U.S. REPORT

Legalized gambling: Dope, Inc's grab

Next month legislation to legalize casino gambling will be debated and voted on in three key northeastern state legislatures: New York, Pennsylvania, and Massachusetts. Two of the three states' governors, Hugh Carey of New York and Richard Thornburgh of Pennsylvania, have given their support to the measures, as has New York City Mayor Edward Koch.

New York State is the flagship of the legalization drive. The owners of the major hotel chains, including the leading Las Vegas and Atlantic City enterprises—in most cases documented to be representatives of Eastern establishment and Zionist lobby financial interests and organized crime—have confirmed that they are ready to "jump in" with 12 to 14 new casino hotels in Manhattan alone.

That legalized gambling is suddenly sprouting up everywhere is no coincidence. As the credentials of its proponents prove, the drive to blanket the Northeast with casinos is central to an attempt by a cabal of

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This week's U.S. Report on gambling is divided into three parts: a state-by-state rundown on the major states targeted for passage of legalized gambling measures; a profile of the corporations which operate and fund the casinos; and a look at the real estate interests which are buying up America's cities to turn them into casino playlands.

Our report was prepared by a team of analysts headed by U.S. editor Konstantin George and including Barbara Boyd, Donna Levit, Felice Gelman and Lydia Schulman.

London and New York-based real estate speculators and international drug traffickers to consolidate political control over the region.

The goal is the systematic conversion of an already shrinking real production base into a British-style "service economy," a temperate zone Bahamas, where the organized crime operations of the London, Zionist lobby, and Wall Street interests will have free rein. The more advanced Northeast gameplan, if implemented, would—as certain Zionist realtors in the Midwest are already saying—be the green light for other regional gambling legalization schemes, particularly in the Great Lakes area.

While proponents of legal gambling claim that they seek to remove the profits of gambling from the control of organized crime—and to divert them into the coffers of state government where they can be used to aid widows and orphans—this argument is a demonstrable fraud. The head of Governor Carey's Gambling Advisory Panel, Vincent Reede, has gone on record as saying that there will be no investigation of organized crime's tie-ins to the casinos. Rather, he states, investigative efforts will concentrate on busting up what remains of old-line labor and ethnic-based political machines.

Planned shrinkage

Casino gambling and economic depression are two sides of the same policy, and the political henchmen for British-Zionist financial interests have openly said as much. Immediately after the release of the study by Carey's Advisory Panel recommending the passage of a gambling law, New York City Deputy Mayor Robert F. Wagner, Jr. gave a widely covered radio and television interview stating that (1) New York City's productive base and population will decline substantially under a policy labeled "shrinkage" by Koch and Wagner; (2) such "shrinkage" is, to quote Wagner, "desirable"; (3) to quote Wagner again, "with shrinkage, casino gam-

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bling and related ventures are needed to provide a large revenue source" to maintain the tax base.

A green light is being extended to organized crime interests to manage the operation, which in New York is projected to generate \$3 billion annually in gambling profits, 75 percent doing directly to casino operators. Carey advisor Reede has declared that the New York casinos will be run by such corporations as Resorts International, Caesar's World, and Hilton International.

Resorts, as the book *Dope, Inc.* documents, is run by the Meyer Lansky organized crime family. Financial interests involved with Resorts in its Atlantic City venture include the leading Chicago Zionist family, the Pritzkers (owners of the Hyatt hotel chain), and the Bank of Nova Scotia, the North American and offshore banking department of British intelligence.

Caesar's World, owners of the Las Vegas Caesar's Palace, is on record as being run by what is described as "organized crime." Hilton International, the "respectable" firm in the trio, is the operator of the largest gaming hotel in Las Vegas; but more importantly, as the cirriculum vitae of Baron Hilton demonstrates, the chain is and has been since before World War II an arm of Britain's Special Operations Executive and the "Intrepid" network set up by Sir William Stephenson.

In a recent interview, Reede stated that there would be no investigations of mob links to the casino operators, and he candidly told another caller, "Sure, I know people from the mob; I grew up in mob territory. ... I knew many of them when I was a prosecutor.... I've got connections to the mob."

Instead, Reede indicated, New York's "gambling" investigations will be used as the pretext for a series of watergating probes of local political machines and labor unions under the direction of Manhattan District Attorney Robert Morgenthau.

Morgenthau, a former U.S. attorney, is the son of the former Secretary of the Treasury, Henry Morgenthau, author of the infamous "Morgenthau Plan" for Germany. The Morgenthau Plan was the planned "shrinkage" blueprint of its time: it called for the total elimination of industry in Germany, a remarkable harbinger of the current Koch-Robert Morgenthau planned shrinkage policy for New York City, and, by extension, for the Northeast as a whole.

The financier interests behind Morgenthau and his dirty tricks machine, are discernable from his pedigree. His grandmother was the niece of Zionist financier, Herbert Lehman, of the Lehman Brothers Investment Bank portion of the Zionist "Our Crowd" financiers, including the Warburgs, Rothschilds, Schiffs, et al.

The scope of the Morgenthau machine can be grasped from a thumbnail sketch of Morgenthau's protégés, both from his days as a U.S. attorney and as Manhattan District Attorney. They include Franklin Thomas, successor to former National Security Council director McGeorge Bundy as President of the Ford Foundation, who has had a longtime role in directing union-busting and ghetto counterinsurgency operations; and Paul Curran, the Special Prosecutor appointed to head the ongoing investigation into the Carter family peanut warehouse business, the burgeoning scandal that the CFR may use to bring down lame-duck President Carter in the penultimate phase of launching its Alexander Haig option.

Currently, one of Morgenthau's assistants is none other than young Robert F. Kennedy, Jr., who is being groomed to replicate his father's role in the McCarthy witchhunt and in running the Justice Department for a vendetta against the Teamsters and Building Trades unions as well as against non-British-controlled business enterprises.

The roster of gambling proponents nationally is heavily weighted with similar political specimens. They include:

- Media wunderkind David Garth, who orchestrated the election campaigns of a number of progambling public officials, including New Jersey Governor Brendan Byrne;
- Boston mayoral candidate Joseph Timilty, a Kennedy machine fixture;
- Pennsylvania Governor Richard Thornburgh, who entered politics after a long career at the Justice Department; and
- Thornburgh's one-time boss, former Attorney General Edward Levi, in Illinois.

Through such figures, gambling will be eminently a political weapon on behalf of British interests in the United States: in New Jersey, Resorts International reputedly spent \$10 million buying state legislators and other politicians for Bronfman protégé Brendan Byrne. That pattern will be repeated as the gambling mobilization spreads nationally.

-Konstantin George