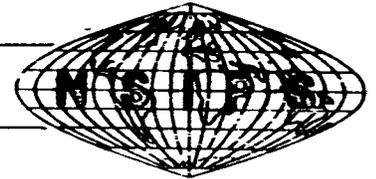


NEW SOLIDARITY INTERNATIONAL PRESS SERVICE



U.S. Political Newsletter

Ford, Regional Interests Launch Counter-Attack Against Insurrectionists

WASHINGTON, D.C. July 11 (NSIPS) — Keynoted by a rejuvenated President Ford, institutional forces in the U.S. staunchly opposed the Rockefeller-Institute for Policy Studies corporatist insurrection made it clear last week that the insurrectionists will face an explosive fight in the immediate weeks ahead.

After pledging himself to defend the U.S. Constitution and to move for the development of U.S. productive capability at a July 4 Independence Hall speech in Philadelphia, Ford proceeded to rein in desperate Secretary of State Henry Kissinger. The President also began an internal overhaul of his campaign forces for the purpose of easing out Rockefeller agents while consolidating the anti-corporatist base of the Republican Party.

The President's moves were paralleled by vocal regional resistance to Rockefeller's corporatist plans. Indications that the Cleveland based interests of industrialist Cyrus Eaton as well as the industrial-based Chicago financial group are preparing for a tooth-and-nail fight with Wall Street interest surfaced last week. Meanwhile anti-Wall Street Texas-Phoenix (Ariz) forces announced their preference for the Administration's capital intensive investment policies over the Democratic Party-Rockefellers' slave labor schemes.

Facing these Republican Party and regional financial interests is a deeply split Democratic Party. The open wounds and cleavages of the Democrats came undone as institutional forces within the Party have failed to deliver the support of their constituencies to the synthetic Institute candidate Jimmy Carter. With delegates to the Democratic Convention, Southern Governors and the AFL-CIO openly wailing against Carter, the Democratic Convention is already becoming a microcosm of future political developments in the country. Broad sections of the Party threaten to jump ship and "go with" the U.S. Labor Party's Lyndon H. LaRouche, as their candidate.

The insurrectionists are under similar fire from the normally docile U.S. Congress. In response they have hysterically focused their attacks on such soft spots as the Teamsters and the FBI traditional layers while continuing to bemoan their inability to destabilize the President.

Ford Launches Constitutionalist Counter-Offensive

After a week of moves aimed at consolidating regional Republican forces behind a major fight against the insurrection, President Ford gave a surprise White House press conference two days ago at which he pledged to speedily negotiate a new strategic arms limitation agreement with the Soviet Union. Ford also refused to give a blanket justification of the July 3 Israeli military incursion into Uganda. Earlier in the week Ford had warned a July 4 Independence Hall gathering that the U.S. government must not waver from its adherence to the Constitution and not allow the growth of an overpowering Federal bureaucracy. Ford continued this attack against key arms of the insurrection throughout the week. Yesterday a confident President reaffirmed his commitment to detente and made

clear that he thinks that he has the Republican nomination all but wrapped up — this despite Rockefeller orchestrated desperation maneuvers to boost the flagging campaign of Ronald Reagan. Rockefeller's hysterical attempts to ensure a Reagan nomination in Kansas City next month and thus ensure a Carter victory in November was born out by a frightened article in today's New York Times which reports that contrary to the lying voter preference polls recently published, a new Time magazine poll showed Carter and Ford neck and neck.

In a sharp rebuff to both the Rockefeller nuclear lunatics and the Reagan neanderthals, the President renewed his commitment to seek another SALT accord with the Soviet Union "regardless of the political atmosphere . . . because an agreement to limit strategic nuclear weapons would be in the best interest of mankind."

At the same time Ford verified Carter reports that the Administration was having second thoughts about the set-up Israeli raid and its international implications. He explicitly declined to defend as legitimate Israel's military incursion into Uganda. In response to a reporters baiting question, Ford said only that the U.S. position at the United Nation Security Council debate on the question "would be on good legal grounds."

The President later ordered Health Education and Welfare (HEW) Secretary Mathew's to the Oval Office and ordered him to clear up the mess created in part by the Rockefeller controlled press that has jeopardized the national swine flu vaccination program. Ford reaffirmed his commitment to the program and demanded that Mathews, a former aide to Jimmy Carter, negotiate any problems between drug and insurance companies that threatened to sabotage it.

Pulling Together the GOP

While counterattacking the insurrectionists, Ford scored surprise victories in the North Dakota Republican Caucus' where he won 12 delegates to Reagans 4 and in Colorado where he picked up 4, in a state Reagan expected to sweep. Added to these surprise victories, the President began to pick up uncommitted delegate strength in other states. Ford's nomination momentum coincided with a series of reported campaign staff shakeups aimed at isolating and removing Rockefeller operatives under the direction of former Rockefeller campaign organizer Stuart Spencer. Ford also placed two key Nixon men, Gergens and Timmens, in "command and control" staff positions. A move towards the consolidation of the Nixon-layers was signalled last week when Arizona Senator Barry Goldwater called for a Ford-John Connally ticket — a sign that the Texas-Phoenix-Nixon alliance are prepared to join Ford's midwest base. Nixon, himself, is slated to come out of political retirement tomorrow when he speaks at a campaign rally in San Diego.

Ford capped the anti-corporatist consolidation yesterday when openly appealed to Reagan's southern California-Rocky Mountain base by offering a Ford-Reagan ticket. The isolation of Rockefeller henchmen Spencer removes the last

vestiges of opposition to a revived "southern strategy."
**Regional Financial Interests Prepare to do Battle
With Wall Street**

In a series of parallel developments, significant regional financial interests opened up a frontal assault on the corporatist policies of the Institute-Wall Street nexus. Leading Chicago bankers and industrialists openly announced their support for capital intensive development and capital formation to promote growth and to replacing the collapsing New York banks. While as of yet hedging on proposing the means for reaching their now-stated goals, an exclusive group of 500 top banking and corporate executives plan to meet in Chicago on July 12.

As an expression of this development, the July issue of the First National of Chicago's newsletter states that since August 15, 1971, the world economy has lacked the sound monetary foundation that could provide the confidence necessary for large scale commitments for worldwide investment. In a July 9 speech carried in the Chicago Tribune First National's President Robert Abboud urged "massive doses of real investment" in the economy and called for "strong supportive public policies" to increase investment. "Otherwise," Abboud said, "we will before long experience shortages of primary materials, higher inflation, and the inability to provide employment with rising real wages to growing labor force... More importantly, we will undermine the very foundation and premise on which this nation is built — this is, personal liberty..."

The July 12 conference, to be built around this theme, will also take up "New York as a disintegrating financial center and its future replacement by Chicago," Chicago Magazine reported.

Cyrus Eaton, speaking for another major section of Midwest industrial interests echoed Abboud's remarks. In an unusual interview with the Cleveland Plain Dealer, Eaton, one of the major U.S. producers of machine tools, reminded the nation that its imperial role was initiated during the Spanish American War in part by abuses of freedom of the press. Citing the 1970 Penn Central bankruptcy as "the worst financial disaster in history and the harbinger of the present crisis," Eaton demanded the full development of America's resources to end the depression: "We are richly endowed with resources and skilled manpower," he stated. "The question is whether we will lay aside our debilitating imperial ambitions and revert to the precepts of our revolutionary forefathers."

The Eaton-Chicago push for as yet undefined but positive economic development program is dangerously close to linking up with the Texas-California forces behind a Ford candidacy — the same explosive coalition that Nixon was in the process of pulling together when Rockefeller interests launched the drive that eventually meant his resignation.

Institute's Carter Finds the Dem Party Only a Shell

While opposition forces are rapidly coalescing, the Rockefeller-Institute Carter campaign is in real trouble. Aside from Atlanticist press' psychological warfare suggesting that Carter is far ahead of his nearest Republican competitor and the Democratic Party is a unified body of delegates at the Democratic Convention in New York City, Democratic Governors and the AFL-CIO George Meany have

openly refused to endorse the "unanimous choice." Carter in desperation, went so far as to suggest yesterday that he be "proclaimed" the candidate by acclamation to avoid the certainty that the already festering wounds in the Party will reveal themselves during the Convention.

Revelations of Carter's real weakness were laid on the table in last weeks Chicago Tribune. The paper revealed that six Democratic Governors in the "solid south" are saying that Carter is in trouble in his own backyard. This was verified by a group of Ford campaign staffers who are now reporting that Ford can carry the South.

A broad canvass of delegates to the Democratic convention conducted by NSIPS, meanwhile reveals the absolute hatred and distrust of Carter. Delegates pledged to Carter adversaries have given advanced warning that a political fight might well erupt on the convention floor and insiders at the recent Governors Conference in Hershey, Pa. reported that the Democratic Governors were anything but satisfied with the candidate. George Meany, has cautiously refused to endorse Carter. As the Convention drew closer even the Rockefeller-controlled national press anxiously reported that their candidate was in deep trouble and is apparently unable to enthusiastically unify the Democratic Party caucus behind his candidacy and his fascist programs.

Even more significantly, the circulation of the special NSIPS brief, "Is Jimmy Carter Brainwashed?" appended to this issue has hit the Democratic Party like a bombshell. While the IPS agents on Carters staff scurry about to produce a cover story for the thousands of inquiries they are receiving, many delegates and Party leaders are quite willing to accept the cogent arguments in the document. "I knew this was true," one delegate said, "no one can be as naturally dumb as Jimmy Carter. The report is selling like crazy among convention delegates, who are now passing it around.

**Insurrectionary Tactics Backfire;
Teamsters and FBI Become Focus of Attack**

Despite concerted efforts by the Atlanticist press sewers, New York Times and the Washington Post to keep the Republican Party nomination in the "still to close to call" column with reports that Reagan is about to pull a delegate "coup" in New York, New Jersey, or Pennsylvania. By this weekend even they were forced to acknowledge that the Ford campaign had made significant inroads and that the Reagan campaign was on its last dregs. Having its controlled net around Ford broken, the insurrectionists were forced to limit and concentrate their attacks on the Teamsters and the traditional elements in the FBI.

After gloating over the fact that the Internal Revenue Service had ordered the tax free status of the Teamsters Central States Pension funds removed, insurrectionary forces escalated by ordering the arrest of Jimmy Hoffa's foster son Chuck O'Brien in Detroit. The day of the arrest, the Justice Dept. announced that it now knows who killed Hoffa and the means used to accomplish it. O'Brein and others will be held and broken in order to assure the Justice Dept. star witnesses whom it really goes after the Teamsters. Similarly, Levi's Justice Dept. is moving in on those FBI forces who have made serious efforts to corral Levi's own Weather underground terrorist units.