacted]

On 10/18/65 at Philadelphia, Pa. File # 165-698by SA JOHN F. PHELAN, JR./erg Date dictated 10/20/65

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FEDERAL BUREAU OF INVESTIGATION

Date October 29, 1965

b3

On October 25, 1965, [redacted]
[redacted]
[redacted], was served a subpoena by [redacted]
[redacted] to appear before the Federal Grand Jury in the
Eastern District of Pennsylvania, Philadelphia, Pa., to present
[redacted] as re-
quested by the United States Attorney. He was to appear on
October 27, 1965.

On 10/25/65 at Philadelphia, Pa. File # 165-698
by SA JOHN F. PHELAN, JR./erg Date dictated 10/27/65

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FEDERAL BUREAU OF INVESTIGATION

Date November 5, 1965

b7D

1

On November 2, 1965, a general discussion was held with

[redacted]
[redacted] in the Philadelphia area with respect to the evidence submitted before the Federal Grand Jury in Philadelphia, Pa., on October 27, 1965. The discussion lasted for approximately three hours during which time they assisted in interpreting the evidence submitted.

On 11/2/65 at Philadelphia, Pa. File # Philadelphia 165-698
by SA JOHN F. PHELAN, JR. /bco Date dictated 11/5/65

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FEDERAL BUREAU OF INVESTIGATION

Date November 4, 19651

On November 3, 1965, [REDACTED]

b3
b6
b7C

[REDACTED] was served a subpoena to appear before the Federal Grand Jury in the Eastern District of Pennsylvania, Philadelphia, Pa., on November 4, 1965, to present [REDACTED] which were desired by the United States Attorney.

On 11/3/65 at Philadelphia, Pa. File # 165-698by SA JOHN F. PHELAN, JR./erg Date dictated 11/3/65

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FEDERAL BUREAU OF INVESTIGATION

Date November 15, 1965b3
b6
b7C1

[redacted]
[redacted] was telephonically
contacted and solicited for information as to the operation of
the [redacted]. The
requested information was furnished by [redacted]. This pertains
to information introduced to the Federal Grand Jury, EDPA., Phila-
delphia, Pa., on 10/27/65.

On 11/9/65 at Philadelphia, Pa. File # 165-698
by SA [redacted]/erg Date dictated 11/15/65

b6
b7C

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FEDERAL BUREAU OF INVESTIGATION

b3
b6
b7CDate November 22, 19651

[redacted]
[redacted] was interviewed at his office for approximately one and three-quarters hours during the forenoon of November 15, 1965, concerning the [redacted]

[redacted] had been made available on October 27, 1965, by [redacted] of the [redacted] to a Federal Grand Jury sitting at Philadelphia, Eastern District of Pennsylvania.

On 11/15/65 at Philadelphia, Pa. File # 165-698

by SA [redacted]/erg Date dictated 11/18/65

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FEDERAL BUREAU OF INVESTIGATION

Date November 24, 1965b3
b6
b7C(1)

On November 16, 1965, [redacted]
[redacted] was interviewed with regard to
interpreting the information contained within the [redacted]
[redacted]

[redacted] was also interviewed with regard to in-
terpreting the information appearing in the [redacted]
[redacted]

The above information pertained to information
furnished the Federal Grand Jury, EDPA., Philadelphia, Pa.,
on 10/27/65.

On 11/16/65 at Philadelphia, Pa. File # 165-698
by SA JAMES A. WALSH/erg Date dictated 11/19/65

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FEDERAL BUREAU OF INVESTIGATION

Date November 26, 1965(1)b3
b6
b7C

On November 16 and November 19, 1965, [redacted]
[redacted], was inter-
viewed in regard to interpreting the information appearing
in the [redacted]
[redacted] which were presented by [redacted]
[redacted] of the [redacted] to United
States Grand Jury, Eastern District of Pennsylvania, on
October 27, 1965.

[redacted] was also interviewed in regard to the
[redacted]

On 11/16, 19/65 at Philadelphia, Pa. File # 165-698

by SA JAMES A. WALSH/erg Date dictated 11/22/65

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FEDERAL BUREAU OF INVESTIGATION

Date 11/30/651b3
b6
b7C

On November 22, 1965, telephonic contact was had with [REDACTED] [REDACTED], for purpose of obtaining information regarding [REDACTED] [REDACTED] [REDACTED] [REDACTED] for the period [REDACTED] The requested information was furnished by [REDACTED]. This information was introduced to the Federal Grand Jury, EDPA., Philadelphia, Pa., on 10/27/65.

b6
b7COn 11/22/65 at Philadelphia, Pa. File # Philadelphia 165-698by SA [REDACTED] : EKM Date dictated 11/30/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

Date November 30, 1965b3
b6
b7C1

[redacted]
[redacted] on November 22, 1965, for a period of approximately fifteen minutes telephonically explained the information on the [redacted] had turned over on October 27, 1965, to a Federal Grand Jury sitting at Philadelphia, Eastern District of Pennsylvania.

On 11/22/65 at Philadelphia, Pa. File # 165-698
by SA [redacted]/erg Date dictated 11/26/65

b6
b7C

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FEDERAL BUREAU OF INVESTIGATION

Date 12/2/651

On 11/26/65 [REDACTED]

b3
b6
b7C

[REDACTED], was contacted with regard to obtaining information relative to the [REDACTED]

[REDACTED] which was introduced to the Federal Grand Jury, EDPA., Philadelphia, Pa., on 10/27/65.

On 11/26/65 at Philadelphia, Pa. File # Philadelphia 165-698by SA JAMES A. WALSH/lad Date dictated 12/1/65

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FEDERAL BUREAU OF INVESTIGATION

Date December 1, 1965(1)b3
b6
b7C

[redacted]
[redacted] were interviewed
at [redacted].

The purpose of the interview was to determine the
significance of the [redacted]

[redacted]
[redacted] reflecting information from [redacted]
[redacted] had previously
been submitted to the Federal Grand Jury, Eastern District of
Pennsylvania, on October 27, 1965.

b3
b6
b7C

The desired information was furnished by [redacted]
[redacted] who also provided Agents with a description of the [redacted]
[redacted]
submitted to the Federal Grand Jury on October 27, 1965.

On 11/30/65 at Philadelphia, Pa. File # 165-698

by SAs EDWARD D. HEGARTY and [redacted] Date dictated 11/30/65

[redacted] /erg
This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

Date 12/2/651

On 12/1/65 [REDACTED]

[REDACTED]
[REDACTED] was contacted with regard to obtaining
information relative to the [REDACTED]b3
b6
b7C[REDACTED] which was introduced
to the Federal Grand Jury, EDPA., Philadelphia, Pa., on
10/27/65.On 12/1/65 at Philadelphia, Pa. File # Philadelphia 165-698by SA JAMES A. WALSH/lad Date dictated 12/1/65

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FEDERAL BUREAU OF INVESTIGATION

Date 12/2/65b3
b6
b7C

1

On 12/1/65

[redacted]
[redacted]
[redacted] was interviewed in regard to interpreting the [redacted]
[redacted]

which was introduced to the Federal Grand Jury, EDPA., Philadelphia, Pa., on 10/27/65.

On 12/1/65 at Philadelphia, Pa. File # Philadelphia 165-698
by SA JAMES A. WALSH/lad Date dictated 12/1/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

Total Deleted Page(s) ~ 33

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F B I

Date: 12/3/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO : DIRECTOR, FBI (165-1895)
 FROM : SAC, BOSTON (165-532) (P)
 SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW; CONSPIRACY

ReBsairtel, 11/26/65 and report of SA [redacted]
 [redacted] 11/3/65, Boston.

[redacted] convicted in USDC, Providence, R.I.,
 11/23/65, is to be sentenced 12/17/65. An appeal has been
 lodged by [redacted].

It will be noted that in rerep the names of [redacted]
 [redacted] are
 mentioned.

Investigation has determined that telephone number
 [redacted] listed to [redacted], has been disconnected.

Telephone number [redacted] listed to [redacted]
 as of 11/29/65 was engaged in receiving gambling "action." No
 tie-in determined to it with [redacted].

Telephone number [redacted] listed to [redacted] as
 of 11/29/65 appeared to be not engaged in gambling.

As of 11/2/65, a "black box" has been located on the
 telephone [redacted] listed to [redacted]. This phone is

3 - Bureau (165-1895)
 2 - Philadelphia (165-698)
 2 - Boston (165-532)
 TJL:lc
 (7)

REC-61

EX-107

DEC 6 1965

Approved: _____ Sent _____ M Per _____

Special Agent in Charge

70 DEC 13 1965

b6
b7c

BS 165-532

located in the farm house adjacent to the home of [REDACTED].
A line is apparently "taped over" to the telephone located in
the [REDACTED] home. This phone is listed as [REDACTED]

b6
b7C

Investigation continuing.

F B I

Date: 12-10-65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO : DIRECTOR, FBI (165-1895)

FROM : SAC, BOSTON (165-532) (P)

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW; CONSPIRACY

Re Boston airtel to the Bureau dated 12-3-65.

Pending report in transcription.

Sentencing of [] delayed due to motions on his behalf. Motions to be heard in USDC, Providence, Rhode Island on 12-20-65.

Rhode Island State Police raided residence of [] in East Providence, R. I., on 12-2-65, but no one charged for gambling activities.

Providence office of New England Telephone and Telegraph Company advised that investigation to date does not "tie in" [] with [].

FCC obtained Federal warrant for arrest of [] [] for violation of FCC Statute. This is for unlawful transmission based upon sending of race results from Narragansett Race Track. Warrant not executed in hopes of arresting him at Lincoln Downs Race Track in the process of transmitting results.

3-Bureau
2-Philadelphia (165-698)
1-Boston
TJL:jms
(6)

REC 36

EX-113

Approved: _____

Special Agent in Charge

Sent _____

M

Per _____

BS 165-532

Racing season terminates in Rhode Island on 12-11-65. FCC engineer advised that transmitter may have had range of seven to eight miles. This would not carry results to Coventry, R. I.

Investigation continuing.

69 DEC 16 1965

F B I

Date: December 10, 1965

Transmit the following in _____

(Type in plaintext or code)

Via AIRTELAIRMAIL

(Priority)

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

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, NEW ORLEANS (165-698)

SUBJECT: TAPES AND RECORDINGS
REFLECTING INTERSTATE
GAMBLING INFORMATION
ITWI; FRAUD BY WIRE; CONSPIRACY
OO: Philadelphia

Re New Orleans Airtel to Director,
November 19, 1965.

Weekly Summary

Check of records of IRS reflects gambling stamp issued in name [REDACTED]. This address is location of Arabi Liquor Store and Bar, which is location of [REDACTED] is listed in available records as a St. Bernard Parish, Louisiana [REDACTED] and is believed identical to individual observed by BuAgents working in back room of Arabi Bar wearing shirt marked "ST.BFD."

3-Bureau (165-1895) REC-82
2-Philadelphia (165-698) 165-1895-
2-New Orleans (165-698)

NOB:nh/mrp (7)

ST-113 DEC 15 1965

Approved: _____

Special Agent in Charge

Sent _____

M

Per _____

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b7C

b3

Contact will be maintained with SBT&T. Investigation continuing to obtain background of local subscribers. Report will follow.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE BOSTON	OFFICE OF ORIGIN PHILADELPHIA	DATE 12/14/65	INVESTIGATIVE PERIOD 11/2 - 12/6/65
TITLE OF CASE TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 15px;"></div>	TYPED BY po b
		CHARACTER OF CASE ITWI; FRAUD BY WIRE; CONSPIRACY	

REFERENCE: Report of SA dated 11/3/65,
at Boston.

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b7C

- P -

ENCLOSURE:

TO BUREAU

One (1) photograph of the residence of
 and the reported residence
of at Coventry, R. I., taken
from a helicopter.

Not pending over one year.
Not pending prosecution over six months.

APPROVED <i>James J. Hendley</i> SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW		
COPIES MADE OF 5-Bureau (165-1895) (Enc.) 1-USA, Providence, R. I. 1-Baltimore (165-408) (Info) 1-Chicago (165-1272) (Info) 1-Las Vegas (165-382) (Info) 1-Miami (165-557) (Info) 1-Newark (165-603) (Info) 1-New Orleans (165-553) (Info) 1-New York (165-1230) (Info) 3-Philadelphia (165-698) (1-USA, EDPA) 1-Washington Field (165-179) (Info) 3-Boston (165-532) Dissemination Record of Attached Report	<div style="border: 1px solid black; padding: 5px;"> ENCLOSURE ATTACHED <div style="font-size: 2em; font-family: cursive;">165-1895</div> <div style="font-size: 2em; font-family: cursive;">10.5</div> <div style="text-align: center;">2 DEC 20 1965</div> </div>		<div style="border: 1px solid black; padding: 5px;"> REC-13 </div>
	Notations		
	<div style="border: 1px solid black; padding: 10px; text-align: center;"> NINE STAT. SECT. </div>		
	Agency Request Recd. Date Fwd. How Fwd. By		

53 DEC 28 1965

BS 165-532

LEADS

BALTIMORE, CHICAGO, LAS VEGAS, MIAMI, NEWARK, NEW ORLEANS,
NEW YORK and WFO: (INFORMATION)

One copy of this report is being furnished the
above offices for information purposes in view of the fact
that a simultaneous raid may be effected during a forthcoming
period in the above areas.

BOSTON

1. AT PROVIDENCE, RHODE ISLAND. Will maintain liaison
with appropriate official of the New England Telephone &
Telegraph Co.
2. Will determine if a "black box" is still in
operation on telephone lines utilized by [REDACTED].
3. Will report on the sentencing of [REDACTED] on 12/17/65.

ADMINISTRATIVE

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b7C

Photographs taken of the residence of [REDACTED] were
taken by IC [REDACTED].

An appropriate lead concerning the Lawrence, Mass.
gambling activities was set forth in a memorandum dated
12/4/65.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Providence, R. I.
1-USA, Eastern District of Pennsylvania, Philadelphia, Pa.

b6
b7C

Report of: SA [redacted]
Date: 12/14/65

Office: Boston, Massachusetts

Field Office File #: 165-532

Bureau File #: 165-1895

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE;

Character: CONSPIRACY

Synopsis: Photographs of the residence of [redacted] and adjacent area taken. [redacted] reported utilizing citizens' band radio to transmit results from Narragansett Race Track. [redacted] at Lincoln Downs Race Track, on 12/2/65, but not seen transmitting results. Federal arrest warrant outstanding for [redacted] based on FCC complaint. FCC engineer states [redacted] transmission would take a very good receiving antenna in Coventry, R. I. for reception. He believes receiver was five to eight miles away from Narragansett Race Track. [redacted] found guilty by jury in USDC, Providence, R. I., on 11/23/65 for violation of T. 18, USC, Sec. 1952. He is to be sentenced 12/17/65, but an appeal has been entered. [redacted] has new billing address for telephone company. As of 11/2/65 "black box" utilized on telephone on [redacted] property. This line was "tapped over" to [redacted] residence. [redacted] FBI record set forth. Boston gamblers in touch with [redacted], and "black box" possibly in operation in Lawrence, Mass., according to telephone company security people.

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- P -

BS 165-532

DETAILS:

PHOTOGRAPHS OF [REDACTED] RESIDENCE

On November 9, 1965, photographs of the area in which the residences of [REDACTED] and [REDACTED] are located in Coventry, Rhode Island, were taken from a helicopter.

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ACTIVITIES OF [REDACTED] AT
NARRAGANSETT RACE TRACK, PAWTUCKET, RHODE ISLAND
AND AT LINCOLN DOWNS RACE TRACK, LINCOLN, RHODE ISLAND

FEDERAL BUREAU OF INVESTIGATION

Date 11/9/651

[redacted] Special Agent, Thoroughbred Racing Protective Bureau, Narragansett Race Track, Pawtucket, Rhode Island, advised that investigation by this bureau has reflected that since September 30, 1965, and continuing up at least until November 2, 1965, an individual, who has been identified as [redacted]

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[redacted], the driver of a 1960 green Chevrolet, Rhode Island Registration [redacted], has been utilizing a citizens' band radio to transmit results from the race track.

[redacted] advised that he does not know if reports prepared by this bureau reflect daily attendance by this individual but stated he can recall that the report of September 30, 1965, reflects that the car was seen at Lot 10 on that date during the second, fifth, sixth and tenth races; and on November 2, 1965, in Lot 9 he drove in at 1:15 p.m., located himself at Lot 9 and was there at least during the second race on that day's schedule.

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He advised that the car is equipped with a long antenna.

He stated that the results of the races can be heard in the parking lot, and it is believed that it is at this time that [redacted] is submitting the results via the radio.

He stated that reports he believes are filed by this agency and would be available for use.

On 11/3/65 at Pawtucket, Rhode Island File # BS 165-532
by SA [redacted] /jph 3 Date dictated 11/4/65

FEDERAL BUREAU OF INVESTIGATION

Date 12/11/651

[redacted] Thoroughbred Racing Protective Bureau, Lincoln Downs Race Track, Lincoln, Rhode Island, advised that [redacted] was at the Lincoln Downs Race Track on Thursday, December 2, 1965, but was not determined to have been transmitting any results from the track by use of a citizens' band transmitter located in his car.

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He stated that he understands that a federal warrant is presently outstanding for [redacted] and an arrest is to be made by the Office of the United States Marshal in Providence, Rhode Island, when he can be found in his car transmitting the results from the track.

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On 12/6/65 at Pawtucket, Rhode Island File # Boston 165-532

SA [redacted] :po'b 4 Date dictated 12/7/65
by _____

FEDERAL BUREAU OF INVESTIGATION

Date 12/10/651.

[redacted] United States Marshal, District of Rhode Island, Providence, Rhode Island, advised from records that on the basis of the authorization by United States Attorney. RAYMOND J. PETTINE, a complaint was filed before [redacted] District of Rhode Island, Providence, Rhode Island, by [redacted] Federal Communications Commission, Boston, Massachusetts, against [redacted] charging him with a violation of United States Code, Title 47, Section 301, charging that on October 4, 5, 6 and November 2, 1965, at Pawtucket, Rhode Island, [redacted] did use and operate an apparatus for transmission of energy, communications, or signals by radio, upon a mobile station within the jurisdiction of the United States, to wit, a portable radio transmitter in an automobile registered to said [redacted] and not in accordance with the provisions of Section 301, Title 47, and without a license having first been granted in that behalf, as required by Section 301 of the Communications Act of 1934; in violation of Title 47, United States Code, Section 301. The complainant, [redacted], states the complaint was based on his own personal observations and the use of radio equipment by which he was able to receive signals transmitted by [redacted], by means of the above-described transmitter.

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On 12/6/65 at Providence, Rhode Island File # Boston 165-532

SA [redacted] 5

12/6/65

by _____ Date dictated _____

BS 165-532

INTERVIEW WITH FEDERAL COMMUNICATIONS COMMISSION (FCC) ENGINEER

FEDERAL BUREAU OF INVESTIGATION

Date 12/10/651.

[redacted] Engineer, Federal Communications Commission (FCC), Providence, Rhode Island, advised that in regard to the transmission by [redacted] from the Narragansett Race Track in Pawtucket, Rhode Island, it would take a very good receiving antenna in Coventry, Rhode Island, to receive the signal. He based this on the fact that it would be a distance from 20 to 22 miles from Pawtucket to Coventry, and he doubted the capability of a citizens' band unit to span that particular distance.

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He stated that he would base this fact on the signal receiving much interference in the area between the two locations.

He stated that based upon his experience in the monitoring of such citizens' band transmission he would state that it would appear to him that the receiver was located approximately five to eight miles away from the track. He stated that there was no indication of a relay system that would have been able to pick up the signal and transmit it to Coventry, Rhode Island.

He stated that the town of Seekonk, Massachusetts, approximately two miles away from the track, was utilized as an area for picking up the transmission by [redacted].

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b7C

On 12/6/65 at Providence, Rhode Island File # Boston 165-532
by SA [redacted] :po'b 7 Date dictated 12/7/65

BS 165-532

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b7C

PROSECUTION OF [REDACTED]

On November 24, 1965, Assistant United States Attorney [REDACTED], District of Rhode Island, Providence, Rhode Island, advised that on November 16, 1965 [REDACTED] went on trial in the United States District Court, Providence, Rhode Island, on indictment number 7033, which is based upon a violation of Title 18, United States Code, Section 1952. On November 23, 1965, the jury that heard testimony in this matter returned a guilty plea under the indictment.

United States District Court Judge EDWARD W. DAY set December 17, 1965 as a date for sentencing and [REDACTED] was released on \$2,000 bail.

ACTIVITIES OF [REDACTED]

FEDERAL BUREAU OF INVESTIGATION

1.
—Date 11/4/65

[redacted] New England
Telephone and Telegraph Company, Providence, Rhode Island,
advised that he has learned through the Records Section
of the New England Telephone and Telegraph Company that
[redacted], telephone listing [redacted] has changed
his billing address to [redacted]
[redacted].

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On 11/2/65 at Providence, Rhode Island File # Boston 165-532

by SA [redacted] /nr 9 Date dictated 11/2/65

b6
b7C

FEDERAL BUREAU OF INVESTIGATION

Date 12/10/651.

[redacted]
New England Telephone and Telegraph Company, Providence,
Rhode Island, was interviewed from approximately 2:00 p.m.
on November 30, 1965 to approximately 2:50 p.m.

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He advised that telephone number [redacted] listed
to [redacted]
[redacted] had been disconnected.

He also advised that investigation by this
company, as of November 29, 1965, indicated that telephone
number [redacted] listed to [redacted]
[redacted] was engaged in
gambling activity.

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He also advised that investigation by this concern
as of November 29, 1965 indicated that telephone number
[redacted] listed to [redacted]
[redacted] reflected no gambling activity
being transmitted over these lines.

He also advised that as of November 2, 1965
telephone number [redacted] listed to [redacted]
at [redacted] (this is the
location of the residence before the farm property of
[redacted]) had a "black box" on the line.

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b7C

He advised that this line had been "tapped over"
to the telephone number [redacted] that is listed to
[redacted].

On 11/30/65 at Providence, Rhode Island File # Boston 165-532

by SA [redacted]:po'b 10 Date dictated 12/6/65

b6
b7C

BS 165-532

GAMBLING ACTIVITIES AT BOSTON AND LAWRENCE,
MASSACHUSETTS

FEDERAL BUREAU OF INVESTIGATION

1.
—Date 11/4/65

[redacted]
New England Telephone and Telegraph Company, Boston, Massachusetts, advised that investigation conducted by this division of the New England Telephone and Telegraph Company indicates that [redacted] and [redacted] are conducting a gambling operation from the location of [redacted] in the North End of Boston, and are in contact with [redacted] in Rhode Island. He also advised that the above two individuals are also in touch with individuals located at the Essex Pharmacy in downtown Lawrence, Massachusetts, and indications are that "black box" is in operation at that location.

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On 11/2/65 at Providence, Rhode Island File # Boston 165-532

SA [redacted]/nr 13 Date dictated 11/2/65

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b7C

FEDERAL BUREAU OF INVESTIGATION

Date 11/23/651.

[redacted], New England Telephone and Telegraph Company, Providence, Rhode Island, was interviewed between approximately 8:45 AM and 9:00 AM on this date.

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He advised that he has determined that in regard to gambling activities in Lawrence, Massachusetts, tests by this concern failed to reflect the presence of a "black box" in the operation of the Essex Pharmacy.

He advised that the original information believing that a "black box" was in use in that area was based upon the number of calls, that is the heavy traffic, emanating from Lawrence to Boston and return.

He stated, however, that examination of the lines failed to reflect the presence of a "black box".

On 11/19/65 at Providence, Rhode Island File # Boston 165-532
by SA [redacted] /alb 14* Date dictated 11/19/65

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b7C

F B I

Date: 12/17/65

PLAIN TEXT

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

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

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, NEW ORLEANS (165-553)

SUBJECT: TAPES AND RECORDINGS
REFLECTING INTERSTATE
GAMBLING INFORMATION
 ITWI; FRAUD BY WIRE; CONSPIRACY
 OO: PHILADELPHIA

Re New Orleans airtel to Bureau, 12/10/65.

WEEKLY SUMMARY

_____ was advised
 that information concerning contact from _____
 by _____ with black box in Philadelphia was based on
 _____ furnished under subpoena by _____
 _____ advised
 that at the first opportunity he will attempt to set up

Investigation has reflected New Orleans telephone
 numbers _____ and _____ located at _____
 _____ rear apartment, Arabi, La. since June, 1964 and
 service in name _____. This location is for
 the _____ and these phones are obviously
 part of the book operation taking place in the back room.
 New Orleans City and Suburban Directories for 1964-65 are
 negative concerning _____.

- 3 - Bureau
 2 - Philadelphia (165-698)
 2 - New Orleans C. C. Wick

NOB:jahr

(7) DEC 22 1965

REC 58

165-1895-108
18 DEC 20 1965

Approved: _____ Sent _____ M Per _____

Special Agent in Charge

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b3b6
b7C

NO 165-553

Litho service, 441¹/₂ Camp St. (second floor) which is location of New Orleans number 522-0441 obtained a non-pub telephone, 10/25/65 which is [redacted]

New Orleans informant advised [redacted] is operator of horse book at [redacted]. It is noted that [redacted] obviously identical to [redacted] [redacted] has been observed by BuAgents only in bar located adjacent to horse room.

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Philadelphia should consider requesting subpoena through [redacted] and also for [redacted].

New Orleans will continue investigation to determine identity of individuals operating horse book at [redacted].

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b7D

F. B. I.

Date: 12/17/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (165-1895)
 FROM: SAC, BOSTON (165-532) (P)

TAPES AND RECORDINGS REFLECTING
 INTERSTATE GAMBLING INFORMATION
 ITWI; FRAUD BY WIRE; CONSPIRACY
 OO: PHILADELPHIA

Re Boston airtel dated 12/10/65.

On 12/15/65, [] was "picked up" by members of the "C" Squad of the Providence, Rhode Island PD, that division that handles gambling and vice, in the area of Federal Hill in Providence. In his car he had a Stromberg-Carlson type telephone that they desired to have examined by the Providence Office of the New England Telephone and Telegraph Company. Upon examination it was determined that this type of phone is no longer in use by the New England Telephone Company inasmuch as all their products are manufactured by the Western Electric Company. However, the telephone company did formerly utilize such an instrument. Upon examination, no type of device such as a "black box" was found connected within the instrument.

[] stated he purchased this phone from the Radio Shack, and it was confirmed that such an instrument has been sold by this concern. [] had \$2900 on his person. He was interviewed and released.

On 12/10/65, the Mass. State Police raided seven booky establishments in Lawrence and Methuen, Mass. The Essex Pharmacy was not one of those establishment raided.

REC- 113

3-Bureau (165-1895)
 2-Philadelphia (165-698)
 1-Boston (165-532)
 TJL:mm
 (6)

16 DEC 20 1965

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b7Cb6
b7CApproved: C. G. Wick

Sent _____ M Per _____

Special Agent in Charge
51 DEC 27 1965

INDEXED

BS 165-532

b3

A subpoena was served on the [redacted]
[redacted] Boston, Massachusetts, for a [redacted]
[redacted] to appear in Philadelphia on 12/16/65.

Investigation continuing.

F B I

Date: 12/17/65

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

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, MIAMI (165-557) (P)

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW and CONSPIRACY

OO: Philadelphia

Re Philadelphia telephone call to Miami,
12/16/65, Miami airtel to Bureau, 12/10/65, and
Detroit airtel to Bureau, 11/12/65.

WEEKLY SUMMARY

Pertinent Miami telephone number [redacted]
continues to be temporarily disconnected per subscriber's
request, according to public telephone operator. Per-
tinent Miami telephone number [redacted] continues to be
in operation.

On 12/16/65, [redacted]
[redacted], Southern Bell Telephone and Telegraph
Company, 300 Biscayne Boulevard, Miami, Florida, advised
that to date there has been no indication that a "black
box" or "cheese box" is being utilized by either of the
following telephone numbers:

- 5 - Bureau
3 - Philadelphia (165-698)
1 - Newark (Info) (165-603)
2 - Miami

MJR:jaj
(11)

REC-113

DEC 20 1965

NINE

51 DEC 21 1965

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

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MM 165-557

These numbers are subscribed to by [redacted]
[redacted]
[redacted] residence). Telephone number [redacted]
is subscribed to by [redacted]
[redacted] operation).

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b7C

[redacted] further related appropriate technical equipment has been utilized in the above mentioned numbers to determine the presence of either a black box or cheese box and the results to this date have been negative. [redacted] surmised that pertinent numbers are being used primarily for furnishing horse racing information coming from the operating track in the Miami area to the "wire room" in Philadelphia. He further related he is of the opinion that [redacted] (LNU)" is a heavy bettor and that she places bets on a daily basis to a local bookmaker. He stated that he believes that [redacted] could be a very close relative of [redacted]. He stated, however, this is pure speculation on his part and he has no way of assuring this.

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During the week of 10/12/65, periodic spot checks at [redacted] residence), presently occupied. A 1965 Cadillac, grey in color, bearing 1965 New Jersey license [redacted], observed in driveway. Also observed was a white female, approximately 40-45 years of age, blonde hair, large frame, in front of residence.

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On 12/14-15/65 spot checks were conducted in the vicinity of [redacted] operation) and at Tropical Park Race Track, Miami, Florida. These observations reflected that [redacted] operation is continuing, that the inside and outside man is still running information off the track; however, a few minor changes have been noted in the pattern used by these two individuals, with reference to the pattern used by them as set out in Miami airtel dated 12/10/65.

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MM 165-557

In reference to Philadelphia telephone call to Miami, dated 12/16/65, it has been noted that telephone number [] is subscribed to by []

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[] On 10/13/65 spot check at the above location reflected that this location is situated just east of the Hialeah Race Course, Hialeah, Florida, and is within walking distance to the entrance of the race course.

Further observation reflects that a late model Ford Fairlane, black in color, bearing 1965 Michigan license plate [] was observed at the above residence.

It should be noted that in view of [] present operation and his past operation, which was located just off the Gulfstream Race Track at Hallandale, Florida, in the 1965 racing season, that this address, opposite the Hialeah Race Course, will be [] point of business at the close of business at the Tropical Race Track on 1/15/66. Racing season at the Hialeah Race Course commences on 1/17/66.

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Efforts to identify [] in the Miami area continue. Efforts to make positive identification of the individuals involved in [] operation continuing.

- LEAD -

DETROIT:

AT DETROIT, MICHIGAN

Will determine to whom 1965 license [] subscribed to.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - UNITED STATES ATTORNEY, PROVIDENCE, RHODE ISLAND
1 - UNITED STATES ATTORNEY, PHILADELPHIA
1 - DEPARTMENTAL

Report of: SA NATHAN O. BROWN
Date: DEC 30 1965

Office: NEW ORLEANS

Field Office File No.: NO 165-553

Bureau File No.: 165-1895

Title: TAPES AND RECORDINGS REFLECTING INTERSTATE
GAMBLING INFORMATION

Character: INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE; CONSPIRACY

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Synopsis: Observations at Arabi Liquor Store and Bar, 7002 St. Claude, Arabi, Louisiana, reflect [redacted] to be [redacted] with [redacted], who resides at [redacted]. Rear of bar has room, protected with iron gate and padlock, and with two-way mirror in door, in which telephones could be heard ringing. One individual, wearing clothing initialed "St. BFD", observed working in backroom, has been identified as being [redacted] reportedly a St. Bernard Parish [redacted], and former member of the St. Bernard [redacted]. Another white male, 6', 170 pounds, about 65-70 years old, observed working in backroom but identity unknown. [redacted] stated that Arabi bar [redacted] and [redacted] father also observed in backroom of bar. [redacted] holder of a federal gambling stamp, was subject of FBI investigation in 1963 and 1964 and admitted local gambling activities and operation of an independent handbook at [redacted] using numbers [redacted]. In 1964, [redacted] rented this space from [redacted] Arabi, La., for about \$100 per month. [redacted] of liquor license for Arabi Bar and Liquor Store, listed in ABC records as deceased at time license granted to [redacted]. Review of pen-register tapes [redacted] [redacted], New Orleans, to Philadelphia [redacted] was observed by Buagent to be at Churchill's. Similar instances were noted on 9/15, 16, and 22/65. [redacted] New Orleans, advised 12/21/65 that his Philadelphia Company stated [redacted] has not been in contact with subjects for over a month, and pen-register coverage does not appear feasible.

- P -

NO 165-553

NOB/jms

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DETAILS:

AT NEW ORLEANS, LOUISIANA

On October 21, 1965, SA REGIS L. KENNEDY learned that the Internal Revenue Service, New Orleans, Louisiana, was conducting an investigation into a past posting operation at New Orleans which involved a New Orleans Police Officer named HFSSE. This investigation also concerned telephone number [] which reportedly would put a caller in touch with a Gentilly area number. It should be noted that this number is listed to the Litho Service, 441½ Camp Street, which is several miles from the Gentilly area of New Orleans, and indicated the possibility of a black-box or cheese-box operation.

FEDERAL BUREAU OF INVESTIGATION

Date 10/23/651

[redacted] Southern Bell Telephone and Telegraph Company, New Orleans, advised that it appears as though the connection of [redacted] to the Philadelphia "black-box" is slight, and telephone calls from [redacted] phones appears sporadic and infrequent. Accordingly, technical coverage of these phones such as the installation of a pen-register would be difficult. In addition, the Gentilly District of the Telephone Company, which covers the St. Claude-Arabi area, was 40% submerged in salt water due to the flooding that followed Hurricane "Betsy," and service has been disrupted and delayed in such a manner that no such coverage could be afforded these lines at this time.

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Information concerning the possibility of a black box-cheese box operating in the vicinity of 441 C amp Street was furnished to [redacted], who stated that he would immediately arrange for a Senior Plant Manager to check this out.

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It is noted that the above contact with [redacted] was for approximately 17 minutes.

On 10/22/65 at New Orleans, La. File # NO 165-553

by SA NATHAN O. BROWN /jab 3 Date dictated 10/23/65

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FBI

Date: 1/7/66

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, BOSTON (165-532)

SUBJECT: TAPES AND RECORDINGS
REFLECTING INTERSTATE GAMBLING INFORMATION
ITWI; FBW; CONSPIRACY
OO: PHILADELPHIA

Re: Boston airtel dated 12/30/65.

[redacted] set to be sentenced
1/21/66 in USDC, Providence, R. I.

New England Telephone and Telegraph
Company, Providence, R. I. investigation reflects
"black box" still in operation on [redacted] telephone
line. Calls have been received from Philadelphia.

Photo of [redacted] forwarded directly
from Providence, R. I. to Philadelphia on 1/7/66 as
requested in Philadelphia airtel of 1/3/66.

3 - Bureau (165-1895)
2 - Philadelphia (165-698)
1 - Boston (165-532)
TJL/spi
(6)

REC-34

165-1895-136

4 JAN 8 1966

NINE

C. C. WICK

Approved: _____

Sent _____ M Per _____

53 JAN 14 1966

Special Agent in Charge

F B I

Date: 1/12/66

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL REGISTERED MAIL
(Priority)

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, PHILADELPHIA (165-698)

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION;
ITWI; FBW; CONSPIRACY
(OO: Philadelphia)A federal grand jury (FGJ) will be convened 1/19/66,
EDPA, Philadelphia, Pa., at which time information will be
introduced by the various [REDACTED][REDACTED] has confidentially advised that informa-
tion will be introduced 1/19/66 regarding [REDACTED]

- 3 no lcl
- 5 - Bureau (165-1895)(RM)
 - 5 - Boston (165-532)(RM)
 - 4 - New Orleans (165-553)(RM)
 - 4 - Washington Field (165-179)(RM)
 - 5 - Newark (165-603)(RM)
 - 6 - Miami (165-557)(RM)
 - 3 - Detroit (165-428)(RM)
 - 2 - Las Vegas (165-382)(RM)
 - 2 - New York (165-1230)(RM)
 - 3 - Baltimore (165-408)(RM)
 - 3 - Philadelphia (165-698)

DWB:EMR
(42)Approved: 58 JAN 21 1966
Special Agent in Charge

Sent _____ M Per _____

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REC-81 165-1895 150

5 JAN 13 1966

NINE

PH 165-698

Departmental [redacted] Washington, D. C., has advised that a final FGJ presentment will be made EDPA, Philadelphia, Pa., on 2/7/66 by the [redacted] [redacted] covering the following cities:

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Secret impounded indictments will be returned by FGJ, EDPA, Philadelphia, on 2/7/66, and multiple arrests and raids will be made on 2/8/66, time to be designated at a later date. At this time it is contemplated by the Department that there will be 23 arrests and 33 possible raids (search and seizure) simultaneously in ten cities covered by eight FBI offices as follows:

PHILADELPHIA DIVISION (9 Arrests; 17 Raids)

PHILADELPHIA AREA

Arrests



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b3

PH 165-698

Possible Raids

Wire room Location
Cheese Box #1 Location
Cheese Box #2 Location
4 locations of Wire room lines
3 locations of Cheese Box #1 Lines
3 locations of Cheese Box #2 Lines
[redacted] "Black Box" Location
[redacted] Philadelphia Residence

[redacted] Residence

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BOSTON DIVISION (3 Arrests; 5 Raids)

COVENTRY, R. I. AREA

Arrests

[redacted]

Possible Raids

[redacted] Residence
[redacted] Residence

BOSTON AREA

Arrests

[redacted]

Possible Raids

[redacted] Residence
[redacted] Residence
[redacted] Residence

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b3

PH 165-698

NEW ORLEANS DIVISION (3 Arrests; 2 Raids)

NEW ORLEANS AREA

Arrests

Possible Raids

Residence

ARABI, LA. AREA

Arrests

Possible Raids

WASHINGTON FIELD OFFICE (1 Arrest; 4 Raids)

WASHINGTON, D. C. AREA

Arrests

Possible Raids

Residence

Residence

Residence

Residence

NEWARK DIVISION (2 Arrests; No Raids)

ATLANTIC CITY, N. J. AREA

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b3

b6
b7C
b3

PH 165-698

Arrests

[Redacted]

Possible Raids

None

IRVINGTON, N. J. AREA

b6
b7C
b3

Arrests

[Redacted]

Possible Raids

None

MIAMI DIVISION (2 Arrests; 3 Raids)

MIAMI AREA

Arrests

[Redacted]

UNSUB, aka. [Redacted]

Possible Raids

[Redacted]	Residence
[Redacted]	Residence
[Redacted]	Residence

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b3

DETROIT DIVISION (2 Arrests; 1 Raid)

DETROIT AREA

Arrests

[Redacted]	aka.	[Redacted]
[Redacted]	aka.	[Redacted]

PH 165-698

Possible Raids

[] Residence

BALTIMORE DIVISION (1 Arrest; 1 Raid)

WILMINGTON, DEL. AREA

Arrests

[] aka. []

Possible Raids

[] Residence

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b7C
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For the information of Washington Field Office, Las Vegas Division and New York Division, Departmental [] [] has tentatively decided not to obtain indictments against HERBERT L. MORTON (WDC, because of his age - 82); [] (Las Vegas, because of only one call to wire room in Philadelphia); and UNSUB, aka. [] (NYC, because of lack of evidence and identity). Both [] and [] will undoubtedly receive subpoenas for appearance before an FGJ in Philadelphia after the multiple raids and arrests.

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LEADS

BOSTON, NEW ORLEANS, WASHINGTON FIELD,
NEWARK, MIAMI, DETROIT, BALTIMORE
AND PHILADELPHIA

1. Will submit airtel to Bureau (5 copies) and Philadelphia (3 copies) subcaptioned "Arrests and Raids." A separate enclosure (same number of copies) should be submitted for each individual to be arrested and each location to be searched, containing all available background and identifying data to assist Bureau in preparing national press release. Since subjects [] and [] have operated

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PH 165-698

in both New Jersey and Miami, and since subject [] has operated in Miami and Detroit, Newark should furnish Miami all available data regarding subjects [] and [] and Miami should furnish Detroit all available data regarding subject [].

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THIS SHOULD REACH BUREAU AND PHILADELPHIA BY 1/28/66.

2. Will discreetly, preferably late at night, attempt to observe the locations of persons to be arrested and the possible places to be searched, in preparation for the multiple raids and arrests on 2/8/66.

PHILADELPHIA

AT PHILADELPHIA, PA.

Will coordinate the arrests and raids and advise each office and the Bureau the exact time the simultaneous raids and arrests will be made on 2/8/66. As soon as a Departmental decision is reached regarding the indictment charges on each individual and raid locations, the Bureau and appropriate offices will be advised.

Any questions regarding the persons to be arrested or the places to be searched should be referred to the Philadelphia Division by telephone for a decision by a Departmental attorney on the scene.

THIS CASE SHOULD BE GIVEN PREFERRED ATTENTION.

F B I

Date: 1/17/66

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (165-1895)

EDJ
cent FROM: SAC, PHILADELPHIA (165-698) (P)

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW; CONSPIRACY

ba

Re Boston airtel to Bureau dated 1/14/66.

Reairtel notes that investigation at Boston reflects numerous telephone calls from Philadelphia to number [redacted] listed to [redacted].

This is first info showing incoming interstate calls being received at Boston in this case and is indicative of first probable use of "Black Box" in Boston.

Boston should immediately contact appropriate representatives of New England Telephone and Telegraph Company at Boston to determine if "Black Box" has been used or is presently in use at [redacted].

Boston also requested to resolve correct spelling of name [redacted] who was referred to in reairtel as [redacted].

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b7C

REC-81

165-1895-152

801-XE

14 JAN 18 1966

3-Bureau (165-1895)
2-Boston (165-532)
1-Philadelphia (165-698)

PBG:bco
(6)

Approved: *JAN 25 1966*
Special Agent in Charge

Sent _____ M Per _____

1/21/66

Airtel

To: SACs, Philadelphia (165-698)
Baltimore (165-408)
Boston (165-532)
Detroit (165-428)
Las Vegas (165-382)
Miami (165-557)
Newark (165-603)
New Orleans (165-553)
New York (165-1230)
Washington Field (165-179)

From: Director, FBI (165-1895)

TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW; CONSPIRACY
(OO: PHILADELPHIA)

It is of utmost importance to the successful culmination of this investigation that information concerning contemplated arrests and searches in connection with this matter is not prematurely released or inadvertently made known to the individuals involved.

In this regard, it is essential that necessary inquiries be conducted with the utmost discretion. Philadelphia, as office of origin, and the Bureau are to be advised of all pertinent developments. In the event circumstances arise which you feel may in any way jeopardize this investigation, the Bureau should be immediately notified in order that the problem or situation may be resolved.

NOTE: It is contemplated that in connection with this matter, 23 arrests and searches of 33 locations will be simultaneously conducted in 10 cities in 2/66. Subjects involved in this matter are ex-changing betting and wagering info by phone and through use of technical equipment and are channeling their calls through a "wire room" in PH and circumventing toll charges. Numerous [redacted] have furnished [redacted] to a FGJ in PH.

Tolson _____
DeLoach _____
Mohr _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Wick _____
Tele. Room _____
Holmes _____
Gandy _____

WPB:rmg
-22-

MAIL ROOM ☐ TELETYPE UNIT ☐

b3

WA
1-28-66
DFB
FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION
AN 28 1966

FBI BOSTON

TELETYPE

9:17 P.M. URGENT 1-28-66 RDS

TO: DIRECTOR (165-1895) AND PHILADELPHIA (165-698)

FROM: BOSTON (165-532)

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

0
TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION.
ITWI; FBW; CONSPIRACY.

ON JAN TWENTY-EIGHT INSTANT, USA RAYMOND J. PETTINE,
PROVIDENCE, R. I., ADVISED HE DESIRES TO OBTAIN FEDERAL INDICTMENTS
IN PROVIDENCE SIMULTANEOUSLY WITH INDICTMENTS ISSUED PHILADELPHIA,
CHARGING MASS. AND R. I. PRINCIPALS WITH FBW, ITWI, AND CONSPIRACY
VIOLATIONS BASED ON MASS. TO R. I. TELEPHONE CALLS. THIS IS ONLY
TO BE DONE IF IT WILL NOT COMPROMISE OVERALL INDICTMENT PICTURE.

DEPARTMENTAL [REDACTED] CONSULTED THIS DATE ON MATTER,
BUT NO DECISION REACHED.

BUREAU AND PHILADELPHIA WILL BE KEPT ADVISED. 165-1895-178

END

WA...NLL

FBI WASH DC

PH...FPB

FBI PHILA

TU CLR [REDACTED]

REC-48
16 FEB 2 1966
GB

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b7C

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONb6
b7C

Copy to: 1 - United States Attorney, Providence, Rhode Island
2 - United States Attorney, Eastern District of Pennsylvania
(1 - Att: Assistant U. S. Attorney [redacted])
(1 - Att: Departmental [redacted])

Report of: [redacted]

Date: JAN 31 1966

Office: Miami, Florida

Field Office File #: 165-557

Bureau File #: 165-1895

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

Character: INTERSTATE TRANSMISSION OF WAGERING
INFORMATION; FRAUD BY WIRE - CONSPIRACY

Synopsis:

Pattern of [redacted] operation at Tropical Park Race Track, Miami, Fla., observed and reflects individuals using names of [redacted] and [redacted] are being utilized as runners and appear to be carrying pertinent information to and from Tropical Park Race Track. Photographs obtained of both individuals. [redacted] believed to be associated in operation. Security Officer, Southern Bell Telephone & Telegraph Co., Miami, Fla., advised no "cheese box" or "black box" being used in this operation in the Miami area. He further related [redacted]

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[redacted] and present to Federal Grand Jury at Philadelphia. Results of records checks at Miami, Fla., set forth for following: [redacted] unknown subject, aka [redacted] and [redacted]. Unknown subject, aka [redacted] unknown to Miami Division.

- P -

DETAILS:

BS 165-532

III. CONTACT WITH OFFICIALS OF THE
NEW ENGLAND TELEPHONE AND TELEGRAPH COMPANY

FEDERAL BUREAU OF INVESTIGATION

12/23/65

Date

1

[redacted] New England Telephone and Telegraph Company, Providence, Rhode Island, advised that he had just been contacted by the Providence, Rhode Island Police Department, who advised him that "C" Squad, the organization in the Department that handles gambling and vice, had just "picked up" [redacted] in the Federal Hill area of Providence.

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They stated that upon searching his car they found a Stromberg-Carlson telephone in the back of his car.

They desired that the phone be examined by the New England Telephone Company which was done, and it was determined that it was an old type telephone set that had previously been utilized by the Telephone Company in this area. He advised that this type of phone is no longer in use and only those products now manufactured by Western Electric are utilized by the Telephone Company.

Upon search of the phone, no type of devices were found within the covering and it appeared that it had not been tampered with. [redacted] advised the "C" Squad that he had purchased the phone at the Radio Shack, an outlet selling types of electrical and electronic devices in the Providence, Rhode Island area for many years.

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A check was made with the Radio Shack and it was determined that that organization did sell that type of equipment. [redacted] advised that [redacted] had \$2900 on his person when "picked up".

Upon interview he was released and the phone returned to him.

On 12/15/65 at Providence, Rhode Island File # Boston 165-532

by SA [redacted]:mm 33 Date dictated 12/17/65

BS 165-532

2

[redacted] also advised that a raid had been conducted by the Massachusetts State Police on various "booky" installations at Lawrence and Methuen, Massachusetts, over the weekend of December 10, 1965. He advised that no raid was conducted at the Essex Pharmacy in Lawrence, Massachusetts.

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He also advised that a subpoena had been issued to the [redacted]

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[redacted] a Federal Grand Jury in Philadelphia, Pennsylvania on December 16, 1965.

[redacted] was interviewed from 3 p.m. to 3:20 p.m.

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FEDERAL BUREAU OF INVESTIGATION

1

Date 12/13/65

[redacted] New England Telephone and Telegraph Company, advised that the following Boston, Massachusetts area telephone numbers, [redacted]; [redacted] are listed respectively to the following individuals:

[redacted]

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[redacted] advised that the above individuals are not actual persons, but are apparently used as "identities" by [redacted].

He advised further that in regard to telephone numbers outside of the Boston area proper called with some frequency from the above listed numbers, he designated as examples two: [redacted] and 686-5472.

He advised that the former number, [redacted] is listed to [redacted] and the second number, 686-5472, is listed to Leone's Essex Pharmacy at 87 Essex Street, Lawrence, Massachusetts.

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He advised that investigation to date by this concern, the New England Telephone and Telegraph Company, have failed to reflect any tie-in between [redacted]

He advised also that investigation indicates that although the incoming calls from out of state to telephone number [redacted] is listed to [redacted] the "black box" is actually physically located on the telephone of [redacted] and is actually in his own home.

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On 12/8/65 at Providence, Rhode Island File # BS 165-532

by SA [redacted] /svc 35 Date dictated 12/8/65

2.
BS 165-532

He stated also that indications are that [] also had some sort of a switch physically in his home that allows him to make outgoing calls on the number listed to his residence.

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[] was interviewed for approximately one hour.

FEDERAL BUREAU OF INVESTIGATION

Date 1/7/661

[redacted]
New England Telephone and Telegraph Company,
40 Washington Street, Providence, Rhode Island,
advised that on December 29, 1965, [redacted]
the brother of [redacted] was arrested
by the Rhode Island State Police on bookmaking charges
at the address of [redacted]
[redacted]

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[redacted] was using the name of [redacted]
and his wife was also arrested along with him.

[redacted] also advised that beginning on
January 10, 1965, a concentrated investigation is to
be instituted by the New England Telephone and
Telegraph Company against [redacted].

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[redacted] was interviewed from approximately
9:05 A. M. to 9:35 A.M,

On 12/30/65 at Providence, Rhode Island File # Boston 165-532

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b7C

by SA [redacted] /eo'b:po'b 37 Date dictated 12/30/65

FEDERAL BUREAU OF INVESTIGATION

Date 1/18/661

[redacted]
New England Telephone and Telegraph Company,
Washington Street, Providence, Rhode Island, advised
that as of January 7, 1966, investigation by this
concern reflected that "black box" was still in
operation on the telephone line of [redacted]
[redacted] at Coventry, Rhode Island.

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He stated that beginning on January 27, and
continuing through January 28, 1966, the New England
Telephone Company will conduct extensive monitoring
of the lines of [redacted] in Coventry.

He advised that the investigation conducted
on January 7, 1966, reflected telephone calls from the
Philadelphia, Pennsylvania area into the Coventry phone
line of [redacted].

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The interview of [redacted] took place from
1:31 P.M. to 1:51 P.M.

On 1/11/66 at Providence, Rhode Island File # Boston 165-532
by SA [redacted] /eo'b:po'b 38 Date dictated 1/11/66

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FEDERAL BUREAU OF INVESTIGATION

Date 1/27/661

[redacted]
New England Telephone and Telegraph Company,
Providence, Rhode Island, was interviewed from
11:11 a.m. to 11:26 a.m. He advised that
current investigation reflects that the "black box"
is still in operation on telephone line [redacted],
which is located in the residence of [redacted]
[redacted] in Coventry, Rhode Island. He stated
further that investigation also reflects that
[redacted] was in Providence, Rhode Island,
last Friday to see [redacted]. [redacted] gave him a load
of water soluble paper. The paper apparently was
being delivered by truck to Warwick, Rhode Island,
where [redacted] picked it up.

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On 1/25/66 at Providence, Rhode Island File # Boston 165-532
SA [redacted] :po'b 1/26/66
by 39 Date dictated _____

FEDERAL BUREAU OF INVESTIGATION

Date 1/24/661

[redacted] New England Telephone and Telegraph Company, 8 Doane Street, Boston, Massachusetts, advised that their investigation revealed that no calls were being made from the Philadelphia area from telephones [redacted].

As a result of their investigation, they determined that telephone calls were going to the Philadelphia area from Boston telephone number [redacted] which number was listed to [redacted].

[redacted] stated that the person making these telephone calls was [redacted].

[redacted] was interviewed from 11:42 a.m. to 12:05 p.m.

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On 1/12/66 at Boston, Massachusetts File # Boston 165-532
by SA [redacted]:po'b 40 Date dictated 1/18/66

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FEDERAL BUREAU OF INVESTIGATION

Date 1/31/661

[redacted] New England Telephone and Telegraph Company, 8 Doane Street, Boston, Massachusetts, advised that on January 27, 1966 his investigation revealed that [redacted] was operating from a phone at his home, [redacted].

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On January 28, 1966, [redacted] was operating from [redacted] telephone number [redacted] which is listed to the basement apartment in the name of [redacted].

On 1/31/66 at Boston, Massachusetts File # Boston 165-532
SA [redacted] : po'b 41 1/31/66
by _____ Date dictated _____

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b7C

BS 165-532

IV. SENTENCING OF [REDACTED]

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On January 21, 1966, Assistant United States Attorney (AUSA) [REDACTED], District of Rhode Island, Providence, Rhode Island, advised that [REDACTED] was sentenced by United States District Judge EDWARD W. DAY, JR. to four months imprisonment and a fine of \$2,000, based upon his conviction on November 23, 1965 in this court for a violation of Title 18, United States Code, Section 1952.

[REDACTED] was released on \$2,000 bond, pending the filing of a motion for appeal.

BS 165-532

V. RAID OF RHODE ISLAND STATE POLICE

On December 14, 1965, [redacted]
Detective Division, Rhode Island State Police, North Scituate,
Rhode Island, advised that investigation conducted by his
agency reflected that [redacted]
[redacted], was using telephone
number [redacted] for unlawful activity.

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A raid was conducted at this location by the
Rhode Island State Police on December 2, 1965 and one man,
[redacted] was arrested and charged with "Maintaining
a Gambling Nuisance." Subsequently, [redacted] was also
arrested and questioned, and, in the meantime, this case
was still being investigated.

REC-50

165-1895-214

MEMORANDUM FOR

OFFICE OF PUBLIC INFORMATION

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There is attached a proposed press release concerning the arrest of [redacted] and others, which I thought you might like to make available to the press.

Very truly yours,

John Edgar Hoover
Director

Enclosure

- 1 - Mr. DeLoach (sent with cover memo)
- 1 - Mr. Gale (sent with cover memo)
- 1 - Mr. Wick (sent with cover memo)
- 1 - Mr. Gunsser (sent with cover memo)

NOTE: See Jones to Wick memo dated 1-29-66, captioned "Tapes and Recordings Reflecting Interstate Gambling Information."

TBC:jmh (9)

Tolson _____
DeLoach _____
Mohr _____
Wick _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

ENCLOSURE

MAIL ROOM

TELETYPE UNIT

FEB 2 3 02 PM '66
FBI
REC'D-READING ROOM

FOR IMMEDIATE RELEASE

FBI Agents today arrested twenty-three individuals and executed thirty-three search warrants in a nationwide crackdown on gambling operations, Attorney General Nicholas deB. Katzenbach announced.

FBI Director J. Edgar Hoover advised that FBI Agents arrested nine individuals from Pennsylvania, two individuals from Massachusetts, one from Rhode Island, three individuals from Louisiana, one individual in Washington, D. C.; two individuals from New Jersey; two individuals in Florida; two individuals from the Detroit, Michigan, area; and one individual from Wilmington, Delaware, on the basis of indictments returned by a Federal Grand Jury. In addition, the Agents executed 33 search warrants issued in these locations. Mr. Hoover advised that the individuals arrested today were involved in nationwide gambling activities and interchanged gambling information with the headquarters of the ring located in Philadelphia. Mr. Hoover stated that the operations of this ring involved numerous telephone calls and various devices were utilized to permit long-distance calls to be made without any recording of toll charges.

Tolson _____
DeLoach _____
Mohr _____
Wick _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

ENCLOSURE

MAIL ROOM ☐ TELETYPE UNIT ☐

FEB 2 3 02 PM '75
FBI
RECORDING ROOM

165-189-5-214
FEB 3 15 35 PM '75

The FBI Director identified the operator of the Philadelphia Headquarters as Joseph D. D'Amato of 3222 North Carlisle Street, Philadelphia, Pennsylvania. Mr. Hoover advised that the operations of the headquarters, generally referred to as the "wireroom," utilized a so-called "blackbox" prior to May, 1965. This device prevented the recording and billing of toll charges on all incoming long-distance telephone calls, thus allowing parties throughout the country to call the Philadelphia "wireroom" direct, free of charge, and obtain horse race results and other data concerning gambling. In most instances, the phones utilized by the "wireroom" were actually rewired at the location where they were normally subscribed and illegally wired into the "wireroom." On one occasion, it is reported that the address of the subscribed telephone number was actually three blocks removed from where the calls were actually received.

Subsequent to May, 1965, the "wireroom" in Philadelphia set up a much more sophisticated operation in an effort to prevent detection of their alleged illegal operations. The "wireroom" was constantly moved from one location to another in the South Philadelphia area while retaining the same subscribed telephone numbers and additional electronic devices were added.

In addition to the use of the "blackbox," the "wireroom" installed, at two distant locations, two so-called "cheeseboxes." The "cheesebox" is an electronic device which permitted three new lines to be brought into the "cheesebox" and bridged together allowing conference calls between individuals located in various parts of the United States. As with the "blackbox," the "cheesebox" enabled these calls to be placed without the recording of any toll charges.

Mr. Hoover advised that today's arrests and the raids of various alleged gambling establishments climaxed a lengthy and extensive investigation by FBI Agents throughout the United States and outstanding cooperation on the part of various telephone companies. He advised that the individuals arrested were charged in indictments returned by a Federal Grand Jury with violating the Interstate Transmission of Wagering Information, the Interstate Transportation in Aid of Racketeering, the Fraud by Wire and Conspiracy Statutes. If convicted, the arrested individuals could receive sentences up to five years and/or \$10,000 fine on each count in the indictments.

Mr. Hoover identified the individuals arrested today as:

Joseph D. D'Amato
Aged 50
3222 North Carlisle Street
Philadelphia, Pennsylvania

Charles A. D'Amato
Aged 54
1100 Vauclain Avenue
Woodlyn, Pennsylvania

Rocco A. D'Amato
Aged 44
209 Maryland Avenue
Havertown, Pennsylvania

James J. Grady
Aged 59
2126 Mt. Vernon Street
Philadelphia, Pennsylvania

Joseph Kosinski
Aged 46
427 Wellsley Road
Philadelphia, Pennsylvania

Clifford Goldsborough
Aged 54
1313 South Chadwick Street
Philadelphia, Pennsylvania

Joseph Benedict Nanartowicz
Aged 24
2220 West Venango Street
Philadelphia, Pennsylvania

Liberato Maratea
Aged 44
1517 South Colorado Street
Philadelphia, Pennsylvania

Roland Andrew Hesse, Sr.
Aged 61
Patrolman
New Orleans Police Department
2657 Cleveland Street
New Orleans, Louisiana

Joy Anne Hesse
Aged 34
6040 General Haig Street
New Orleans, Louisiana

Robert M. Rodriguez, ...
Aged 60
1930 St. Claude Avenue
New Orleans, Louisiana

Leonard Vito Piizzi
Aged 49
91 University Place
Irvington, New Jersey

Donald Andrew McGarrigel
Aged 36
3818 Ventnor Avenue
Atlantic City, New Jersey, and
1628 Riverside Drive
Atlantic City, New Jersey

Louis J. Travalini
Aged 46
1612 West Fifth Street
Wilmington, Delaware

Shirley Joyce Henson
Aged 34
22783 Lambrecht
East Detroit, Michigan

Billy Charles Fox
Aged 34
5575 Lakeview
Detroit, Michigan

James William Arrington
Aged 43
1645 C Street, Northeast
Washington, D. C.

Warren Vincent Picillo
Aged 40
Box 377 - Route 2
Coventry, Rhode Island

Richard Mannetta
Aged 24
103 Wells Avenue
Dorchester, Massachusetts

Fred Pratt
Residence unknown
Operating at 5 Goodrich Court
Boston, Massachusetts

Rocco Mancinelli
Aged 52
1181 Clinton Avenue
Irvington, New Jersey;
Apartment 10
60 North Federal Highway
Hallandale, Florida;
Apartment 3
8455 Bird Road
Miami, Florida; and
2703 East Fourth Avenue
Hialeah, Florida

Mr. Hoover advised that all of the individuals arrested today will be arraigned before a United States Commissioner as soon as possible.

UNITED STATES GOVERNMENT

Memorandum

TO : Mr. Wick

DATE: 1-28-66

FROM : M. A. Jones

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
ITWI; FBW
CONSPIRACY

Tolson _____
DeLoach ☒
Mohr ☒
Wick ☒
Casper _____
Callahan _____
Conrad _____
Felt ☒
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

JONES

There is presently being presented to a Federal Grand Jury sitting in Philadelphia, Pennsylvania, evidence concerning nationwide [REDACTED]

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It is anticipated at this time that indictments will be returned against 23 individuals and that 33 separate search warrants will be issued. It is tentatively planned that arrests and searches will take place on 2-8-66.

In view of the magnitude of this case and the numerous offices involved, it is believed desirable to make a national press release on this matter. This investigation has been most sensitive and we have received excellent cooperation from the various telephone companies. If approved, this press release will be discussed in detail with the Philadelphia Office to insure that no information which would be injurious to the telephone companies is divulged.

RECOMMENDATIONS:

(1) That the attached proposed press release be approved, subject to minor changes. It is noted that two of the individuals to be arrested are still not identified. Identifying data will be added when available.

(2) That the Director sign the enclosed undated transmittal memorandum to Mr. Jack Rosenthal, Director, Office of Public Information.

Enclosures (2)

- 1 - Mr. Tolson - Enclosures (2)
- 1 - Mr. DeLoach - Enclosures (2)
- 1 - Mr. Wick - Enclosures (2)
- 1 - Mr. Gale - Enclosures (2)
- 1 - Mr. Gunsser - Enclosures (2)

TBC:smg

(9)

OK

OK 165-1895-214

15 FEB 1966

CRIME RESEARCH

UNITED STATES GOVERNMENT

Memorandum

Tolson _____
DeLoach ☒ _____
Mohr ☒ _____
Wick ☒ _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale ☒ _____
Rosen ☒ _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

TO : Mr. DeLoach

DATE: February 3, 1966

FROM : J. H. Gale

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
INTERSTATE TRANSMISSION OF WAGERING
INFORMATION; FRAUD BY WIRE; CONSPIRACY

This is to advise you of current developments in this matter.

In addition to the simultaneous arrests of fourteen subjects during the late afternoon and early evening of February 2, 1966, eight other subjects involved have now been apprehended or have surrendered. Searches of gambling offices located in Philadelphia, Pennsylvania; Miami, Florida; and Coventry, Rhode Island, have also been completed.

One of the subjects, Roland Andrew Hesse, Sr., a patrolman for the New Orleans, Louisiana, Police Department since July, 1941, was arrested while on duty. Hesse had been in constant contact with the Philadelphia "wireroom" exchanging wagering information. During the search of his person, numerous papers, bearing wagering information as well as six copies of "Turf and Sports Mirror" bearing notations, were located. Hesse had been under surveillance by our Agents in order to substantiate his daily telephonic communication.

The search, conducted at the Coventry, Rhode Island, residence of [redacted] resulted in the recovery of four telephones which were located in a raging fireplace fire; and in addition to extensive wagering paraphernalia, approximately \$800 in gambling action on horse races and basketball games was taken over the telephone by our Boston Agents.

As evidence of the security measures taken by the subjects, a search of one of the gambling locations in Philadelphia resulted in the finding of a most intricate telephone system designed to insure protection. This procedure involved the joining of telephone lines from two residences to a cable leading from the basement of one residence, through a brick wall, into the backyard, then submerging the cable in a concrete yard floor for ten feet, then straight down for three feet into the subconcrete clay and into an iron pipe. The pipe, containing the cable, continued underground through several residence yards and terminated in the "wire-room" used by the gamblers which was located in a home some four houses distant from the premises containing the original two telephone lines.

- 1 - Mr. DeLoach
- 1 - Mr. Wick
- 1 - Mr. Rosen
- 1 - Mr. Gale
- 1 - Mr. McAndrews
- 1 - Mr. Baker

REC- 52 165-1895-216

FEB 7 1966

CONTINUED - OVER

60 FEB 8 1966

Memorandum to Mr. DeLoach
Re: Tapes and Recordings Reflecting
Interstate Gambling Information

As a result of the arrests made and the wealth of
damaging evidence seized, there is every reason to believe
that successful prosecutions will be forthcoming. Our action
in connection with this matter clearly reflects on our ability
to successfully conduct widespread, simultaneous raids, searches
and arrests involving elements of organized crime in the
gambling field. Excellent coverage has been given this matter
by all forms of news media.

ACTION:

For your information.

UNITED STATES GOVERNMENT

Memorandum

TO : Mr. DeLoach

DATE: 2-3-66

FROM : R. E. Wick

OTAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING ACTIVITIES

SUBJECT: TAR CASE - INTERSTATE GAMBLING INFORMATION
FRAUD BY WIRE - PRESS MATTER, 2/2/66

Tolson _____
DeLoach _____
Mohr _____
Wick _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

After approval by the Director of the press release concerning the arrests of several individuals in various states on interstate gambling charges, I furnished the release to the interested offices. All offices approved the proposed press release. However, it was necessary to make some minor changes at the time of apprehension.

I furnished the release to Jack Rosenthal at the Department at 7:45 p. m. on 2-2-66 and it was furnished locally to Associated Press and United Press at 8 p. m. The offices involved were advised to make the release locally at 8:40 p. m. Copies of the release and photographs of the individuals involved were also furnished to the three local television stations and "The Evening Star," "Washington Post" and "Washington Daily News" last evening.

The interested offices were advised that they should limit their comments to the press release and to definitely not go beyond the information in the release. They were granted authority to release information concerning additional arrests made during the night.

This particular matter received prime attention on the 11 p. m. news programs last evening and is also featured prominently in this morning's local newspapers.

A copy of the release as given out last evening is attached.

RECOMMENDATION:

For information.

1 - ENCLOSURE

Enclosure

1 - Mr. DeLoach - Enclosure

1 - Mr. Wick - Enclosure

1 - Mr. Gale - Enclosure

TBC:smg

(7)

57 FEB 11 1966

REC-13

165-1895-217

FEB 4 1966

This received good coverage

CRIME RECORDS



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

*In Reply, Please Refer to
File No.*

WASHINGTON, D.C. 20535

FOR IMMEDIATE RELEASE
FEBRUARY 2, 1966

FBI Agents today arrested 11 individuals and executed 6 search warrants in a nationwide crackdown on gambling operations, Attorney General Nicholas deB. Katzenbach announced. A federal detainer is being placed against a 12th individual who is presently in prison; and 11 others are being sought.

FBI Director J. Edgar Hoover said the arrests were made on the basis of complaints filed by the FBI today charging interstate gambling violations on the part of individuals from Pennsylvania, Massachusetts, Rhode Island, Louisiana, Washington, D. C., New Jersey, Florida, Michigan and Delaware.

The complaints allege violations of the Interstate Transmission of Wagering Information, the Interstate Transportation in Aid of Racketeering, the Fraud by Wire and the Conspiracy Statutes. In addition, the FBI executed search warrants in Pennsylvania.

The complaints filed by the FBI today charge these individuals with involvement in nationwide gambling activities and interchanging gambling information. Headquarters of the ring is located in Philadelphia.

165-1895-217
ENCLOSURE

Mr. Hoover stated operations of the ring involved telephone calls, and special electronic devices were utilized to permit long-distance calls without recording toll charges.

The FBI Director identified the operators of the Philadelphia Headquarters as Joseph D. D'Amato, Joseph Benedict Nanartowicz and a third unknown individual, all of Philadelphia.

Mr. Hoover advised that the operations of the headquarters, generally referred to as the "wireroom" utilized a so-called "blackbox" prior to May, 1965. This device prevented the recording and billing of toll charges on all incoming long-distance telephone calls, thus allowing parties throughout the country to call the Philadelphia "wireroom" direct, free of charge, and obtain horse race results and other data concerning gambling. In most instances, the phones utilized by the "wireroom" were actually rewired at the location where they were normally subscribed and illegally wired into the "wireroom."

Subsequent to May, 1965, the "wireroom" in Philadelphia set up a much more sophisticated operation in an effort to prevent detection of their alleged illegal operations. The "wireroom" was moved from one location to another in the South Philadelphia area while retaining the same subscribed telephone numbers and additional electronic devices were added.

In addition to the use of the "blackbox," the "wireroom" installed at two distant locations two so-called "cheeseboxes." The "cheesebox" is an electronic device which permitted three new lines to be brought into the "cheesebox" and bridged together allowing conference calls between individuals located in various parts of the United States. As with the "blackbox," the "cheesebox" enabled these calls to be placed without the recording of any toll charges.

Mr. Hoover advised that today's arrests and the raids of various alleged gambling establishments climaxed a lengthy and extensive investigation by FBI Agents throughout the United States and outstanding cooperation on the part of various telephone companies. If convicted, the arrested individuals could receive maximum sentences ranging from two years' imprisonment and/or \$10,000 fine to five years' imprisonment and/or \$10,000 fine.

Mr. Hoover identified the individuals against whom complaints were filed by the FBI today as follows:

*Joseph D. D'Amato, 50
3222 North Carlisle Street
Philadelphia, Pennsylvania

Charles A. D'Amato, 54
1100 Vaclain Avenue
Woodlyn, Pennsylvania

Rocco A. D'Amato, 44
209 Maryland Avenue
Havertown, Pennsylvania

James J. Grady, 59
2126 Mt. Vernon Street
Philadelphia, Pennsylvania

Warren Vincent Picillo, 40 (Currently confined to
Box 377, Route 2 Federal Correctional
Coventry, Rhode Island Institution, Danbury,
Connecticut)

Joseph Kosinski, 46
427 Wellsley Road
Philadelphia, Pennsylvania

* Clifford Goldsborough, 54
1313 South Chadwick Street
Philadelphia, Pennsylvania

* Joseph Benedict Nanartowicz, 24
2220 West Venango Street
Philadelphia, Pennsylvania

Liberato Maratea, 44
1517 South Colorado Street
Philadelphia, Pennsylvania

* Roland Andrew Hesse, Sr., 61
Patrolman
New Orleans Police Department
2657 Cleveland Street
New Orleans, Louisiana

* Joy Anne Hesse, 34
6040 General Haig Street
New Orleans, Louisiana

* Robert M. Rodriguez, 60
1930 St. Claude Avenue
New Orleans, Louisiana

Leonard Vito Piizzi, 49
91 University Place
Irvington, New Jersey

Donald Andrew McGarrigel, 36
3818 Ventnor Avenue
Atlantic City, New Jersey, and
1628 Riverside Drive
Atlantic City, New Jersey

* Louis E. Travalini, 46
1612 West Fifth Street
Wilmington, Delaware

* Shirley Joyce Henson, 34
22783 Lambrecht
East Detroit, Michigan

* Billy Charles Fox, 34
of Detroit who was arrested at Hialeah, Florida

* James William Arrington, 43
1645 C Street, Northeast
Washington, D. C.

Richard Mannetta, 24
103 Wells Avenue
Dorchester, Massachusetts

* Fred Pratt, 31
731 Winthrop Avenue
Revere, Massachusetts

Rocco Mancinelli, 52
New Jersey and Hialeah, Florida

All of the above before whom an asterisk appears have been arrested by the FBI. Picillo is confined at Danbury, Connecticut. The other nine, together with two unknown individuals are being sought.

Mr. Hoover advised that all of the individuals arrested today will be arraigned before a United States Commissioner as soon as possible.

11/1
213/60
FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION

FEB 3 1966

4 AM EST URGENT 2-3-66 EXM

TELETYPE

TO DIRECTOR (165-1895)

FROM PHILADELPHIA (165-698)

TARCASE, OO: PHILA.

INFO BUREAU MIAMI WILL CONDUCT EARLY AM SEARCH HIAL IN FLORIDA
TODAY. FOLLOWING FURNISHED MIAMI.

Mr. Tolson	_____
Mr. DeLoach	_____
Mr. Mohr	_____
Mr. Wick	_____
Mr. Casper	_____
Mr. Callahan	_____
Mr. Conrad	_____
Mr. Felt	_____
Mr. Gale	4/8
Mr. Rosen	_____
Mr. Sullivan	_____
Mr. Tavel	_____
Mr. Trotter	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

PURSUANT TO TELEPHONIC CONVERSATION BETWEEN DJ [REDACTED]

[REDACTED] AND DJ [REDACTED], MIAMI, THERE

FOLLOWS DETAILS CONCERNING AN AFFIDAVIT TO BE EXECUTED
MIAMI TO SUPPORT SEARCH AND SEIZURE WARRANT TO BE EXECUTED
EARLY MORNING FEB. THREE.

BEFORE UNITED STATES COMMISSIONER FOR THE SOUTHERN
DISTRICT OF FLORIDA, AT MIAMI, FLORIDA THE UNDERSIGNED,
BEING FIRST DULY SWORN, DEPOSES AND SAYS AS FOLLOWS:

I AM A SPECIAL AGENT OF THE FEDERAL BUREAU OF INVESTIGATION. ON FEBRUARY THREE, SIXTYSIX, I RECEIVED AN OFFICIAL
FEDERAL BUREAU OF INVESTIGATION TELETYPE WRITTEN COMMUNICATION
WHICH WAS AS FOLLOWS:

"I, [REDACTED] AM A SPECIAL AGENT OF THE FEDERAL
BUREAU OF INVESTIGATION. DURING THE PAST FOUR YEARS, I HAVE
INVESTIGATED OVER ONE HUNDRED CASES INVOLVING ILLEGAL INTER-
STATE GAMBLING OPERATION IN THE CITY OF PHILADELPHIA, PA.

"SINCE AUGUST NINETEEN SIXTYFIVE, UP UNTIL THE PRESENT,

END PAGE ONE

5-5-FEB-9-1966

11 FEB 7 1966

Walt
B. B. B.
J. J. J.
J. J. J.
J. J. J.

PAGE TWO

PURSUANT TO LAWFUL PROCESS AND AUTHORITY, I HAVE RECEIVED EXTENSIVE RECORDS FOR ANALYSIS AND INVESTIGATION FROM THE BELL TELEPHONE COMPANY OF PENNSYLVANIA AND THE SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY. THESE TELEPHONE RECORDS HAVE CONSISTED OF, BUT NOT BEEN LIMITED TO:

CUSTOMER AUTOMATIC MACHINE ACCOUNTING PRINTOUTS

LONG DISTANCE TOLL CHARGE RECORDS

SUBSCRIBER IDENTIFICATION RECORDS

PEN REGISTER RECORDS

CROSS BAR SYSTEM TROUBLE RECORDER CARDS

" BY EXTENSIVE ANALYSIS AND INVESTIGATION OF THE FOREGOING RECORDS, TOGETHER WITH OTHER MATERIAL ACQUIRED, I HAVE FOUND THAT FROM AS EARLY AS MARCH NINETEEN SIXTYFIVE, UP UNTIL THE PRESENT TIME, THERE HAS BEEN OPERATING IN PHILADELPHIA, AS WELL AS IN HIALEAH, FLORIDA, AN EXTENSIVE INTERSTATE CONSPIRACY TO DEFRAUD THE ABOVE-MENTIONED TELEPHONE COMPANIES OF THEIR LAWFUL TARIFFS FOR INTERSTATE LONG DISTANCE TELEPHONE CALLS BY MEANS OF UNLAWFUL ELECTRONIC DEVICES (HEREINAFTER REFERRED TO AS "BLACK BOXES"). I HAVE FOUND THAT SUCH "BLACK

END PAGE TWO

PAGE THREE

BOXES" PREVENT THE ROUTINE ACTIVATION OF THE VARIOUS TELEPHONE COMPANIES' ELECTRONIC LONG DISTANCE BILLING DEVICES, WITH THE RESULT THAT ACCESS AND USE OF THE INTERSTATE LONG DISTANCE SERVICE OF THE VARIOUS TELEPHONE COMPANIES HAS BEEN CONTINUOUSLY PIRATED ELECTRONICALLY, THEREBY DEPRIVING SUCH COMPANIES OF THEIR LAWFUL TARIFFS.

"FROM MY ANALYSIS AND INVESTIGATION OF THE TELEPHONE COMPANIES' RECORDS, TOGETHER WITH OTHER INFORMATION AND INDEPENDENT CORROBORATING INVESTIGATION, I HAVE DISCOVERED THAT THIS UNLAWFUL CONSPIRACY TO DEFRAUD THE VARIOUS TELEPHONE COMPANIES BY THE USE OF FRAUDULENT ELECTRONIC DEVICES HAS AS ITS PRINCIPAL PURPOSE THE PROMOTION AND MAINTENANCE OF AN INTER-STATE RACKETEERING ENTERPRISE INVOLVING GAMBLING. I HAVE ALSO FOUND THAT THIS INTERSTATE ELECTRONIC NETWORK HAS BEEN SET UP PRINCIPALLY FOR THE PURPOSE OF RELAYING AS RAPIDLY AS POSSIBLE RACE RESULT FROM THE VARIOUS RACE TRACKS LOCATED PRINCIPALLY IN FLORIDA.

"THESE INSTANTANEOUS RACE RESULT WERE TRANSMITTED TO THE PHILADELPHIA "BLACK BOX" PRINCIPALLY FROM HIALEAH, FLORIDA.

"THE FACTS WHICH INDICATE THE FOREGOING VIOLATIONS OF
END PAGE THREE

A

G

E FOUR

FEDERAL STATUTES ARE BASED ON THE FOLLOWING:

" ON FEBRUARY TWO, SIXTYSIX, SPECIAL AGENTS OF THE FEDERAL BUREAU OF INVESTIGATION, IN EXECUTING A SEARCH WARRANT AT [REDACTED] [REDACTED] FOR GAMBLING RECORDS AND "BLACK BOXES" (ELECTRONIC DEVICES UNATHORIZEDLY ATTACHED TO TELEPHONE WHICH DEFEAT ANY CHARGES BY TELEPHONE COMPANY CUSTOMER BILLING EQUIPMENT FOR ALL CALLS PLACED TO THAT TELEPHONE) FOUND THERE TWO "BLACK BOXES" AND NUMEROUS PAGES OF RECORDS REFLECTING HORSE RACE WAGERS AND WAGERING SCHEDULES.

b6
b7C

" EXTENSIVE ANALYSIS OF THE AFOREMENTIONED TELEPHONE COMPANY RECORDS DISCLOSED THAT HIALEAH, FLORIDA, TELEPHONE NUMBER [REDACTED]

[REDACTED] DIALED PHILADELPHIA, PA. TELEPHONE NUMBER [REDACTED]

[REDACTED] A TOTAL OF THIRTY FIVE TIMES IN THREE DAYS DURING THE FIRST TWO WEEKS OF JANUARY NINETEEN SIXTYSIX, ALL BETWEEN THE HOURS F ONE THIRTY P.M. AND FIVE P.M., OVER NINETY PER CENT OF WHICH WERE FOR THREE MINUTES DURATION OR LESS, AND ALL OF WHICH FAILED TO RESULT IN ANY CHARGES OR BILLING ON THE TELEPHONE COMPANY AUTOMATIC
END PAGE FOUR

b6
b7C

PAGE FIVE

BILLING EQUIPMENT BUT WHICH WERE REFLECTED AS COMPLETED CALLS ON OTHER TELEPHONE COMPANY TRAFFIC EQUIPMENT, AND THIS SAME CONDITION WAS CONTINUED UNTIL AT LEAST JANUARY TWENTYSEVEN OR TWENTYEIGHT, NINETEEN SIXTYSIX. TELEPHONE NUMBER [REDACTED]

[REDACTED] SINCE AT LEAST DECEMBER NINETEEN SIXTYFIVE AND AS OF FEBRUARY TWO, NINETEEN SIXTYSIX, WAS A TELEPHONE LINE CONNECTED TO THE AFOREMENTIONED [REDACTED]. TELEPHONE NUMBER [REDACTED]

[REDACTED] SINCE AT LEAST DECEMBER NINETEEN SIXTYFIVE AND AS OF FEBRUARY TWO, NINETEEN SIXTYSIX, WAS LOCATED AT THE PREMISES KNOWN AS [REDACTED]

[REDACTED] BEING AN APARTMENT WITH THE NUMBER "EIGHT" APPEARING ON THE DOOR THERETO AND SITUATED ON THE NORTHWEST CORNER OF THE SECOND STORY OF THE PARKVIEW APARTMENTS, A TWO STORY WHITE STUCCO BUILDING WITH GREEN AWNINGS, SITUATED ON THE NORTHEAST CORNER OF EAST FOURTH AVENUE AND EAST TWENTYSEVENTH STREET, HIALEAH, FLORIDA.

" A CONFIDENTIAL INFORMANT, WHO HAS FURNISHED ME WITH RELIABLE INFORMATION IN THE PAST CONCERNING GAMBLING, ADVISED
END PAGE FIVE

b6
b7c

PAGE SIX

ME IN LATE JANUARY NINETEEN SIXTYSIX THAT THE WINNING DIGITS,
FOR NUMBERS WAGERING IN SOUTH PHILADELPHIA, PA., ARE COMPUTED
ON THE BASIS OF COMBINED RESULTS OF HORSE RACES RUN AT HIALEAH,
FLORIDA, WHICH ARE IMMEDIATELY AND SERIALY TRANSMITTED TO
PHILADELPHIA, PA., BETWEEN THE HOURS OF ONE THIRTY PM AND
FIVE PM."

END

M

WA ...JPM

FBI WASH DC

P

FBI

Date: 2/3/66

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (165-1895)
FROM: SAC, NEWARK (165-603)
SUBJECT: CTARCASE
(OO: PHILADELPHIA)

Remytel 2/3/66.

[redacted] arraigned on 2/3/66 before USC JAMES
A. WALDRON at Trenton, N.J., and released on \$2,500 cash bail.

[redacted] arraigned on 2/3/66 before
USC WILLIAM E. STRINGER at Atlantic City, N.J. [redacted]
waived preliminary hearing and was released on \$2,500 bail.

On 2/3/66, [redacted] advised SA [redacted]
that [redacted] is in debt to shylocks for over \$70,000
and has been hiding out in Las Vegas.

On 2/3/66, [redacted] of [redacted],
stated that [redacted] is out West and he cannot reach him.
He stated that he would guess that he is in Las Vegas. He
advised that [redacted] stayed at the Castaways in the past. He
knows that he is driving his 1957 green Chrysler with N.J.
License [redacted].

Philadelphia submit Fugitive Form Letter and
pertinent information and photo of [redacted] to Las Vegas so
that they may attempt to locate and apprehend.

Efforts continuing to locate [redacted] and identify
[redacted] (TNU).

3 - Bureau
2 - Philadelphia (165-698)
2 - Las Vegas (165-382)
2 - Newark
WEG/jtm
(9)

REC 30 165-1895-223

FEB 4 1966

C C - V
Approved: [signature]

Special Agent in Charge

Sent

M Per

UNITED STATES GOVERNMENT

Memorandum

TO : Mr. DeLoach *Dr*

DATE: February 2, 1966 *Sh*

FROM : J. H. Gale *Sh*

SUBJECT: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION
INTERSTATE TRANSMISSION OF
WAGERING INFORMATION; FRAUD BY WIRE;
CONSPIRACY

Tolson _____
DeLoach ☒ *Dr*
Wick ☒
Casper _____
Callahan _____
Conrad _____
Felt ☒
Gale ☒
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

John

This case involves extensive investigation conducted concerning interstate gambling operations involving use of black-boxes and cheese-boxes to circumvent telephone company billing procedures so that undetected interstate telephone calls relating to gambling matters can be effected. Plans have been made to conduct an arrest and searches of premises in seven states and the District of Columbia on February 8, next.

Special Agent in Charge Jamieson called at 2:15 p.m. to advise that the Philadelphia Office had learned that some of the subjects in Philadelphia had been alerted to the fact that the Government had an interest in their operations and they were getting ready to discontinue this gambling operation. Jamieson is obtaining details on how this information came to the attention of these subjects and will advise the Bureau. *P*

Special Agent in Charge Jamieson stated that in view of the above development he had discussed this situation with Departmental attorneys and decided to proceed with the arrests and searches this afternoon. Philadelphia Office will notify all our interested field divisions and the planned arrests and searches will take place this afternoon. The arrests and searches will be made on the basis of arrest warrants and search warrants rather than by indictment and bench warrants.

ACTION:

REC-47

165-1895-224
18 FEB 7 1966

Special Agent in Charge Jamieson was referred to Mr. Wick to work out press coverage and he will keep the Bureau advised of all developments.

- 1 - Mr. DeLoach *Sh*
- 1 - Mr. Wick *Sh*
- 1 - Mr. Rosen *Sh*
- 1 - Mr. Casper

- 1 - Mr. Gale *V.*
- 1 - Mr. McAndrews *Sh*
- 1 - Mr. Baker *Sh*

57 FEB 11 1966

FBI

Date: 2/2/66

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

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: DIRECTOR, FBI (165-1895)
 FROM: SAC, DETROIT (165-428) (P)

TAR CASE
 (OO: PH)

Re Philadelphia telephone call 2/2/66.

Check with Chrysler Corporation sources today determined
 [redacted] presently employed by company in
 Detroit, Michigan, and believed to be currently at work.
 Address at company was [redacted] and he was
 employed as [redacted] since 1955.

Mich.
 Detroit is closely following activity of [redacted]
 [redacted] and will notify appropriate offices should she leave
 Detroit, however, it is believed that she has been in
 Detroit during each week since service established, and
 operated each weekday.

3 - Bureau
 2 - Miami (165-557)
 2 - Philadelphia (165-698)
 2 - Detroit
 JMS/sin
 (9)

REC-57

FEB 4 1966

b6
b7C

ENCLOSURE

Approved: _____

Sent _____ M

Per _____

Special Agent in Charge

FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION

FEB 3 1966

TELETYPE

FBI MIAMI

655 PM EST URGENT 2-3-66 PJR

TO DIRECTOR /165-1895/ AND PHILADELPHIA /165-698/
FROM MIAMI /165-557/ -2P-

TAR CASE.

MIAMI BUREAU AGENTS AT TEN FORTY FIVE A.M., TODAY
EXECUTED AUTHORIZED SEARCH OF PREMISES AT [REDACTED]

PREMISES KNOWN TO HAVE BEEN OCCUPIED BY [REDACTED]

[REDACTED] AND [REDACTED]. SEARCH REVEALED

SCREENS REMOVED FROM TWO FRONT WINDOWS FACING HIALEAH
RACE TRACK AND DRAPES ARRANGED TO PERMIT CLOSE OBSERVATION
OF TRACK WITHOUT DETECTION. PERTINENT ARTICLES SEIZED
INCLUDED TWO TELEPHONES, ONE OF WHICH ILLEGALLY CONNECTED,
THREE PAIRS OF HIGH POWERED BINOCULARS, NOTES BEARING
POSSIBLE CODE USED IN TRANSMITTING MESSAGES FROM TRACK
TO APARTMENT. ALSO OBTAINED, BUT NOT PERTINENT TO
IMMEDIATE INVESTIGATION, NUMEROUS IDENTIFICATION AND
CREDIT CARDS. CARD BEARING FORGED PHOTO OF [REDACTED]

[REDACTED] USING CREDIT IDENTIFICATION OF [REDACTED]

[REDACTED], UNITED STATES COAST GUARD, ANCHORAGE, ALASKA.

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

b6
b7C

b6
b7C

END PAGE ONE

55 FEB 11 1966

10 FEB 4 1966

PAGE TWO /MM 165-557/

PHOTO OF [REDACTED] ON NUMEROUS IDENTIFICATION CARDS, INDICATES [REDACTED] HAVING LOST CARDS OR STOLEN, AND [REDACTED] HAS ASSUMED [REDACTED] IDENTITY. ALSO OBTAINED WERE NUMEROUS TWENTY FIVE CENT AND TEN CENT SLUGS, AND FORTY SIX DECKS OF PLAYING CARDS, WHICH WILL BE CHECKED TO DETERMINE IF MARKED CARDS.

b6
b7C

[REDACTED] AND [REDACTED] UTILIZED APARTMENT AS CLOTHING, MEDICATIONS AND BANKBOOKS REFLECT THEIR IDENTITY. [REDACTED] [REDACTED] CONFIRMED [REDACTED] IDENTICAL WITH PHOTO OF [REDACTED], PROPRIETOR [REDACTED] [REDACTED], ADVISED [REDACTED] IDENTICAL WITH PHOTO [REDACTED]. [REDACTED] AND PROPRIETOR ADVISED [REDACTED] PAID RENT BOTH LOCATIONS. TWENTY SEVENTH STREET ADDRESS OCCUPIED BY [REDACTED] AND [REDACTED].

b6
b7C

INVESTIGATION CONTINUING.

END

WA ---JXM

FBI WASH DC

PH ---WJM

FBI PHILA

TKSW

F B I

Date: 2/3/66

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

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

TO: DIRECTOR, FBI (165-1895)

FROM: SAC, WFO (165-179)

TARCASE
(OO:PH)

Re telephone calls from Philadelphia to WFO, and from WFO to Bureau and Philadelphia, 2/2/66.

Pursuant to information from Philadelphia by re telephone calls that authorized warrant was issued in Philadelphia for arrest of [redacted] and that bond was recommended in the amount of \$20,000. SAs of WFO covered both [redacted] (WDC), and [redacted]

At basement level of [redacted] Agents knocked on the door and announced purpose. Negro male inside attempted to bolt premises from a side door and was apprehended in bank of snow in back yard of above address. He was identified as [redacted] and was dressed in undershirt, pants and galoshes.

Search of basement revealed three adding machines, three telephone sets, tape recorder, scratch sheets, portions of newspapers, miscellaneous gambling papers, including run-down sheets.

[redacted] taken to WFO, fingerprinted, photographed and taken to Number 1 cell block of Metropolitan Police Department.

- 3 - Bureau
2 - Philadelphia (165-698)
1 - WFO

EWP:smm
(6)

AIRTEL

C. C. Wick

Approved: [Signature]
Special Agent in Charge

Sent _____ M Per _____

b6
b7c

801-XG

8 FEB 4 1966

165-1895-227

(90)

WFO 165-179

b6
b7C

On 2/3/66, [] appeared before USC SAM WERTLEB, WDC, and requested continuance on his removal hearing until 2/24/66. Bond was reduced from \$20,000 to \$2,500 by USC.

Report follows.

F B I

Date: 2/4/66

Transmit the following in _____
(Type in plaintext or code)Via A I R T E LREGISTERED MAIL
(Priority)

TO: Director, FBI (165-1895)

FROM: SAC, Philadelphia (165-698) (P)

TARCASE
OO: Phila.

For the information of the Bureau, it was necessary for Phila. to transport a considerable number of Agents to "wireroom" and associated locations; "cheese box" #1 location; "cheese box" #2 location; and North Phila. "black box" location.

In order to move the key assault groups through highly congested, racket controlled areas, they had to be housed in vehicles where they could be concealed in order not to be detected on the approach to the assault locations. This was done by the use of four Ford Econoline trucks. A photograph of the type truck used is enclosed.

PAMPHLET

5 - Bureau (165-1895) - Encl. 1 - RM
1 - Phila. (165-698)

DWB:ERG
(6)

REC-6

165-1895-233
20 FEB 5 1966

ENCLOSURE

C C Wick

ENCLOSURE ATTACHED

NINE

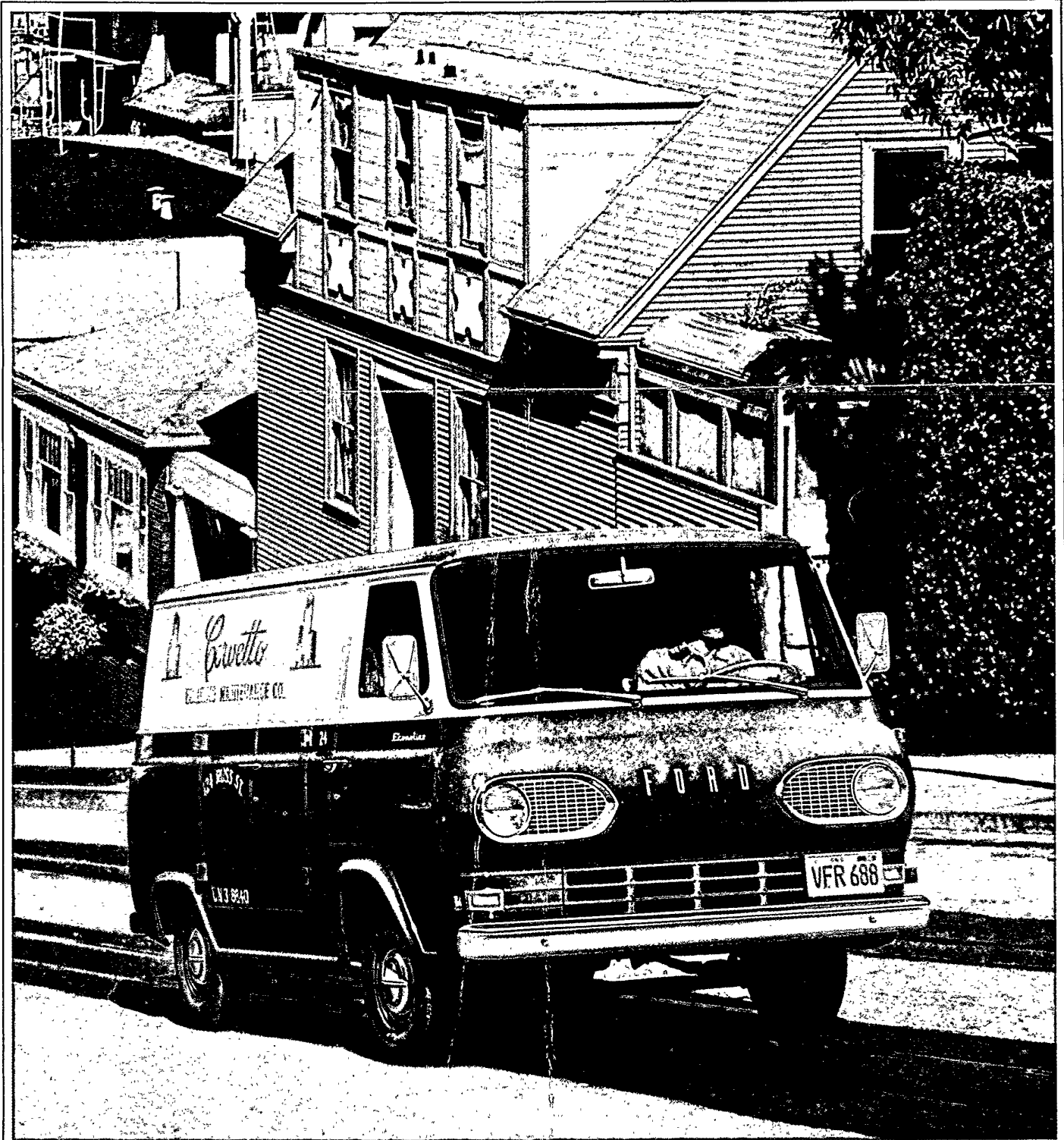
Sent _____ M Per _____

Special Agent in Charge

1966 FORD TRUCKS

ECONOLINE

VAN/SUPERVAN/PICKUP



REASONS WHY FORD ECONOLINES ARE THE MOST

LOW INITIAL PRICE . . . Ford Econolines not only start with a low initial price but also continue with full-time economy that remains doggedly persistent day after day, year after year.

Ford Econolines are priced competitively with similarly styled trucks of other makes. Big difference is that the Ford Econoline price includes five years of design improvements to give you the best value for your transportation dollar.

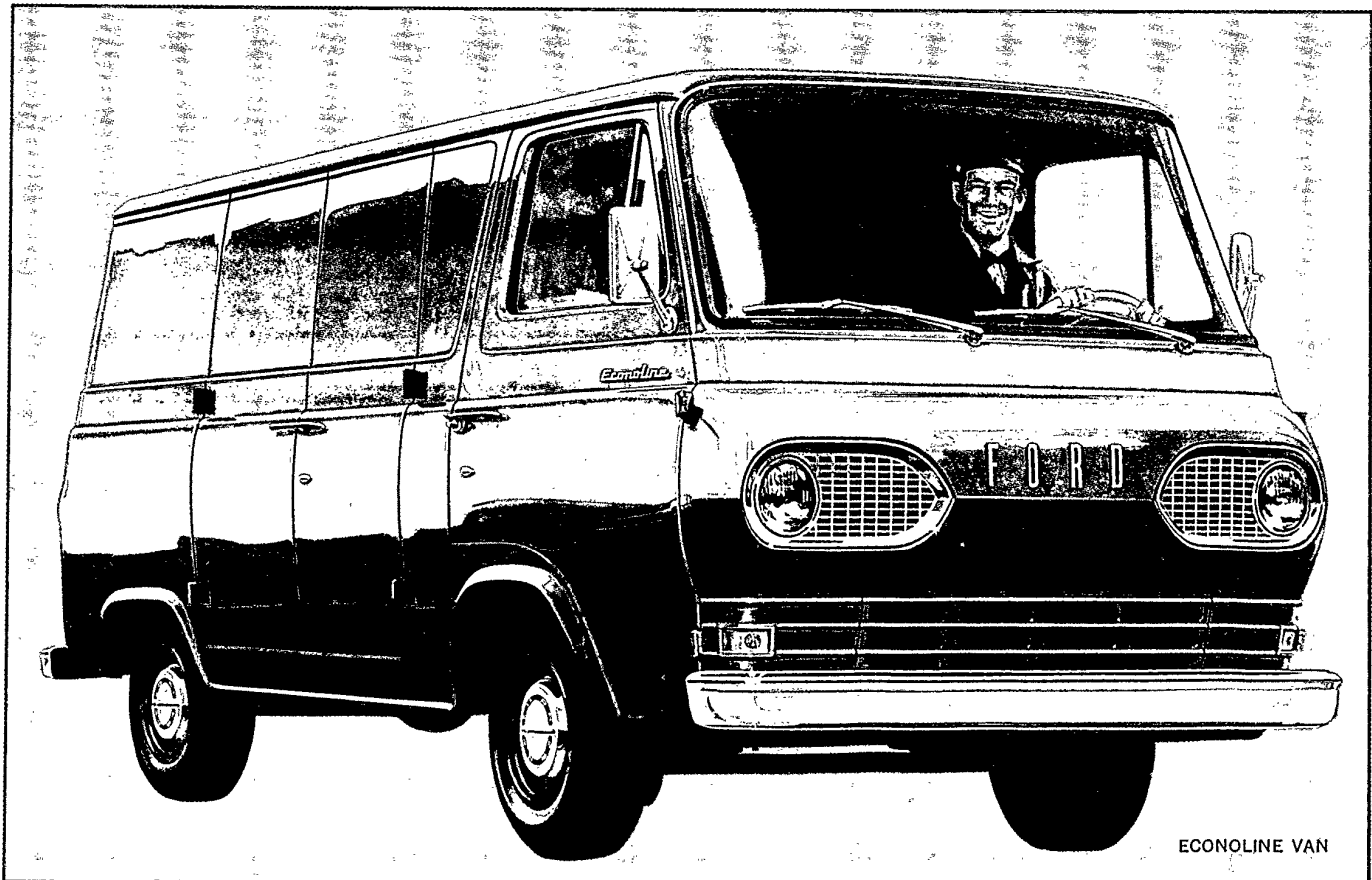
LOW OPERATING COSTS . . . Econoline means exactly what the name implies—Economy! Econolines operate at minimum cost for the

following reasons: the single-unit, body-frame construction provides maximum strength with minimum weight; engine oil change and minor chassis lubrication intervals are scheduled only every 6,000 miles or 6 months, whichever occurs first; self-adjusting brakes help minimize maintenance and downtime; alternator keeps the battery charged even at engine idle and increases battery life; a heavy-duty clutch provides long-life service.

EASY TO LOAD . . . Economy also means saving time and effort on the job when loading or unloading. With Ford's Econoline Vans, you

have no need to load on a "first on, last off" basis. With up to eight doors available, every part of the load is within easy reach.

EASY TO HANDLE . . . Driver visibility and handling ease are outstanding with Econolines. The cab-forward design and big, one-piece 9.4-sq. ft. windshield provide extra close-to-the-road visibility. The short 90-inch wheelbase and short 34.7-ft. turning diameter give Econolines the ability to get through traffic and congested shipping areas with the greatest of ease. What's more, you save time on the job, save on driver wear-and-tear, too!



ECONOLINE VAN

POPULAR DELIVERY TRUCKS...

BIG CARGO SPACE AND PAYLOADS . . .

Econoline Vans and SuperVans are the most versatile closed-body delivery trucks in the industry. The standard Econoline Van hauls up to 900 lb.; SuperVan hauls up to 875 lb., and the Econoline Pickup hauls up to 1075 lb. of payload. When Econolines are equipped with the optional GVW package, Econoline Vans and Pickups can haul over 2,000 lb. (one ton) of payload.

Cargo space for the Econoline Van is 204 cu. ft., SuperVan—251 cu. ft., Econoline Pickup—73 cu. ft.

Your Ford Dealer has additional information on many special interior options.

TOTAL PERFORMANCE SIXES . . .

Whether you choose the standard 170-cu. in. Six or the more powerful, optional 240-cu. in. Six, you can expect outstanding performance. Both Sixes feature individually ported intake manifolds for freer engine breathing. And the big 240-cu. in. Six develops 150 horsepower to give Econolines superb acceleration and hill-climbing capabilities.

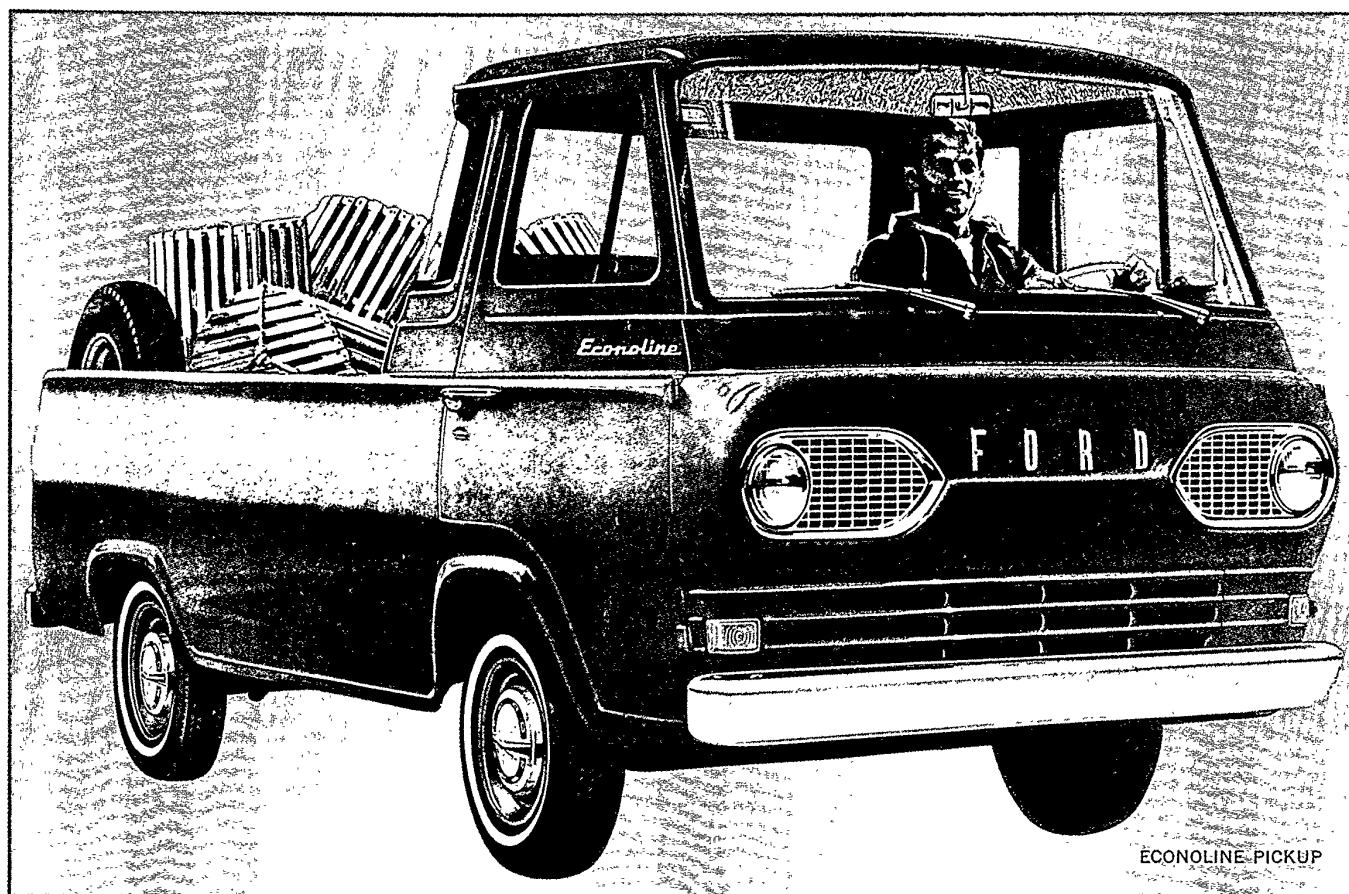
QUALITY-BUILT TO LAST LONGER, TOO . . . 1966 Econolines are the most durable compact delivery trucks in the industry! During the past five years, Ford Econolines have been refined with approximately fifty-seven chassis and

body improvements.

Extensive galvanized protection and underbody rustproofing in critical areas keep Econolines looking young and efficient year after year.

The Econoline's proven design combined with Ford's traditional high quality construction make this compact delivery truck one of the best light-duty truck values available today! Need more proof? Talk to an Econoline owner and let him do the bragging!

OWNER-PROVED FOR FIVE YEARS AS THE ALL-ROUND ECONOMY DELIVERY CHAMP FOR 1000-AND-ONE USES!



ECONOLINE PICKUP

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE BOSTON	OFFICE OF ORIGIN PHILADELPHIA	DATE 2/8/66	INVESTIGATIVE PERIOD 1/20 - 2/4/66
TITLE OF CASE 0 TAPES AND RECORDINGS REFLECTING INTERSTATE GAMBLING INFORMATION		REPORT MADE BY [REDACTED]	TYPED BY nr
		CHARACTER OF CASE ITWL; FBW; CONSPIRACY	

REFERENCE: Report of SA [REDACTED] dated 1/31/66.
at Boston.
Philadelphia telephone calls to Boston dated
2/2/66.

- P -

ENCLOSURES:TO BUREAU:

Thirteen photographs of the results of the search
of the residence of [REDACTED] and one
copy of a photograph of [REDACTED]

TO PHILADELPHIA:

One copy of a photograph of [REDACTED]

NOT PENDING OVER ONE YEAR
NOT PENDING PROSECUTION OVER SIX MONTHS

APPROVED [Signature]	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 5-Bureau (165-1895) (enc. 14) 1-USA, Providence 4-Philadelphia (165-698) (enc. 1) (1-USA, EDPA) 3-Boston (165-532) "ENCLOSURE ATTACHED"		165-1895-295	REC-65
ENCLOSURE		14 FEB 11 1966	EX 105
Dissemination Record of Attached Report		Notations	
Agency	CC, A.A. Criminal Division,	NINE STAT SECT.	
Request Recd.	Organized Crime		
Date Fwd.	Room 2528		
How Fwd.	By 57 FEB 28 1966		

BS 165-532

LEADS:

BOSTON

At Boston, Mass. Will follow prosecutive action in reference to [] and []

At West Warwick, Rhode Island Will interview Patrolman [] in regard to information he may have relative to building of "black boxes" in the Rhode Island area.

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At Providence, Rhode Island Will follow and report prosecutive action relative to []

ADMINISTRATIVE:

On 2/2/66, during the search of the residence of [] and upon the telephone company officials making available a telephone for outside use, [] Rhode Island State Police, desired to make a call to Rhode Island State Police Headquarters.

At this moment, an incoming call was received, [] answered it, and "gambling action" was received and continued to be received for approximately the next twenty minutes. Inasmuch as [] voice was unrecognizable and acceptable to the first caller, it was determined that he should continue to answer the phone and he continued to do so under FBI direction.

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1.
BS 165-532
TJL:svc

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CONTACT WITH SOURCE

On January 24, 1966, during the interview with [redacted] [redacted] New England Telephone and Telegraph Company, Providence, Rhode Island between 3:37 p.m. and 3:59 p.m., he advised that investigation by this concern on the telephone lines of [redacted] at Coventry, Rhode Island indicated that [redacted] was in contact with his attorney [redacted]. [redacted] advised that he would surrender himself on January 31, 1966 to the United States Marshal in Providence, Rhode Island to begin serving his four month sentence resulting from such sentencing in U.S. District Court, Providence, Rhode Island on January 21, 1966.

Also the investigation indicated that his wife [redacted] would possibly take over the operation he was conducting in this matter.

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Providence
1 - USA, Eastern District of Pennsylvania

Report of:
Date:

SA [redacted]
2/8/66

Office: Boston, Massachusetts

Field Office File #: 165-532

Bureau File #: 165-1895

Title: TAPES AND RECORDINGS REFLECTING
INTERSTATE GAMBLING INFORMATION

Character: INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE; CONSPIRACY

Synopsis: Subject [redacted] arrested [redacted] at
Winthrop, Mass. [redacted] with results
of races of 2/2/66 recovered in same room.
Description of other evidence obtained set out.
Subject [redacted] arrested [redacted] Both
[redacted] and [redacted] refused to furnish statement.
[redacted] arraigned 2/2/66 and [redacted] 2/3/66 before
USC, Boston, Mass., and both held in \$5,000 bail.
Hearing postponed until 2/11/66. Subject [redacted]
[redacted], presently FCI, Danbury, Conn., and
detrainer being placed against him there. Search
of [redacted] residence resulted in recovery of
evidence, description of which set out.

- P -

DETAILS:

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BS 165-532

ACTIVITIES IN THE STATE OF RHODE ISLAND

Liaison with New England Telephone and
Telegraph Company Representative,
Providence, Rhode Island

FEDERAL BUREAU OF INVESTIGATION

1Date 2/1/66

[redacted] Security Representative, New England Telephone and Telegraph Company, Providence, Rhode Island was interviewed from 9:55 a.m. to 10:17 a.m. on this date.

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He advised that the "black box" is still in operation on the phone line of [redacted] at his residence in Coventry, Rhode Island.

He stated that investigation by this company reflects that at 1:30 p.m. on a daily basis, excluding Sunday's, it has been ascertained that incoming telephone calls are received from Philadelphia, Pennsylvania.

He stated that investigation by this company reflects that the "black box" continues to be in operation.

On 1/20/66 at Providence, Rhode Island File # BS 165-532

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by SA [redacted] /svc 29 Date dictated 1/24/66

FEDERAL BUREAU OF INVESTIGATION

1Date 2/1/66

[redacted] New
England Telephone and Telegraph Company, Providence,
Rhode Island was interviewed from 3:37 p.m. to 3:59 p.m.
on this date.

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He advised that investigation by this concern
involving the use of their telephonic equipment by
[redacted] on his phone located at Coventry, Rhode
Island, indicates that a "black Box" as of this date is
still in operation.

On 1/24/66 at Providence, Rhode Island File # BS 165-532

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by SA [redacted]/svc 30 Date dictated 1/24/66

FEDERAL BUREAU OF INVESTIGATION

Date 2/1/661.b6
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[redacted] New England Telephone and Telegraph Co., Washington Ave., Providence, Rhode Island, advised that in regard to telephone number [redacted], listed to [redacted] the bill for this phone as of December 20, 1965 was \$15.37. The bill was paid on January 12, 1966. He stated that the phone is in current usage.

[redacted] advised that current investigation reflects that [redacted] still is utilizing a "black box" on the phones in his residence, and gambling is still in operation and between 1:00 p.m. and 5:00 p.m. on January 27, 1966, 21 calls were received over the "black box" which is on telephone number [redacted] in use in his residence from Philadelphia,

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He stated further that indications are that beginning on Monday, January 31, 1966, [redacted] and a female friend of [redacted] of East Providence, Rhode Island, will aid in the operation. He stated that it is possible that [redacted] the wife of [redacted] will aid [redacted] in the operation.

[redacted] was interviewed from 9:10 a.m. to 9:31 a.m.

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On 1/28/66 at Providence, Rhode Island File # Boston 165-532

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by SA [redacted] /lc 31 Date dictated 1/28/66

FEDERAL BUREAU OF INVESTIGATION

1.Date 2/7/66

[redacted], New England Telephone and Telegraph Company, Providence, Rhode Island, advised that investigation by this company on January 28, 1966, reflected that a "black box" was still in operation on the line maintained in the residence of [redacted].

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He stated that their investigation reflected that between 1:00 PM and 5:00 PM on January 28, 1966, 21 telephone calls were made from Philadelphia to the state of Rhode Island on this line.

He advised also that [redacted], took part in the operation during the afternoon period.

The interview lasted from 2:31 PM to 2:54 PM on this date.

On 1/31/66 at PROVIDENCE, RHODE ISLAND File # BOSTON 165-532
by SA [redacted]/alb 32 Date dictated 1/31/66

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BS 165-532

Arrest Warrant for

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BS 165-532

On February 7, 1966, Chief Deputy United States Marshal [redacted] Office of the United States Marshal, District of Rhode Island, Providence, Rhode Island, advised that by letter dated February 4, 1966 [redacted] Assistant United States Attorney, Eastern District of Pennsylvania, Philadelphia, Pennsylvania, forwarded to the Office of the United States Attorney, a copy of a complaint and the arrest warrant for [redacted] dated February 4, 1966, charging him with Conspiracy to Promote Interstate Gambling Enterprise and to defraud telephone companys of lawful tolls by means of a fraudulent electronic devices in violation of U. S. Code, Title 18, Sections 371, 1084, 1343, 1952; U. S. Code, Title 47, Sections 203C and 501.

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[redacted] advised that he would forward the warrant to the Federal Correctional Institution at Danbury, Connecticut, on this date to lodge as a detainer.

BS 165-532

Search of the Residence of

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FEDERAL BUREAU OF INVESTIGATION

1.

Date 2/7/66

At 6:33 p.m., on February 2, 1966, SAs [] and [] accompanied by [] Detective Division, Rhode Island State Police, approached the rear door of the residence of [] which is located approximately six-tenths of a mile in a southerly direction, Perry Hill Road, Coventry, Rhode Island.

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SA [] knocked loudly on the door and hollered, "This is the FBI and the Rhode Island State Police. We have a search warrant for these premises." No answer from within was heard; however, the sound of running footsteps was noted.

B. Approx. 1953
✓ Also, a young girl, later identified as [] age thirteen, ran to the door and braced her feet against stairs nearby, and also utilized both hands to press forward against the door. SA [] hollered again, "FBI and State Police. Open up, we have a search warrant." Twenty seconds had elapsed and forcible entry was made into the residence by the use of hands, feet, and by the weight of bodies against the door.

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Upon entering, SAs [] and [] saw two women, identified as [] and [] throwing telephones and other paper items into a fire in a fireplace in the living room.

SA [] ran directly to the fireplace and [] and SA [] ran upstairs.

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On 2/2/66 at Coventry, Rhode Island File # Boston 165-532

by SA [] /nr 50
and SA [] Date dictated 2/7/66

FEDERAL BUREAU OF INVESTIGATION

1.Date 2/8/66

At about 6:34 p.m., after entrance had been gained through the execution of a search warrant, SA [] observed [] throwing telephones into a fireplace in the living room, where a fire was going.

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[] was noted handing [] the telephones and some paper items.

SA [] went to the fireplace and started to pull telephones and paper out of this burning fireplace.

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532
by SA []/nr 51 Date dictated 2/3/66

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BS 165-532

Evidence Obtained During Search of the [] Residence

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FEDERAL BUREAU OF INVESTIGATION

1.

Date 2/7/66

The following items were found in the home of

on February 2, 1966:

1. One (1) packet of flash paper 10" x 12" on the dining table in the dining room.
2. Four (4) pieces of flash paper 4" x 8" on the dining table in the dining room.
3. One (1) bag of miscellaneous items of metal hardware on a chair in the dining room.
4. One (1) Berns O Matic torch on the living room floor to the left of the fireplace.
5. One (1) cardboard box containing soldering iron, soldering paste, solder, various amounts of wire, and packet of playing cards on the floor of the dining room.
6. One (1) pair of Binolux binoculars 7 x 5, serial number 138661, found on a table in front of the picture window in the living room.
7. One (1) Halicrafters radio, model S-38 D, number 87402, found in the dining room on dining table.
8. One (1) paper bag containing battery clips, wire, and receipt from the Radio Shack, 1301 Reservoir Avenue, Cranston, Rhode Island, number A596476, dated December 2, 1965, in the amount of \$5.27 found on the dining table in the dining room.
9. Four (4) batteries, 1.5 volts found in drawer of buffet in the dining room.

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532
by SA [redacted] and SA [redacted] /nr 53 Date dictated 2/3/66

SA andSA ☐ nr ☒

53

Date dictated 2/3/66

2.

BS 165-532

10. One (1) Brite Line coil memo book found on floor of the living room in front of the fireplace.
11. Various amounts of charred scrap paper found on the floor of the living room in front of the fireplace.
12. One (1) charred address telephone book found on the floor of the living room in front of the fireplace.
13. One (1) R.C. Allen electric adding machine, model 815, number 1260281, and adding machine tape found on the dining table in the dining room.
14. One (1) sound amplifier for telephone handset found on the dining table in the dining room.
15. Four (4) telephone sets, charred, two of which have been altered at the induction coil to provide a source of talking battery on the premises; said source being four dry cell batteries of 1.5 volts found on the floor of the fireplace after being taken out of the fire in the fireplace.
16. One (1) plastic wastebasket half filled with a clear liquid solution.

FEDERAL BUREAU OF INVESTIGATION

1.Date 2/8/66

Accompanied by [redacted]
Detective Division, Rhode Island State Police, SA [redacted]
[redacted] searched the upstairs and downstairs sections
of the [redacted] residence. No items of physical evidence
were seized.

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However, three Four Prong Phone Jacks were noted
on the ground level, one in the back bedroom, and two
on the inside wall of the family room.

Two Four Prong Phone Jacks were also noted
in the kitchen.

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532

by SA [redacted] /nr 59 Date dictated 2/7/66

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BS 165-532

BETTING ACTION TAKEN AT [] RESIDENCE

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FEDERAL BUREAU OF INVESTIGATION

Date 2/8/66

1.

The following telephone calls were received on the evening of February 2, 1966, on telephones in the family room of the residence of [REDACTED]

[REDACTED]. These calls were answered by [REDACTED] Rhode Island State Police, and the calls were recorded as they were answered. These calls were received on telephones [REDACTED] designated as #1, and [REDACTED] designated as #2. In each instance the callers asked for [REDACTED] and they were advised that she was unavailable inasmuch as one of the children was injured. The following is a record of the calls received:

<u>Time of Call</u>	<u>Phone No.</u>	<u>Identity of Caller</u>	<u>Conversation</u>
7:23 PM	#1	[REDACTED]	Wanted results of 8th race, Fairgrounds
7:25 PM	#1	[REDACTED]	Wanted a \$55-\$50 combination on Philadelphia and Cincinnati, and a three-way parlay on Boston College, Philadelphia, and Cincinnati for \$55
7:26 PM	#1	[REDACTED]	Wanted the results of 8th at Fairgrounds and also of the 9th. He was advised top horse on Armstrong won and paid \$6.80 and to call back later for results of 9th
7:37 PM	#1 #2	[REDACTED]	Test call on #1 and install #2 Took Boston College with 1½ points and laid \$110
7:38 PM	#1	[REDACTED]	Inquired about spread on Kentucky-Vanderbilt and placed a \$55-\$50 bet on Boston College taking 1½ points

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On 2/2/66 at Coventry, Rhode Island File # Boston 165-532

by SA [REDACTED] and 61
SA [REDACTED] /lz Date dictated 2/3/66

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2.

BS 165-532

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<u>Time of Call</u>	<u>Phone No.</u>	<u>Identity of Caller</u>	<u>Conversation</u>
7:39 PM	#1		Unknown caller, inquiries indicate suspicion
	#2		Took Boston College with 1½ points, bet \$100
7:43 PM	#1		Inquired about spread on Celtics and St. Louis, placed bet of \$55-\$50 on Boston College, and was advised Celtics was 1½ and St. Louis was 6
7:45 PM	#1		Inquired about Vanderbilt, placed \$18 parlay on Boston College and Philadelphia and \$30 each on Philadelphia and Boston College.
7:47 PM	#1		Placed a \$240 birdcage bet on Boston College, the Celtics, and St. Louis Hawks
7:48 PM	#1		Not bet, no identity, suspicious
7:48:30 PM	#1		Not bet, no identity, suspicious
7:51 PM	#1		[] wanted the latest line on Boston, St. Louis, and Philadelphia, and was told [] was at hospital, but she could be contacted and call back to [] if important. [] gave a telephone of HO 7-5209 to call him back as he wants to lay off action right away since games were about to start
7:55 PM	#1		He inquired about the results he asked for and was told they were not in.

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BS 165-532
TJL:lz

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The following are the arrest records of two individuals identified by [redacted] as among those who called the [redacted] residence on February 2, 1966, while he was answering the telephones. He identified [redacted] as [redacted] and [redacted] as [redacted].

AKK



BS 165-532

PHOTOGRAPHING OF EVIDENCE

FEDERAL BUREAU OF INVESTIGATION

Date 2/8/66b6
b7C1.

Photographs were taken of the dining room and fireplace area of the living room of the [] house on the property of []

Also photographs were made of telephone equipment removed from the fireplace and general views of material in dining room area.

Photographs were taken of the exterior of the [] house showing exterior telephone connections and roof antennas.

Photographs were taken of telephone equipment located on a telephone pole located approximately 75 feet from the [] house, in the general direction of the [] house, which house is also located on the property of []

Photographs were taken of the telephone locations and also a photograph of the second floor area of the [] house.

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532
by IC []/lz 67 Date dictated 2/3/66

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FEDERAL BUREAU OF INVESTIGATION

Date 2/8/66

1.

Photographs were made at the Security Office of the New England Telephone and Telegraph Company, Washington Street, Providence, Rhode Island, of telephone equipment which had been seized from the residence of [REDACTED]

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Phone #1 had attached to it a long extension wire with a four pronged jack at end.

Phone #2 and #4 were connected by alligator type clips attached to wires leading from phone #2.

Phone #2 equipment was burned, and hand set wire burned off, and hand set portion of telephone disconnected. Phone #2 contained four $1\frac{1}{2}$ volt dry cell batteries and a box, measuring approximately $1" \times 1\frac{1}{2}" \times 3"$ with wires protruding from it.

Phone #3 hand set disconnected due to wire having been burned off and hand set separated into two pieces. Connected to #3 telephone was a clip containing two $1\frac{1}{2}$ volt batteries. This clip was connected to #3 phone by one wire; the second wire was hanging free and apparently disconnected from battery clip. Phone #3 had two wires leading from the phone with an alligator type clip attached to the end of each wire. Phone #3 contained a box measuring approximately $1" \times 1\frac{1}{2}" \times 3"$ with wires protruding from it.

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On 2/4/66 at Providence, Rhode Island File # Boston 165-532

by IC [REDACTED] /lz 68 Date dictated 2/7/66

BS 165-532

Activities of Telephone Company Personnel

FEDERAL BUREAU OF INVESTIGATION

Date 2/8/661.

[redacted] New England Telephone and Telegraph Company, Washington Street, Providence, Rhode Island, advised that after penetration of the residence of [redacted]

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[redacted] all New England Telephone and Telegraph Company personnel, entered. He instructed [redacted] and [redacted] to examine the phones that were found in the fireplace and to determine if they had been modified in any way.

After the examination, he instructed [redacted] to install a telephone within the house for communication purposes.

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532

by SA [redacted] /nr 80 Date dictated 2/7/66

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FEDERAL BUREAU OF INVESTIGATION

Date 2/7/661.

[redacted] for the State of Rhode Island, New England Telephone and Telegraph Company, 234 Washington Street, Providence, Rhode Island, advised upon review of the four telephones taken from the fireplace of [redacted] that examination of them determined that each telephone was partially burned, two of the phones having had modifications made to the induction coils, and also these two had a local battery supply connected in the phone of pen-lite batteries, which he described as the small dry cell type.

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Two of the telephones had the potting compound of the induction coils melted out and remelted to include the modified connections. There were alligator type clips used to interconnect these two modified telephones with the two unmodified ones, these bearing telephone number [redacted].

The application of these talking batteries to the telephones was apparently designed to take the place of the talking battery normally supplied by the Central Office when a charge condition is applied to the trunk. By this, [redacted] stated he meant that when the calling number normally receives the charge condition, the talking battery would be furnished to the called number.

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The mounting cords which were terminated at the four prong jacks were adequate in length to reach from the table in the room off the living room to the jacks located in the kitchen.

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532

by SA [redacted] /lz 81 Date dictated 2/7/66

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FEDERAL BUREAU OF INVESTIGATION

Date 2/7/661.

[redacted] New England Telephone and Telegraph Company, 234 Washington Street, Providence, Rhode Island, advised that on a telephone pole approximately 65 feet from the front of the [redacted] house, two wires were located in a 101B wire terminal box. These two wires had previously been disconnected at the time that the second telephone line to the [redacted] home was removed.

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At this time, however, the wires at the box were found to have been reconnected in the same terminal box. This had not been done by the telephone company. The line utilized is regularly located in the farm house occupied by [redacted].

On 2/2/66 at Coventry, Rhode Island File # Boston 165-532

by SA [redacted] /lz 82 Date dictated 2/7/66

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FEDERAL BUREAU OF INVESTIGATION

Date 2/7/66

1.

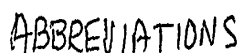
[redacted], New Jersey
Bell Telephone Systems, Holmdel, New Jersey, advised
that he and [redacted] New England
Telephone and Telegraph Company, Providence, Rhode Island,
examined the phone described as telephone number 2. They
found that the network had been removed, the ringer
removed, and the switch hook contact cover removed. In
place of the network they found a cardboard section filled
with some sort of a potting compound, and with a number
of leads connected to the switch hook, dial receiver cord,
and the line cord. This section was taken apart and found
that it contained a number of connections, a capacitor,
and an external battery consisting of four 1½ volt dry
cells, size AA.

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The way the circuit was found was as follows:

On 2/4/66 at Providence, Rhode Island File # Boston 165-532b6
b7Cby SA [redacted]/1z 83 Date dictated 2/7/66

BS 165-532



COLOR CODE

R - RED
G - GREEN
WH - WHITE
SL - SLATE
Y - YELLOW
BK - BLACK

3.

BS 165-532

[] advised further that the circuit operates in the following fashion;

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1. An incoming call is received by the bell of the nonmodified set ringing. By operating the dial off normal on set number 2, a short is momentarily placed across the tip and ring conductors which locks out the ring in the central office.

2. This does not charge the calling customer, since the short is not present long enough to set up the charge condition in the original customer's trunk circuit.

3. The person using the called set, in this case number 2, can talk directly to the $1\frac{1}{2}$ volt battery which is applied, and can hear through the condenser what the calling party says. The line back to the central office is not shorted and thus a free calling situation is maintained.

[] advised further that he and [] duplicated the arrangement found in telephone number 2 with a standard 500 type set. Tests from local and long distance phone numbers indicated that the sketch shown above will do what had been detected on phone number 2. [] advised that he has known this type of circuitry to be described as a "black box."

FEDERAL BUREAU OF INVESTIGATION

Date 2/7/66

[redacted] for the State of Rhode Island, New England Telephone and Telegraph Company, Washington Street, Providence, Rhode Island, advised as follows:

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In an examination of a phone that has been numbered three, he found that the switch hook, network, and dial contacts have been modified to provide a circuit condition which allows the dial contacts to be used to trip the ring pulses supplied by the Central Office--that the switch hook contacts have been made inoperative for the purpose of preventing a normal answer condition from being applied to the line.

Tests with a standard volt ohmeter reveal that the modifications in the set marked No. 3 would prevent this telephone from operating the proper charge and supervisory relays in the Central Office, thus preventing the application for a charging condition to the calling party and that a local source of transmitter excitation battery; namely, one and one-half volt dry cells have been supplied to furnish talking ability.

There was no doubt in his mind but that the wiring modifications provided in said set No. 3 produced the circuit capability commonly known as a Black Box.

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On 2/4/66 at Providence, Rhode Island File # Boston 165-532

SA [redacted]: mm

86

Date dictated 2/7/66

FEDERAL BUREAU OF INVESTIGATION

Date 2/7/66

[redacted] for the State of Rhode Island, New England Telephone and Telegraph Company, Washington Street, Providence, Rhode Island, advised as follows:

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An examination of phone No. 4, a black 500 type telephone, with number plate [redacted] noted that it had two pieces of wire added to the L1 and L2 terminals. The insulation to these lines had been partially stripped.

Alligator clips were connected to these wires, the other end of the cord from the alligator clips were attached to set No. 2. Mounting cord on phone No. 4 is terminated on the same L1 and L2 terminals and extends to a plug type termination. Other than the above, there was no further modification of the phone.

On 2/4/66 at Providence, Rhode Island File # Boston 165-532
by SA [redacted]: mm 87 Date dictated 2/7/66

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b7C

BS 165-532

EXAMINATION OF TELEPHONES AT THE
NEW ENGLAND TELEPHONE AND TELEGRAPH
COMPANY, PROVIDENCE, RHODE ISLAND

FEDERAL BUREAU OF INVESTIGATION

Date 2/7/661.

SA [] and IC [] took the telephones seized at the residence of [] to the office of the New England Telephone and Telegraph Company, Providence, Rhode Island, and met there with [] State of Rhode Island, New England Telephone and Telegraph Company; [] of the New Jersey Bell Telephone Systems, Holmdel, New Jersey; [] New England Telephone and Telegraph Company, Providence, Rhode Island; and [] of the New England Telephone and Telegraph Company.

b6
b7C

The phones were tagged number 1, 2, 3, and 4.

On 2/4/66 at Providence, Rhode Island File # Boston 165-532

by SA [] /LZ 89 Date dictated 2/7/66

b6
b7C

FEDERAL BUREAU OF INVESTIGATION

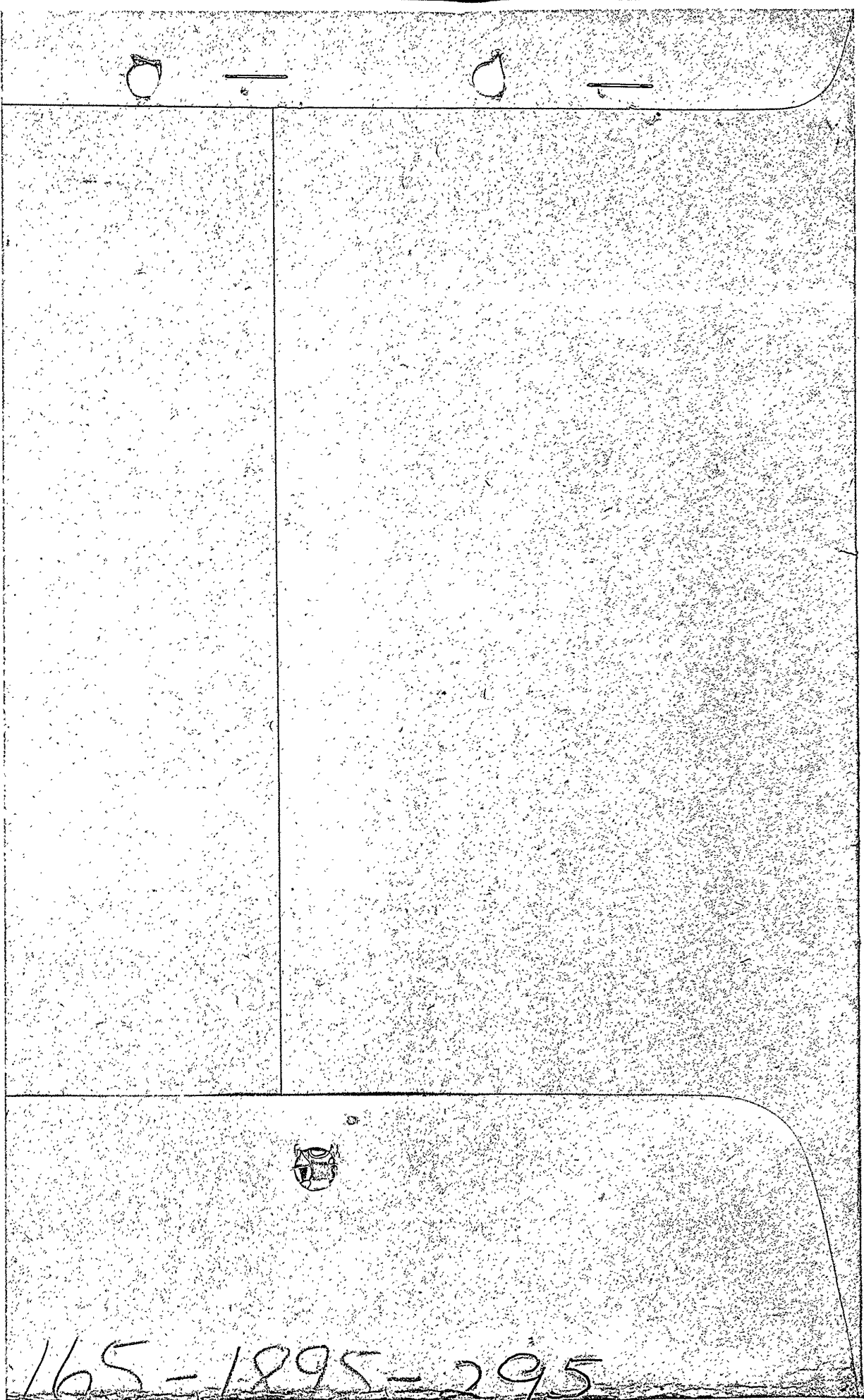
Date 2/7/661.

[redacted] for the State of Rhode Island, New England Telephone and Telegraph Company, Providence, Rhode Island, advised that an examination of the telephone numbered 1 contained number disc area code [redacted] with the same volt ohmeter used in the other test indicating that this set had not been modified and was in the standard wiring configuration.

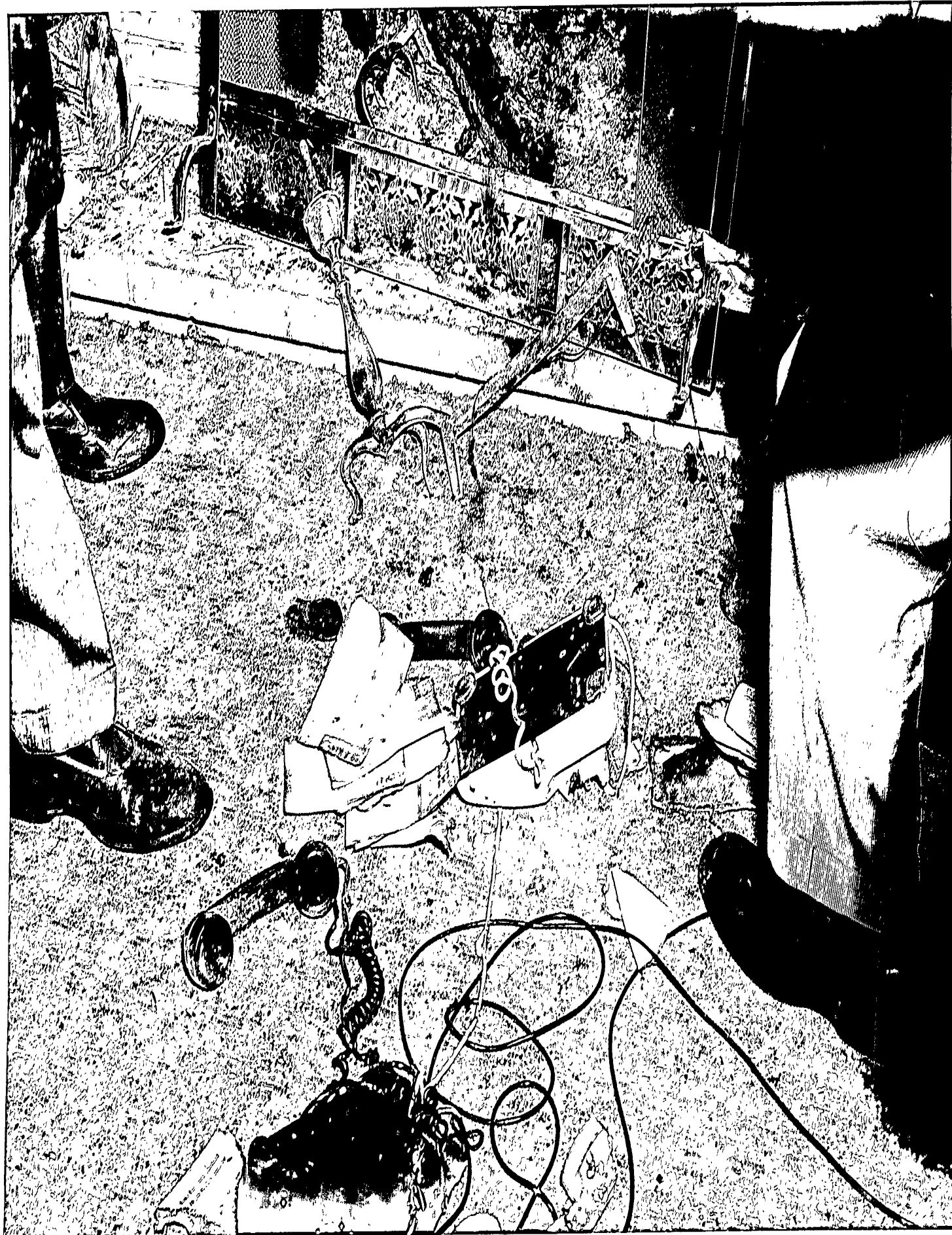
b6
b7C

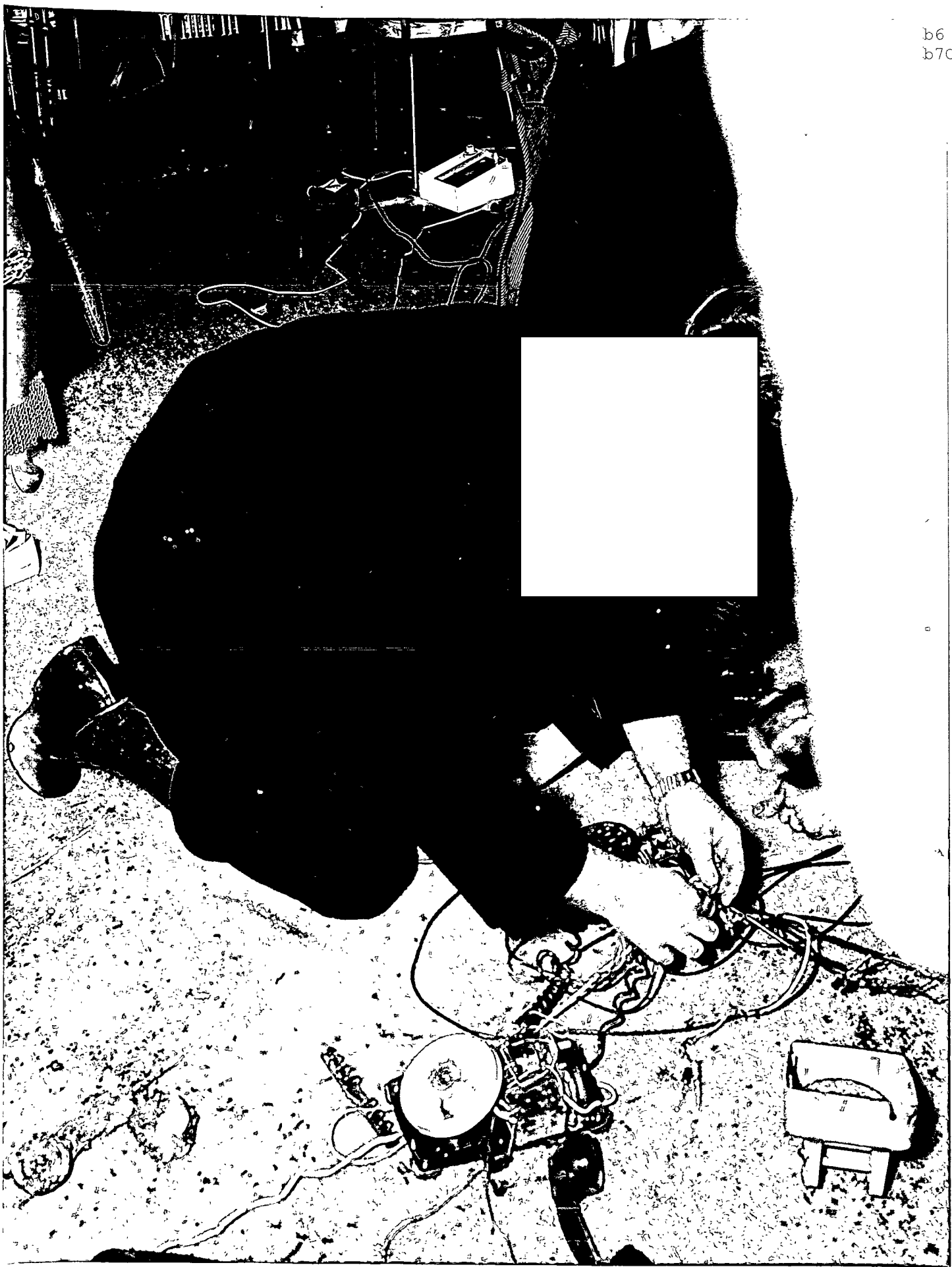
On 2/4/66 at Providence, Rhode Island File # Boston 165-532
by SA [redacted]/lz 90* Date dictated 2/7/66

b6
b7C

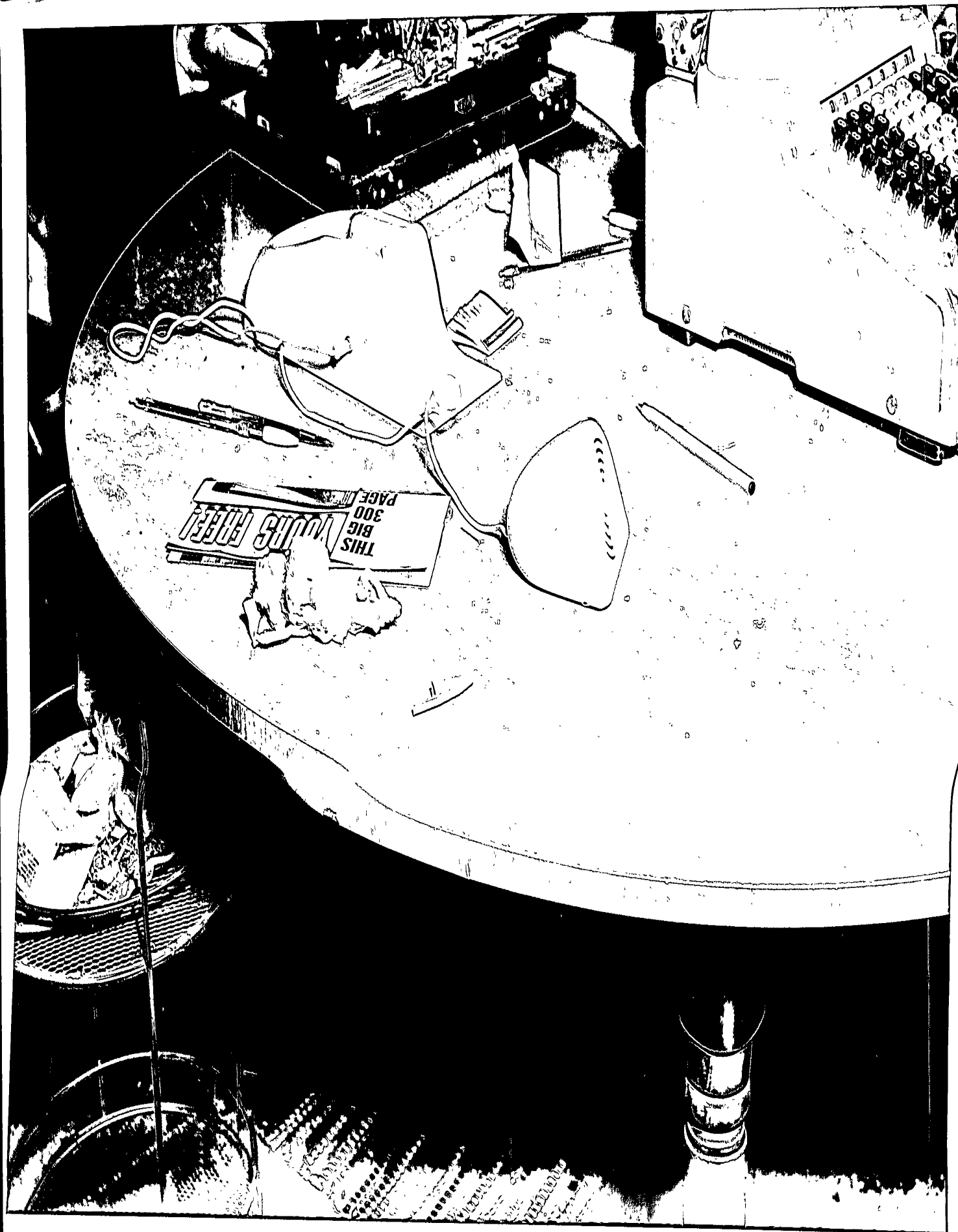


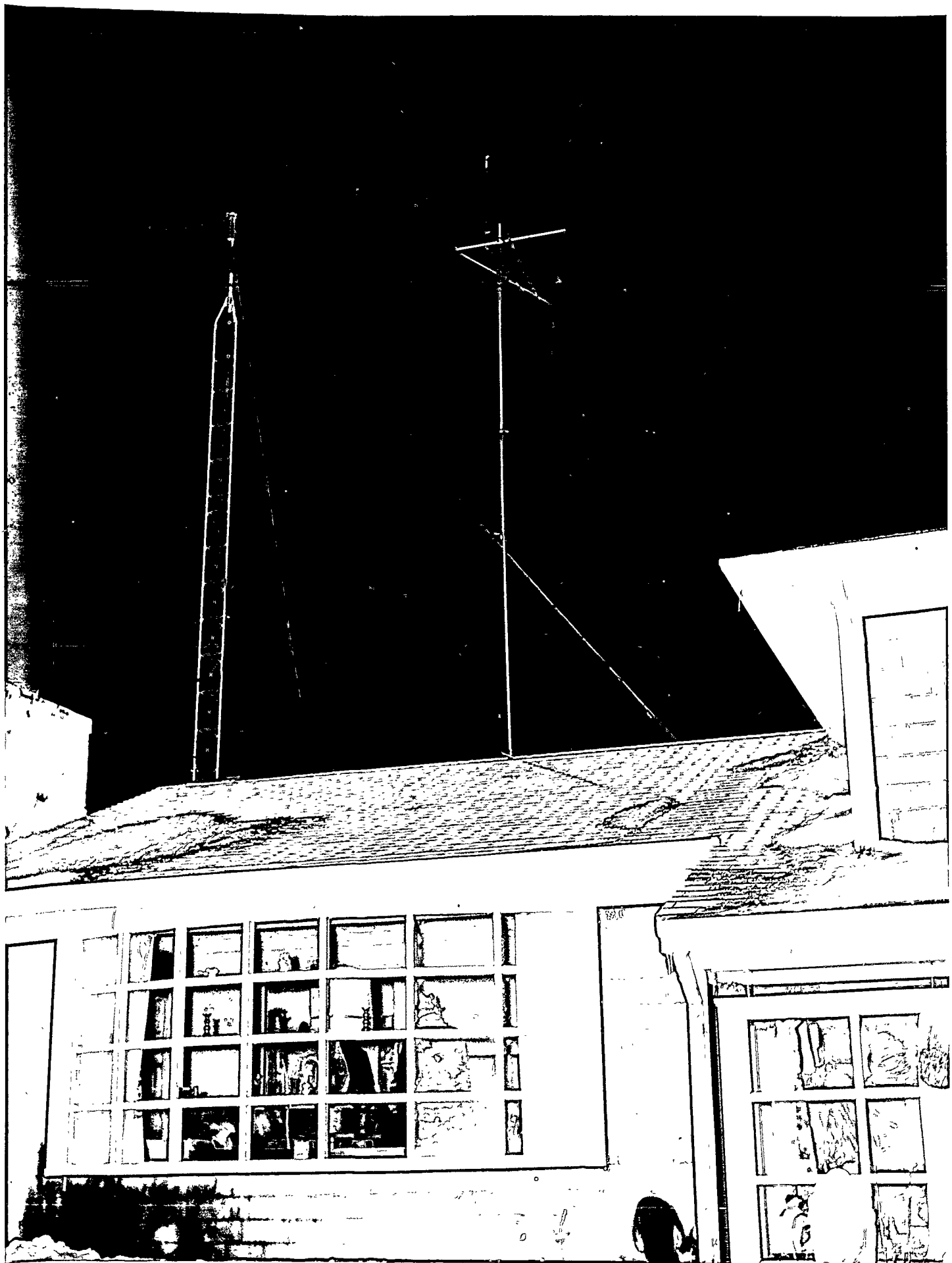
165-1895-295



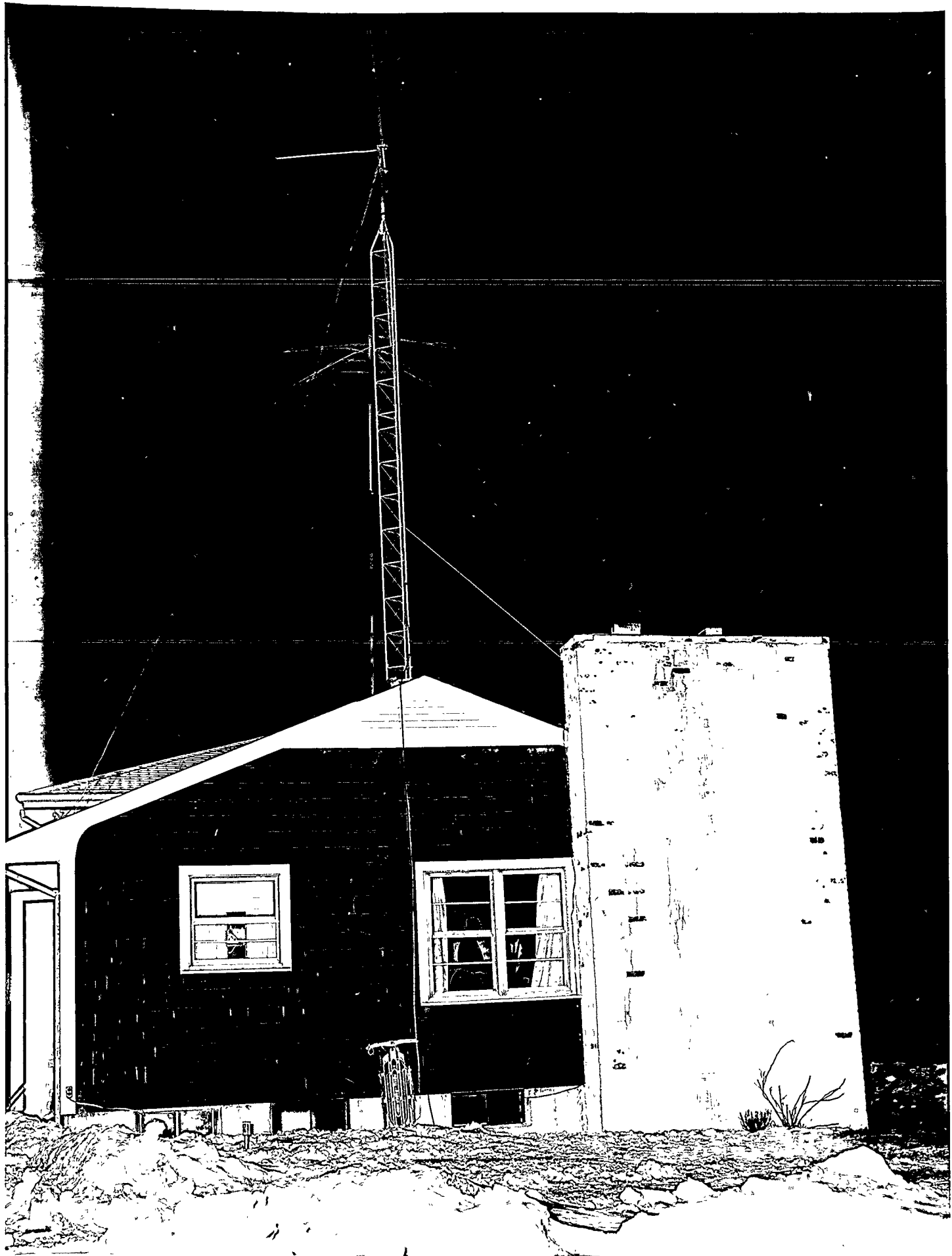


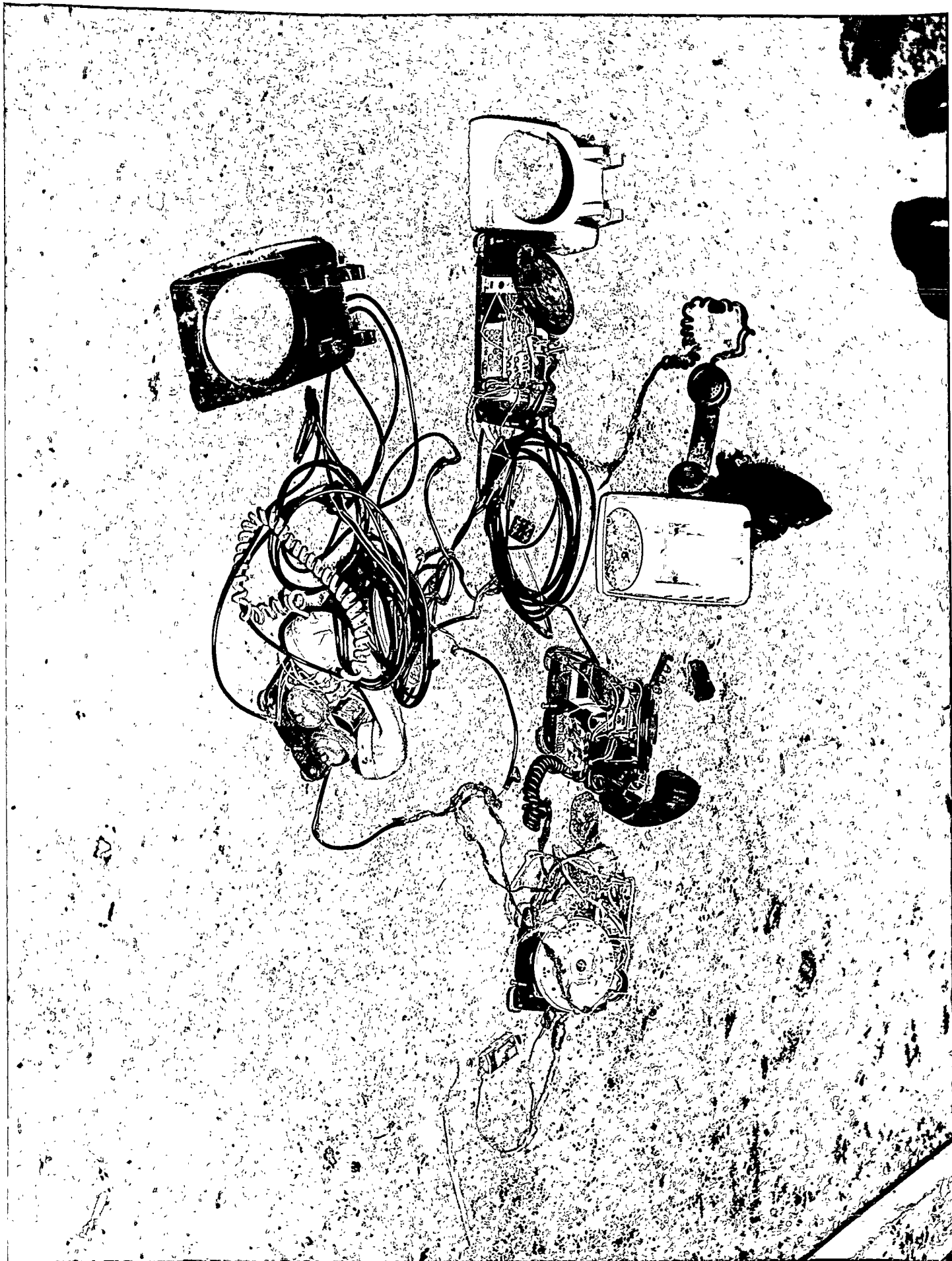










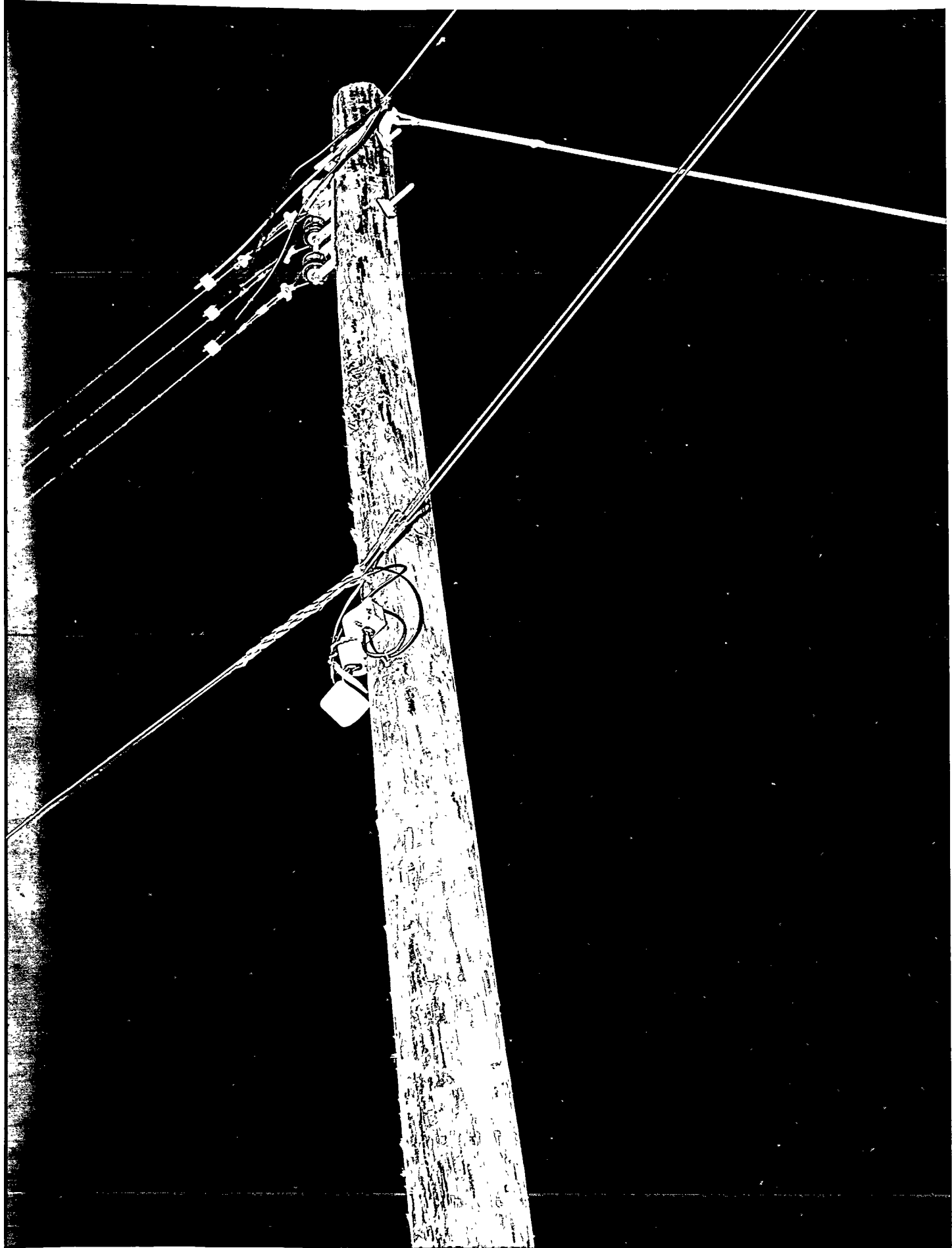


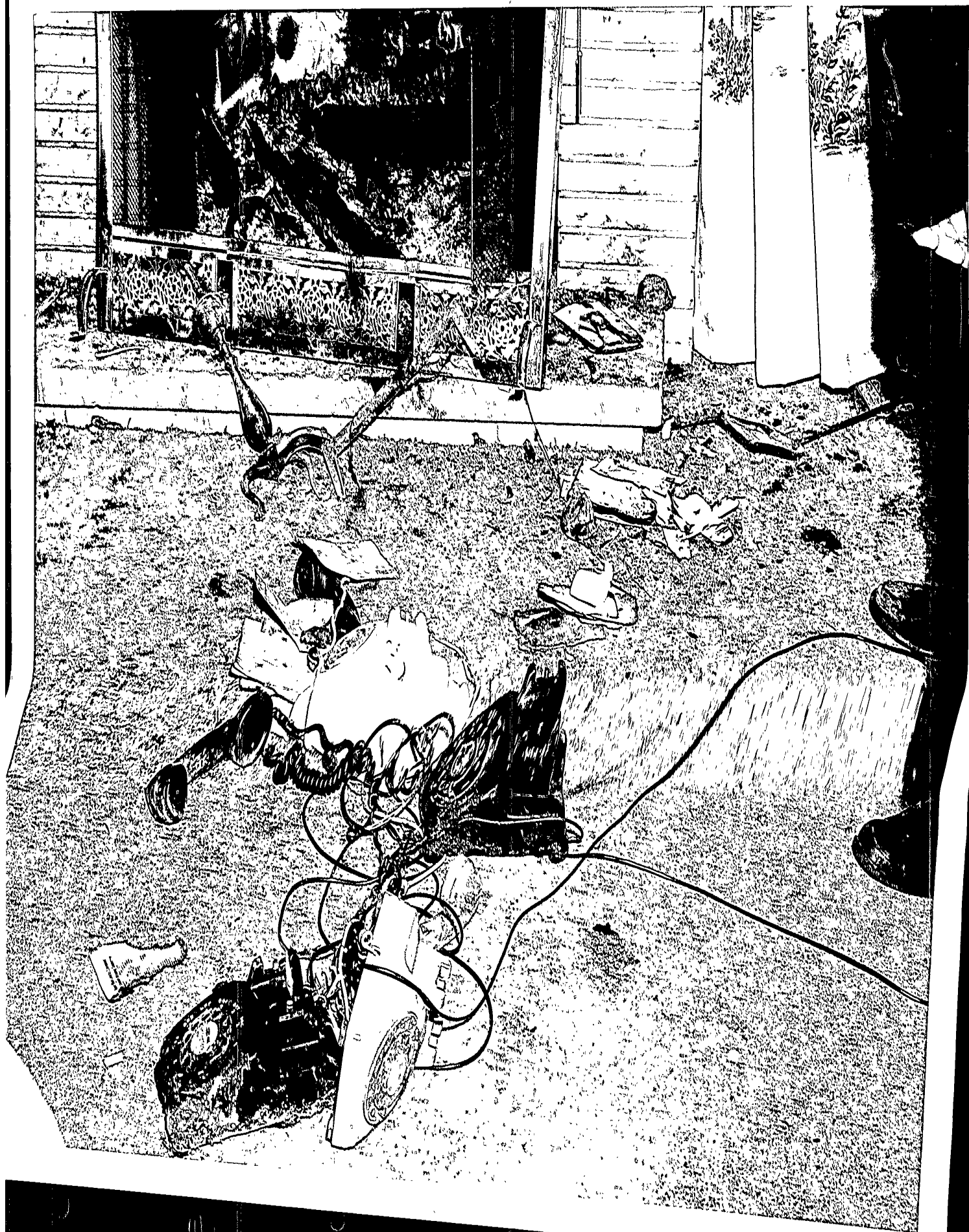






b6
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2/10/66

Airtel

To: SAC, Philadelphia (165-698)

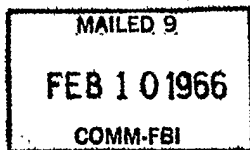
From: Director, FBI ^{FC 5} (165-1895) - 297

TARCASE

Reurtel 2/10/66.

By return airtel, advise Bureau nature of Federal grand jury referred to in retel. Include information as to whether it is anticipated indictments will be returned and if so, whether such will be open or secret.

NOTE: Retel advises UACB Bureau Agents at request of Departmental attorneys and United States Attorney, EDPA will serve subpoenas during Federal grand jury commencing February 16, 1966.



Tolson _____
DeLoach _____
Mohr _____
Wick _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

WPB:bsm
(4)

MAIL ROOM ☐ TELETYPE UNIT ☐

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

FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION

FEB 10 1966

TELETYPE

FBI WASH DC

FBI PHILA

10:30 AM EST URGENT 2-10-66 CIF

TO DIRECTOR (165-1895)

FROM PHILADELPHIA (165-698) (P)

TARCASE. 00: PHILA.

DJ ATTORNEYS AND USA, EDPA, PHILA., REQUEST BUAGENTS
SERVE SUBPOENAS DURING PERIOD OF INVESTIGATIVE GRAND JURY
COMMENCING FEB. SIXTEEN.

UACB BUAGENTS WILL SERVE SUBPOENAS.

MAIL COPIES SENT PERTINENT OFFICES.

END.

WA ELR

FBI WASH DC

REC 5. 165-1895-297

1 FEB 11 1966

*airtel to PH
2-10-66
W.P.B. lsm*

QD

Routing Slip
FD-4 (Rev. 3-4-64)

Date 2/9/66

To:

☒ Director RM

FILE # 165-1895

Att.:

PH file 165-698

☐ SAC

Title TAR CASE

☐ ASAC

☐ Supv.

☐ Agent

☐ SE

☐ IC

☐ CC

☐ Steno

☐ Clerk

ACTION DESIRED

- | | |
|--|---|
| <input type="checkbox"/> Acknowledge | <input type="checkbox"/> Open Case |
| <input type="checkbox"/> Assign _____ Reassign _____ | <input type="checkbox"/> Prepare lead cards |
| <input type="checkbox"/> Bring file | <input type="checkbox"/> Prepare tickler |
| <input type="checkbox"/> Call me | <input type="checkbox"/> Recharge serials |
| <input type="checkbox"/> Correct | <input type="checkbox"/> Return assignment card |
| <input type="checkbox"/> Deadline _____ | <input type="checkbox"/> Return file |
| <input type="checkbox"/> Deadline passed | <input type="checkbox"/> Return serials |
| <input type="checkbox"/> Delinquent | <input type="checkbox"/> Search and return |
| <input type="checkbox"/> Discontinue | <input type="checkbox"/> See me |
| <input type="checkbox"/> Expedite | <input type="checkbox"/> Send Serials _____ |
| <input type="checkbox"/> File | to _____ |
| <input type="checkbox"/> For information | <input type="checkbox"/> Submit new charge out |
| <input type="checkbox"/> Initial & return | <input type="checkbox"/> Submit report by _____ |
| <input type="checkbox"/> Leads need attention | <input type="checkbox"/> Type |
| <input type="checkbox"/> Return with explanation or notation as to action taken. | |

Re PH tel 2/9/66.

165-1895
NOT RECORDED

18 FEB 18 1966

SAC JOE D. JAMIESON

Office Philadelphia

See reverse side

Lmd
FEB 21 1966

165-1895

ENCLOSURE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 2-USA, EDPa.
1-AUSA [redacted]
1-Dept. [redacted]
1-USA, Providence, R.I.

Report of: JOHN F. PHELAN, Jr.
Date: February 8, 1966

Office: Philadelphia, Pennsylvania

Field Office File #: 165-698

Bureau File #: 165-1895

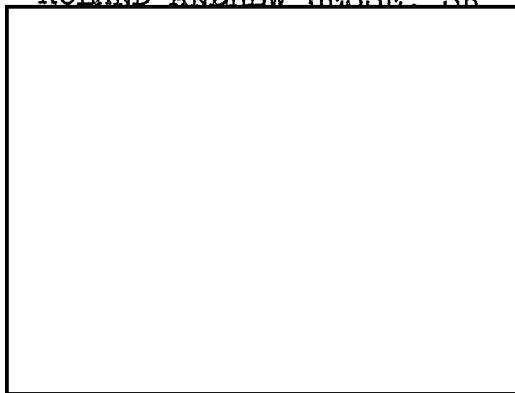
Title: TARCASE;

~~Character:~~

~~Summary:~~



ROLAND ANDREW HESSE, SR



CZ;

UNKNOWN SUBJECT, also known as [redacted]

Character: INTERSTATE TRANSMISSION OF WAGERING INFORMATION;
FRAUD BY WIRE; CONSPIRACY

Synopsis: Authorized complaints and affidavits filed before USDC
Judge A. LEON HIGGINBOTHAM, EDPa., Philadelphia, Pa.,
on 2/2/66, charging violations of ITWI and FBW statutes.
Arrest warrants issued for [redacted]

HESSE, [redacted]

ROLAND ANDREW

PH 165-698

17 [redacted] and UNSUB;
[redacted] Judge HIGGINBOTHAM also issued search warrants for
following locations: [redacted]

b6
b7C

[redacted] Tele-
phone affidavits made to Miami, Fla., and Providence, R.I.,
[redacted]

Arrested by Bureau Agents on 2/2/66 in Philadelphia were:

[redacted] surrendered 2/2/66.
On 2/3/66 [redacted] and [redacted] surrendered to
the Philadelphia Office of the FBI through their attorneys.
On 2/3/66 subject [redacted] surrendered to Philadelphia FBI Office
through attorney and identified himself as [redacted]
Subjects arrested 2/2/66 were given a hearing before USC EDWARD
W. FURIA the same date, bond set at \$2,500 on all but [redacted]
[redacted] who was held in, \$1,500 bail due to health. [redacted]
[redacted] and [redacted] given hearing before USC 2/3/66 and bail
set at \$2,500 each. All subject scheduled for further hearing
2/23/66. Search warrants issued by Judge HIGGINBOTHAM for lo-
cations at: [redacted]

[redacted] executed on 2/2/66. Description of evidence seized set
out which includes seizure of cheese box-black box electronic
device, all equipment including numerous gambling records at
Wire Room and a built in black box at another location. All
search warrants returned 2/8/66.

- P -

SPECIAL INVESTIGATIVE DIVISION

2/10/66

Grand Jury returned indictment on all subjects involved in interstate wire service operation arrested by our Agents in eight states and District of Columbia on 2/2/66.

Subject surrendered on 2/9/66.

b6
b7C

TJM:djg

A handwritten signature in dark ink, appearing to be 'JMS' or similar, written in a cursive style.

FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION

FEB 9 1966

TELETYPE

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

FBI .ASH DC*

FBI PHILA

5-30 PM EST 2-9-66 URGENT HWM

TO DIRECTOR, BOSTON, NEW ORLEANS, WASHINGTON FIELD, BALTIMORE, LAS VEGAS

MIAMI, NEWARK, & DETROIT

FROM PHILADELPHIA (165-698)

TARCASE: 00:PHILA

Federal Grand Jury, EASTERN DISTRICT
OF PENNSYLVANIA

FGJ, EDPA., PHILA., TODAY RETURNED INDICTMENT AGAINST ALL TWENTY-THREE SUBJECTS CHARGING VIOLATION TITLE EIGHTEEN, USC, SECTIONS THREE SEVENTYONE, THIRTEEN FORTYTHREE, NINETEEN FIFTYTWO AND TITLE FORTYSEVEN, USC, SECTIONS TWO ZERO THREE AND FIVE ZERO ONE. CERTIFIED COPIES BEING MAILED PERTINENT USMS.

JUDGE A. LEON HIGGENBOTHAM, USDC, ISSUED BENCH WARRANTS FOR SUBJECTS [REDACTED] AND UNSUB, JANE DOE, AKA, [REDACTED]

RECOMMENDED TWENTY THOUSAND DOLLARS BOND.

ALL OFFICES SUTEL PHILA DATE REMOVAL HEARING SCHEDULED OR IF REMOVAL HEARINGS WAIVED BY SUBJECTS. **EX 109**

END.

WA...SXC

FBI WASH DC*

CLR

11 FEB 15 1966

MR. DELOACH FOR THE DIRECTOR

54 FEB 18 1966

COPIES WFO

February 11, 1966

SPECIAL INVESTIGATIVE DIVISION

This is the case in which numerous arrests for violation of gambling laws were made in eight states and the District of Columbia. A Federal grand jury which indicted twenty-three subjects will begin calling witnesses on February 16, 1966.

[REDACTED]

It is anticipated additional open indictments will be returned. Departmental attorneys and United States Attorney, Philadelphia, requests Bureau Agents serve subpoenas [REDACTED] before this jury. Recommend authority be granted in this regard since it is felt tremendous impact will be made in the criminal intelligence field in the various cities involved and in view of the possibility that valuable admissions may be obtained.

WPB:bsn *WLB* *6* *AK* *gk* *ind*

165-1895-321
ENCLOSURE

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

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