U.S. REPORT

British hands on the White House

The American people are being fed a new hoax. Press headlines to the contrary, Jimmy Carter has *not* just fired half his cabinet. Every bizarre action reported taken by the Carter Administration since Camp David has been the product of a conspiracy. This is a conspiracy to end democracy in the United States and put the nation under the fascist dictatorship of Gen. Alexander Haig.

It may also mean World War III in the near term ahead.

It is not accidental that among the new faces in

Jimmy Carter' cabinet, energy and transportation appointees Duncan and Claytor come straight out of the Pentagon. During the past week's Washington circus, French radio reported that the Pentagon has warned all Arab governments of imminent "piracy" in the Persian Gulf. More specifically, the warnings emanated, as cited in the wire services, from the Office of Naval Intelligence (ONI), Claytor's—currently Secretary of the Navy—own bailiwick. Spokesmen for the Kuwaiti government have taken this for a signal that the U.S. Central Intelligence Agency (run by the British intelli-

The Haig transition team

Cyrus Vance's overhaul of Jimmy Carter's cabinet has not handed power to a "Georgia mafia" but has installed a grouping of men associated with the Republican front man for the Alexander Haig presidential campaign, John Connally. The new appointees, not accidentally featuring two who come directly from the Pentagon, are all products of the branch-machine of the New York Council on Foreign Relations and Zionist lobby in the south, the machine that runs Connally. This "Haig transition team" includes:

Charles W. Duncan. Named head of the Department of Energy in the stead of James Schlesinger, who has departed for the Haig campaign itself, Duncan is trained in the prerequisites for martial-law administration of energy supplies. Duncan comes from an old patrician southern family (Confederacy-rooted) and has served at the Rand Corporation as a lieutenant of Coca-Cola brewer J. Paul Austin, Rand chairman. USAF intelligence, for which Rand "thinks," is the most British and Israeli-penetrated of any U.S. agency, a distinction flowing from the role of Austin's Rand as a creation of London's International Institute for Strategic Studies.

Until his appointment at Energy, Duncan has been the number two man at the Pentagon, where he led the DOD "policy review" directed at blackmailing Saudi Arabia into allowing U.S. bases in the Persian Gulf. He has generally directed U.S. plans to "protect" Gulf oilfields, which translate as contingency planning of future oil flow disruptions.

Duncan was recommended for

his Pentagon post by Robert Strauss of the Connally Texas-Zionist machine. Strauss, both Carter trade negotiator and Mideast troubleshooter, dispatched Duncan to the Mideast in a recent effort to push the Egypt-Israel "Camp David" accord from the status of a treaty to a full-fledged "Middle East Treaty Organization" military alliance.

William Graham Claytor. Claytor is to head Transportation for 30 days and then will replace Duncan as the number two man at the Pentagon. He is currently Secretary of the Navy, and will use his 30 days at Transportation to plan the militarization of transportation for a Haig administration. Of an old Confederate patrician family, Claytor is chairman of the Southern Railway Corporation and of umpteen smaller

gence-ONI group under the direction of Rhodes Scholar Admiral Stansfield Turner) will unleash terrorists to block the Strait of Hormuz, through which three-quarters of the world's oil supply is shipped.

The inflammatory Persian Gulf caper is part of the same cynical plot as the Washington "massacre"brought to you by the same people who engineered the oil hoax. In a telephone interview which we excerpt below, one of Haig's top presidential campaign advisors revealed that a series of shattering U.S. foreign policy humiliations will be deliberately manipulated to increase international chaos.

As a result, Carter will be "out by October," Haig's advisor predicted, following a string of disasters including a Weimar-style dollar collapse.

Behind the clown show

Here are the facts behind the clown show in Washing-

- 1. Carter has not fired anyone. James Schlesinger, Michael Blumenthal, Brock Adams, Griffin Bell, and Joseph Califano left the government of their own accord.
- 2. The mass resignations were stage-managed by Secretary of State Cyrus Vance at the Tuesday, July 17

cabinet meeting. The next day, as the resignations exploded into the press, Vance was in private meetings with the congressional leadership—meetings which were followed by tirades against Carter from nearly every Capitol Hill figure, the so-called Democratic and Republican congressional leaderships associated with the New York Council on Foreign Relations, which was originally established as the U.S. branch of Britain's Royal Institute of International Affairs. It should be noted that Haig was an early protégé of both Califano and Vance, and is described by an intimate as being "very close to Vance in particular."

- 3. The resignation script was drafted before and during Jimmy Carter's recent Camp David retreat in a serie's of meetings held by members of the New York Council on Foreign Relations and the Anti-Defamation League of B'nai B'rith. The most important of these meetings took place at the end of June in Brussells, NATO headquarters, with Gen. Haig (the outgoing Supreme Commander of NATO) present. Also attending were ADL members including Amos Perlmutter.
- 4. At these meetings, the notorious Eizenstat memorandum was put together. This memorandum calls for the de facto abrogation of constitutional democracy in the United States. It outlines a plan for government by

railways from the Potomac to Florida. Southern Railway is the premier corporate entity of the old British Morgan-McCloy banking interests for the south.

Claytor was a political protégé of Zionist Louis Brandeis and the Brandeis circle that also groomed John Connally. He went from the University of Virginia to Harvard law school, where he edited the Harvard Law Review, and launched an intelligence career by becoming law clerk to Brandeis on the Supreme Court, and then partner at the Cavington and Burling law firm in Washington. The firm's chief partner was William Bundy, Council on Foreign Relations director.

John Macey. Macey has been appointed head of the Federal Emergency Management Agency, an unconstitutional body designed to play a key "transition" role in the creation and management of artificial crises—e.g., terrorist outbreaks, etc.—that could propel Haig into the

White House; FEMA is then to direct the militarization of government that would follow. From 1961-69, Macey was special assistant to both Presidents John Kennedy and Lyndon Johnson for review and recommendation on White House appointments. He recommended most of the gentlemen who orchestrated and ran the 1960s race riots as "Operation Garden Plot," under "domestic troubleshooter" Cyrus Vance. That Macey job, the fact that he was chairman of the Public Broadcasting Corporaton, a "clone" of the British Broadcasting Corporation, and now, his move to FEMA, sufficiently denote what his function will be in connection with a militarized U.S. government.

Benjamin Civiletti. Replacing Griffin Bell as U.S. Attorney General, Civiletti is an employee of the major Baltimore Zionist families; he played a major role in the old Kennedy Justice Department cabal that organized the "Get Hoffa" and other operations.

Civiletti has announced that his first priority at Justice will be to "clear up" the "Peanutgate" scandal involving Carter loans to a Georgia bank-which coincides with information from a Haig aide that the current President is to be "out of office by October."

Hedley Donovan. Donovan, who was in the news most recently for his glowing praise of Ted Kennedy when introducing the senator to a Council on Foreign Relations gathering, is the director of the CFR. There was no excuse to get him into the government, so a new post, Special Advisor to the President on everything, was created for him to occupy. Donovan is director of Time-Life, Inc., whose Clare Booth Luce is a "Dame" of the British Order of the Knights of St. John of Jerusalem. Donovan himself was an Oxford Rhodes Scholar, and has been one of the most important British Crown representatives in the United States ever since.

emergency decree, the implementation of energy programs that were pioneered by Adolf Hitler, and a provocation for a new war in the Middle East.

'Out by October'

The crowd at the Council on Foreign Relations knows that their lunatic puppet Jimmy Carter cannot implement these policies. Therefore, they are moving against him *now* to set up Alexander Haig with dictatorial powers.

The retiring cabinet members are scheduled to redeploy into the Kennedy and Haig campaigns, which have been prerigged to win the Democratic and Republican nominations next year. The g

Haig against Kennedy in a race that Haig is prerigged to win—especially since Carter's early demise and the emergence of the Chappaquidick candidate in his stead are certain to split the Democratic Party.

In keeping with his CFR assignment, Califano, upon leaving the administration, all but announced his readiness to work for a Kennedy candidacy; Schlesinger, a member of the GOP, typifies the wing of resignees who will join the Haig effort.

The myth of the two party system is now as dead as the proverbial doornail. The Council has already moved to split the Democratic Party top down. Two operations in rapid sequence made the fragmentation decision final. The first was the thorough and public discrediting of the Carter administration and the simuntaneous propelling forward of the Kennedy option. The second, keynoted by Sen. Henry Jackson's nationally televised remarks on the demise of Carter, was the CFR-Zionist lobby's maneuver to effect, through the split, a crossover into the Haig column of the Coalition for a Democratic Majority (Jackson, Moynihan), and others) "wing" of the party.

As Jackson stated: "The only question now is whether Carter will drop out or be taken out.... It's assured now that Kennedy will run, he will win the primaries, and go on to secure the nomination..." He then added that 1980 will be a total disaster for the Democratic Party: "For the first time since 1954, the Democratic Party could lose control of the Congress... jobs held by Democrats at all levels will be lost." Jackson, despite repeated questioning from reporters to the effect of "given that Kennedy will get it, won't you support him?" refused to answer. The split has occurred.

As a result, the situation within each and every regional, state, and local machine component of what once was the Democratic Party—the nuts-and-bolts-vote-delivering organizations—is out of the control of the Democratic Party leadership. The message has now

gone out to every precinct that the Democratic Party has no chance to win the presidency in November 1980.

The patronage, porkbarrel, and "electoral victory coattails phenomenon," the "delivery glue" that holds the machine structures together, are gone forever. Political deals that "work" can only be made now outside of the Democratic Party, and so the scramble is on.

As this cross-party "machine-with-machine" deal process accelerates, the Republicans will join the Democratic Party in fragmentation. This process, the lawful result of the American republic's gravest crisis in its history, has opened the door to the presidential campaign of Lyndon H. LaRouche, Jr. to pose an American alternative and to win the 1980 elections.

The reshuffle hoax will only aggravate the crisis. The new appointees named add up to a tightly knit team to implement the next phase of what the CFR has termed the "controlled disintegration" of U.S. politics and the economy. Paul Volcker's entry as Federal Reserve Chairman and the self-appointed champion of "the controlled disintegration of the world economy during the 1980s," as Volcker himself put it, accurately captures the point of the reshuffle.

As the evidence presented elsewhere in this package documents, the overall configuration of the "reshuffle" inside and outside the administration

- 1) The "retooled" administration consists of an "inside" Haig stalking horse machine, centered around the southern Democratic wing of the Coalition for a Democratic Majority, together with the Mondaleites. Vance functions as the overall internal coordinator of the administration, working with a core group of Vice President Mondale, Zbigniew Brzezinski, and David Aaron from the National Security Council, and Defense Secretary Harold Brown.
- 2) The White House and the Department of Justice have been also "retooled" as per the requirements of dumping Carter by October. Behind the myth of the "Georgia Mafia" lies the reality of the White House under the control of newly appointed "Special Advisor to the President" Hedley Donovan, a director of the Council on Foreign Relations and one of the activists of that institution. One ought to recall that it was only a short two months ago that Donovan brought to the podium and introduced before the Council's membership Senator Ted Kennedy, who then spoke from a CFR-prepared draft on foreign policy. Donovan's inside operation will be periodically assisted by Clark Clifford "shuttling" in to the White House.

The so-called Georgia Mafia is not running the administration. Besides Donovan, the real strongmen in the White House are associated with the Republican

front man for Haig, John Connally. This gang includes Robert Strauss; W. Graham Claytor, transportation secretary in the reorganized cabinet; Charles W. Duncan, the designated energy secretary; and John Macey, head of the Federal Emergency Management Agency. These Haig insiders will play the same role for Carter that Haig himself played in the Nixon White House—during Watergate! With both leaderships of the Republican and Democratic parties in agreement with the CFR's Haig plan, the presidential campaign of the U.S. Labor Party's Lyndon LaRouche has become the unique channel through which Americans can stop this plot against the nation.

Background to the plot

The late June Brussels discussions between Haig and the Anti-Defamation League centered on the "problem of Arab petrodollars." Shortly after these extraordinary private talks came the Eizenstat memo urging "bold, decisive action to save the Carter presidency," and an all-out war against the Organization of Petroleum Exporting Countries. The memo dovetailed the deliberations of Haig and the ADL (whose Atlanta branch Eizenstat represents) and set the tone for the "reshuffle."

Then came the Camp David period. Clark Clifford, the Council on Foreign Relations hatchetman who ordered Lyndon B. Johnson to go on television in early 1968 and withdraw from renomination, told Carter that "cabinet changes are necessary," according to a *Detroit News* leak. After Carter's July 15 TV address, in which no changes were announced, Clifford's protégé Cyrus Vance implemented the CFR policy by having the entire cabinet resign for the first time in U.S. history.

Within hours of the mass resignations on July 17, the first phase was on of the dollar collapse for which the London financial press has rooted over the past months. That same Tuesday, Federal Reserve Chairman G. William Miller declared to a House Banking Committee hearing: "We are going to have a longer and deeper recession than anyone expects." Miller demanded that credit remain tightened drastically through 1980, and called for immediate "decontrol of U.S. domestic oil (prices) to \$25 a barrel. . . . which I recognize will be seriously inflationary."

The author of this depression prescription is now U.S. Treasury Secretary. His replacement at the Fed is the Bank of England's favorite, Paul Volcker (see ECONOMICS).

War with OPEC

Let us now backtrack to the OPEC-busting "marching

orders" of the Eizenstat memo. Charles Duncan, the next Department of Energy head, is an interchangeable part with the departing James R. Schlesinger. Like Schlesinger, Duncan has been at the center of anti-OPEC operations in the administration from his number two perch at Defense.

Duncan led the DOD "policy review" that attempted to blackmail Saudi Arabia into granting U.S. military bases in the Persian Gulf, and has directed U.S. plans to "protect the security of the Persian Gulf oil fields." This is translated as contingency plans for future oil flow disruptions, along the lines of the "piracy" warnings.

After 30 days, Duncan's Pentagon portfolio will be picked up by William Claytor, currently Secretary of the Navy, who will "temporarily" occupy the Secretary of Transportation post" in the meantime. Despite their "southern" cover, both Duncan and Claytor in fact stem from patrician families that work hand-in-glove with the Eastern Establishment's CFR and Zionist lobby. Claytor, for example, was groomed politically by American Jewish Committee founder Louis Brandeis.

These replacements cohere with the pattern that began when John Macey was appointed some weeks back to direct the Federal Emergency Management Agency, an unconstitutional "crisis management" body set up to administer government by decree. Macey, the former chairman of the British Broacdcasting Corporation's offspring, the Public Broadcasting Service, is a "Texan" of the Strauss-Connally-CFR variety.

The conspiracy is sealed with the takeover of the Justice Department by Benjamin Civiletti, whose record includes advocacy of drug decriminalization and ending prosecutions for drug trafficking while such legislation is pending.

Civiletti outlined his "priorities" at Justice on July 20. They include: asending a new charter for the FBI to Congress this month; a "pledge" that Justice will "play a decisive role" in formulating, with Edward Kennedy, the Senator's "uniform justice code"; and strict government enforcement of all mandatory conservation measures—in short, austerity by police rule.

In case there are lingering doubts about who benefits from these Carter appointments, it should be added that the number one item on Civiletti's priorities list dovetails with the Haig "Carter out by October," scenario. The new Attorney General promised an early wrap-up of the investigations into the Carter family warehouse loans to Carter's 1976 presidential campaign.

-Konstantin George