

see memo

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GUARDIAN ORDER

19949

GO 1344

Those Concerned

10 October 1974

CONFIDENTIAL

POLICY

Targets Defence - 16 February 1969 - Issue 4.

SITUATION

The 11th District Coast Guard, Coast Guard Auxiliary and Customs have unhandled false reports on Scientology Ships and have been investigating them.

STATS

Customs boarded a PAC SO Ship in San Diego approximately 1969.

Coast Guard boarded the Asia 19 January 1972.

Customs boarded the Asia 19 January 1972 looking for drugs.

Coast Guard files contain notes with false reports.

Coast Guard Auxiliary Minutes November 1969 - contain false reports on Scientology.

Customs boarded the Makaira - approximately 1969.

Coast Guard Intelligence DC files in July 1974 contained false reports.

DATA

The earliest data in Coast Guard files is a letter 7 July 1969 from Irwin C. Jones, Secretary of L.A. Yacht Club to Admiral Tighe, 11th Coast Guard District, which states that he saw 2 ships in Enserada (Mexico) bearing Coast Guard insignia replicas and crew doing para military drills. States they are impersonating Coast Guard Ships and should he report it to the FBI.

2 false reports
Irwin C. Jones

22 July 1969 - a note to Coast Guard files - signature unreadable, states that this case is currently under investigation by Customs, IRS, FBI, et al.

Vessel suspected of carrying PFH (passengers for hire) but not wilfully violating the law as not advertising and no money goes to the vessel's owner.

Conflicting data
Customs
IRS
FBI
Coast Guard

*CBB #2
Item #19
7/18/77
[initials]*

Ex. 43

Omitted source
Author of letter

Omitted data
Customs
Coast Guard
IRS
FBI

Pearl Harlan (a U.S. nut case) writes that the S.O. is carrying guns and billy clubs and death threats to people.

False report
Pearl Harlan

4 August 1969 - Pearl Harlan's letter referred to agent Hopkins Customs agency - L.A.

Omitted data
Coast Guard
Customs

14 August 1969 - Pearl Harlan writes another letter re billy clubs and guns and the S.O. arming itself to Marine Inspections Custom House, which went to the Coast Guard.

False report
Pearl Harlan

13 Nov 1969 - Makaira was boarded - belonged to McDonald but given to S.O. management.

18 November 1969 - Minutes of a regular meeting of 11th District Coast Guard Auxiliary 2 members of C of S applied for membership. They were referred to R.C.O. RiDenour and Dir Aux found the organisation highly suspect of activities including murder, extortion, dope smuggling and carrying U.S. money to communists. Recommended no contact. Dir Aux is Director of Auxiliary - Chuck Gailey, Jr.

4 major false reports
Chuck Gailey, Jr.

3 February 1970 - Gailey visited by DG Info US and stated that his source was Lt. Commander Hamilton, head of the 11th District Coast Guard intelligence division. Gailey refused to show documents.

Commander Hamilton refused to meet DG Info.

Omitted documents
Gailey

Omitted comm
Hamilton

4 false reports
Hamilton

Omitted source
Hamilton

Undated, unsigned notes in US Coast Guard files.

Aries (Ex Blue Fin) owner Jerry McDonald.
Ex-Captain of Aries - Hudson - murdered.

Omitted data
US Coast Guard

Hudson was a drug runner. He was suspected of having been murdered by the Syndicate but the body was never found. McDonald had been an associate of Hudson's and bought the Blue Fin to be an S.O. Ship after Hudson disappeared.

Omitted data
McDonald
Hudson
B4 US

Undated, unsigned note in US Coast Guard files - "owned by Scientology group - para military". McDonald - marijuana smuggling - followers almost military. Arrested couple of them from time to time. Hopkins boarded Makaira. Scientology founded by multi-millionaire who lives - L. Ron Hubbard. Brotherhood at Laguna - marijuana. (Brotherhood was a drug ring.)

4 false reports
Coast Guard

Omitted data
McDonald

Undated, unsigned notes in US Coast Guard files.

Letters from parents filed at Bonny Brae probably not inspected Helicopter deck. List of crew members for the Aries. Commodore LRH - Commodore for Pacific fleet.

Jerry McDonald
Neptune - owner MSH - 5 June 1969.
Mediterranean flotilla - 4 vessels - My Apollo, 72 ft. ketch, 134 ft. Norwegian and 42 foot Catamaran.
Some money does flow back to Church.

N.B. - carry sheath knives on board - no fire-arms.

Boarded Makaira 13 November 1969.

Omitted data
Coast Guard

17 August 1972 - interview with Woodrow Wilson, Audit Division, L.A. IHS office, states a couple of years ago, US Coast Guard checked out Scientology ships because of a report that they were armed. They gave me the info as Customs was under Treasury then. They had found nothing except hand guns and knives.

Omitted comm lines
Treasury Div.
Coast Guard
IHS

19 January 72 (morning) - US Coast Guard Ship boards S.O. Ship Asia. They asked for registration papers and were satisfied. Stated they had seen women working on deck.

False report
US Coast Guard

19 January 72 (afternoon) - Asia boarded by 14 U.S. Customs agents, led by agent McMillan. McMillan knew Jerry McDonald. The crew were assembled on deck and the ship and crew personal possessions were searched. They appeared to be looking for drugs but also checked for arms, and inspected them. One agent stated that Charles Manson had been a Scientologist.

The reason given for the visit was that Coast Guard had told them that the Ship had not logged into L.A. Harbour on arrival.

False report
Customs

Omitted data
Customs
Coast Guard

21 January 72 - McDonald summonsed to US Customs House. Stated the reason was to assist Customs in sorting out records of Brotherhood drug ring, which McDonald had assisted in breaking up.

Omitted data
McDonald

Possible false report
McDonald

The first time that false reports in these areas were known of was in December 1969, when a Scientologist sent in the Coast Guard Auxiliary minutes. Gailey was seen and no further action was taken.

Omitted handling
B4

Omitted FRC
B4 and PRO

Legal was informed, threatened a legal action and never followed through.

Omitted legal
Legal US

The source of the false reports was assigned to the activities of McDonald and the death of Hudson, prior to McDonald making the Blue Fin an S.O. Ship. No data was available that indicated this and no investigation was done to locate the source.

Omitted investigation
B4 US

Altered sequence
(found the way before
he had the data)
B4 US

The handling of the drugs rumour became "assist agencies to break up the Brotherhood - get a commendation for the Church - use this as a D.A. document". The document would have been excellent but was not the whole answer.

Wrong target
B4 US

A great deal of work went into breaking this Brotherhood but the document did not commend the C of S and B4 did not want it used for PR purposes, and no dead agenting was done.

Wrong target
B4 US

Omitted handling
B4 US

In July 1974, Legal applied for the US Coast Guard Intelligence files, D.C., under the Freedom of Information Act and obtained some data. When they handed over the file, they stated that it contained an FBI report, which they would not hand over.

- The file contained:
- 1) the Auxiliary entheta minutes
 - 2) the commendation letter to Terry Milner re breaking up Brotherhood
 - 3) the Levy Life Mag article
 - 4) Several letters concerning the discharge of a Reserve Coast Guard officer who wants to work in Scientology. Discharge refused.
 - 5) A printed entheta letter - papers date unknown
 - 6) Legal report on the 69 FDA appeal
 - 7) A PR letter from us to Hawaiian M.H. Assn.
 - 8) Miscellaneous entheta articles
 - 9) Memo from Selective Service Cal State HQ that Ministers of Scientology do not meet criteria for exemption (undated)
 - 10) Various crew lists - Aries, Neptune, Makaira - 13 July 1969
 - 11) News article on the Makaira being raided and an arsenal being found on board - date 17 July 1970. (McDonald had blown with Makaira in early 1970 and using it for drug smuggling)

Coast Guard and Auxiliary	17
Coast Guard Intel	12
	<u>29</u>

Customs	5	McDonald	4
Jones	2	Hudson	1
IRS	2	Treasury	1
FBI	3	B4 US	8
P. Harlan	2	PRO US	1
		Legal US	1

Major outpoint - omitted

ADMIN WHY Failure of B4 to do standard investigation to uncover the source of the entheta and the actual false reports so that standard handling could be done on Coast Guard lines.

ETHICS WHY Fixed idea on what the source of the false reports were and how to handle them.

WHO Terry Milner

IDEAL SCENE Standard B4 actions, to uncover the source of the false reports on Coast Guard lines and the location and content of all false reports obtained plus immediate PR handling and legal handling to correct the false reports so that no further investigation on C of S or Ships is done.

BRIGHT IDEA Incorporate a PR attack upon the Coast Guard false reports into the already successful I.P. programme which is running, while B4 gets the relevant documents.

PLAN Get the Coast Guard intel files for the LA and DC areas, and feed the data to PR and Legal. PR to launch attack on Coast Guard, use of dossier system and false reports distributed by FBI, Justice Department, etc. Legal is to get a legal action on Coast Guard Auxiliary for its Minutes of 1969 with the express purpose of string pulling and getting documentation.

HANDLING 1. Include Coast Guard false report dossiers in every current I.P. caper on press and media lines immediately.

Canceled

-- DG PR US _____
- PRL US _____

Canceled

2. Propose I.P. additional project from PRL US to target Coast Guard, in with FBI, IRS, and police state buttons.

- PRL US _____

Canceled

3. Get approval for the project from WW.

- PRL US _____

Canceled

4. Mock up for instant action, especially LA, DC, and other areas where we have resources, delegations of Scientologists calling at local Coast Guard admin centres to demand sight of and correction of their slanderous files.

Do this as hard news paper on lines of successful San Francisco BBB story.

- PRL US _____

- 5. Get FRC packs and press books done up for distribution to media and Coast Guard hierarchy.

- DG PR US _____

- 6. Investigate archive sources in D.C. for old or new Coast Guard scandals.

- PRL AST US _____

- 7. Utilize any data breakthrough via Freedom and media sources as in the recent Dickopff story.

- D/DG PR US _____

- PRL US _____

Cancelled

- 8. Exploit any breakthrough.

- DG PR US _____

Cancelled

- 9. Immediately begin actions to penetrate 11th District Coast Guard intelligence and obtain the files on Scientology, Ships, LRH, etc. (This may be easier through the Coast Guard Auxiliary than the Coast Guard.)

- DG INFO US DONE

- 10. At the same time, begin actions to penetrate the National HQ Coast Guard Intelligence D.C. and obtain files.

- AG INFO DC DONE 11 Sept 75

- 11. From the files, locate the false reports, source of the reports and any other place the reports might be...

- DG INFO US _____

- 12. Direct that any other files necessary, as found in Target 11, also be obtained.

no CMC 11/19/75

- DG INFO US _____

- 13. Do a time track on McDonald and all actions taken against the various PAC ships by Customs and Coast Guard. Send copy to WW.

- DG INFO US DONE 6 Dec

- 14. Relay relevant data to PR and Legal.

- DG INFO US 16 Apr 75

- 15. Using the data already available from Coast Guard files, mock up a cover and interview the terminals that show up in the file. To be assigned.

- DG INFO US DONE

16. Assist PR and legal on documentation where they need help in obtaining such.

- DG INFO US

CANCELLED

17. Sue the Coast Guard Auxiliary and US Coast Guard and appropriate defendant for the deadly serious libel contained in its files and published by them, e.g. murder, extortion, etc.

- DG LEGAL US

18. Obtain as much documentation of their sources as possible, plus grovelling apologies sufficient to totally dead agent the US Coast Guard.

- DG LEGAL US

CANCELLED

19. Investigate other causes of action, e.g. conspiracy and violation of first amendment, etc. and propose CSW to WW.

- DG LEGAL US

Overall responsibility is to be taken by DG US.

20. Verify from personal inspection of the existing evidence or the scene itself that every target has been fully done without omission, alteration, falsehood or exaggerated reports.

-- GW

21. Look at current statistics and the results of the above inspection and the SITUATION of this evaluation as written above AND SEE IF THE SITUATION IS NO LONGER A THREAT.

- GW

22. Look again at the IDEAL SCENE as written above. Then look at the above two targets and further investigate and SEE IF THE IDEAL SCENE HAS NOW BEEN APPROACHED MORE CLOSELY OR ATTAINED.

- GW

23. A. If the above 3 targets do not show a favourable approach toward or attainment of the IDEAL SCENE, gather new data, investigate further and RE-EVALUATE or
B. If the IDEAL SCENE has been 'more closely approached or attained the following commendations or awards are assigned:

- GW

7/10/77

JANE KEMER
The Guardian Wd

2.