FEDERAL BUREAU OF INVESTIGATION
FOI/PA
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FD-36 (Rev. 5-22-64)

FBI

Date: 10/20/72

Transmit the following in ______________________
(Type in plaintext or code)

Via AIRTEL ______________________
(Priority)

---

TO : SAC, MILWAUKEE (92-303)

FROM : SAC, CHICAGO (92-3730)

SUBJECT: LOUIS MARTIN FAZIO - DECEASED
AR
OO: MILWAUKEE

b6
b7C

Re Milwaukee airtel to Chicago dated 10/5/72.

Enclosed for the investigation assistance of Milwaukee are several photographs of Chicago hoodlums JOSEPH LOMBARDO, [redacted] FRANK JOHN SCHWEIHS, CHARLES VINCENT LA TOUR, and [redacted]

These individuals should be considered suspects in the gangland slaying of captioned victim based upon their associations, reputation for violence, and possible relationship with LOUIS MARTIN FAZIO.

The following information represents descriptions and biographical data related to these suspects:

| | |
|---|---|
| Name | FRANK JOHN SCHWEIHS |
| Also Known As | F. J. SCHWEIHS, FRANK SCHWEIGHS, FRANKIE SCHWIEHS, and FRANK SCHWEIS |
| Sex | Male |
| Race | White |
| DOB | 2/7/31 |
| POB | Chicago, Illinois |
| Height | 5'11" |
| Weight | 185 pounds |
| Hair | Black |
| Eyes | Brown |
| SSAN | 346-24-5784 |
| Employment | None Known |

92-2221-57

2 - Milwaukee (Encs.6)
5 - Chicago
1 - (179-67) (Info)
1 - (179-46) (Info)
1 - (92-3665) (Info)
1 - (92-2940) (Info)
[redacted]

b6
b7C

(7)

Approved: ______________________ Sent ______________ M Per ______________
Special Agent in Charge

CG 92-3730

| | |
|---|---|
| Residence | 515 Longcommon<br>Riverside, Illinois<br><br>1321 North Wells<br>Chicago, Illinois |
| Wife | [redacted]<br>Riverside, Illinois |
| Girlfriend | [redacted]<br>Chicago, Illinois |
| FBI Number | 345 162 A |
| Arrest Record | Arrest dating back to 1949 for auto larceny, robbery, burglary, homocide investigation, and battery. No convictions. |
| Associates | PHIL ALDERISIO (deceased)<br>ANTHONY SPILOTRO<br>PATSY RICCIARDI<br>"LEFTY" ROSENTHAL<br>ANGELO LA PIETRA<br>JAMES LA PIETRA<br>JOSEPH LOMBARDO<br>FIORE BUCCIERE |
| Travel | 1972 gold Oldsmobile, 2-door hardtop, bearing 1972 Illinois license [redacted] registered to [redacted], Chicago, Illinois |
| Characterization | Variously described by local law enforcement officials as a cartage thief, burglar, and suspected outfit "head" man. It should be noted that SCHWEIHS is a former bodyguard for PHIL ALDERISIO and is considered a cold ruthless killer and extremely vicious. |

b6
b7C

b6
b7C

| | |
|---|---|
| Name | JOSEPH LOMBARDO |
| Also Known As | "JOEY THE CLOWN", JOE PADULA, JOSEPH LOMBARDI, WILLIAM BAKER, MILTON SNYDER, HAROLD MC BRIDE, FREDRICK BOMBARD, GEORGE S. CARROLL, HENRY JONES, "LITTLE JOEY |
| Sex | Male |
| Race | White |
| DOB | 6/1/24 |
| POB | Chicago, Illinois |
| Height | 5'7" |
| Weight | 180 pounds |
| Hair | Brown |
| Eyes | Brown |
| FBI Number | 673 515 E |
| Employment | Universal Fiberglass Elk Grove Village, Illinois |
| Residence | 2210 West Ohio Chicago, Illinois |
| Associates | PHIL ALDERISIO<br>ANTHONY SPILOTRO<br>FRANK SCHWEIHS<br>WILLIAM MESSINO<br>FIORE BUCCIERI |
| Arrest Record | Arrest dating back to 1954 for burglary, aggravated assault, kidnaping, and armed robbery. No convictions. |
| Characterization | JOSEPH LOMBARDO is described as a former muscle man for ALDERISIO and close associate of FRANK SCHWEIHS and ANTHONY SPILOTRO. LOMBARDO is also described as a close friend of [redacted] |

| | |
|---|---|
| Name | [redacted] |
| Sex | Male |
| Race | White |
| DOB | [redacted] |
| POB | |
| Height | 6'1" |
| Weight | 190 pounds |
| Hair | Black |
| Eyes | Brown |

b6
b7C

| | |
|---|---|
| Employment | [redacted] b6 b7C |
| | Union, [redacted] |
| | [redacted], Chicago, Illinois |
| Residence | [redacted] |
| | Norridge, Illinois |
| Wife | [redacted] |
| Travel | 1969 Ford Thunderbird bearing 1972 Illinois license [redacted], and 1969 Ford 4-door bearing 1972 Illinois license [redacted], both registered to [redacted] Lawrence, Norridge, Illinois b6 b7C |
| Associates | FRANK CALABRESE<br>JOSEPH LOMBARDO<br>CHARLES LA TOUR |
| Arrest Record | [redacted] arrest dated back to 1956 and reflected arrest fo auto theft, burglary, and armed robbery. In February, 1965, [redacted] was arrested on TFIS charges, subsequently convicted and served time in Sandstone, Minnesota Penitentiary. b6 b7C |
| Characterization | [redacted] has been described as a cartage thief, muscle man, and juice collector, working directly for FRANK CALABRESE. He has also been identified as a close personal associate of JOSEPH LOMBARDO. |

| | |
|---|---|
| Name | CHARLES VINCENT LA TOUR |
| Also Known As | CHUCK |
| Sex | Male |
| Race | White |
| DOB | 10/24/20 |
| POB | Chicago, Illinois |
| Height | 5'9½" |
| Weight | 190 pounds |
| Hair | Black |
| Eyes | Hazel |

CG 92-3730

| | |
|---|---|
| FBI Number | 816 521 |
| Residence | 7749 North Nordica, Apt. E<br>Niles, Illinois |
| Wife | [redacted] |
| Employment | Steward, Machinery Movers Riggers and Machingery Erector Union, Local 136<br>2715 West North Avenue<br>Chicago, Illinois |
| Arrest Record | Arrest dating back to 1934 for burglary, larceny, assault with intent to kill, and armed robbery. LA TOUR was convicted in May, 1934 on burglary and larceny charges and received a sentence of one year to life. In 1938 LA TOUR was discharged on parole. LA TOUR was convicted in July, 1948 on charges of armed robbery and received a sentence of five to 12 years. He was paroled in 1955. |
| Associates | FRANK CALABRESE<br>[redacted]<br>FIORI BUCCIERI<br>[redacted] |
| Characterization | LA TOUR has been identified as the "number one man" in the FRANK CALABRESE juice operation and is described as a ruthless and vicious individual particularly suited to the problems related to collections in a juice operation. He is a close associate of many Chicago hoodlums and [redacted] to him. |

b6
b7C

It should be noted that information had been previously received by the Chicago Office that "a contract" was out and FRANK SCHWEIHS had been selected to handle it. No further information in this regard was available.

CG 92-3730

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. 1) Will identify subscribers to telephone numbers set forth in referenced Milwaukee communication.

2) Will maintain liason with Cook County States Attorney's Office and the Illinois Bureau of Investigation for any developments related to the death of the captioned victim.

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6
UNITED STATES GOVERNMENT

# Memorandum

TO :SAC, CHICAGO (92-2940)

DATE: 11/22/72

FROM :SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO, aka
AR

On October 19, 1972, the premises of the Universal Fiberglass Company at 340 Bennett Street, Elk Grove Village, Illinois, was visited and it was determined at that time that JOSEPH LOMBARDO was not present. A person identified as [redacted], an associate of the subject, and [redacted], LOMBARDO's girlfriend, were both on the premises engaged in the fabrication of fiberglass products. The only other person on the premises was DAN SEIFERT, an associate of LOMBARDO's in this fiberglass business. b6 b7C

Style Builders, a remodeling contractor, allegedly associated with the subject, is located at Touhy and Keating on the East corner. The telephone number listed on the file is 463-6666. A Cadillac, license numbers parked adjacent to the address on October 25, 1972, are:

[redacted] b6 b7C

[redacted]

92-2940-6 b6 b7C

SEARCHE[redacted]INDEX[redacted]
SERIALIZ[redacted]ILED
NOV 27 1972
FBI — CHICAG[redacted]

ACK/cjd
(1)

5010-108-01

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6
UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (179-19) DATE: 12/6/72

FROM : SA JAMES F. BONNER b6 b7C

SUBJECT: [redacted]
ECT

On 11/7/72, [redacted], was interviewed by SA [redacted] JAMES F. BONNER at his place of employment at Holiday Inn, 1 South Halsted Street. He stated he was born [redacted] and resided at [redacted], Illinois, home telephone [redacted]. His father [redacted] and his mother [redacted] resided at the same address. b6 b7C

He further advised as follows:

His mother and father owned and operated for one and a half to two years the [redacted] which was located on [redacted] Illinois, which restaurant went out of business in December, 1969. He participated in the operation of the restaurant. The restaurant employed [redacted] as a bartender. [redacted] was a juice loan operator who worked for [redacted], an individual who frequently came into the [redacted] b6 b7C

Also frequenting the Golden Cleaver were the following:

ANTHONY SPILOTRO (92-2563)
FRANKIE SCHWEIHS (92-3665)
[redacted]
FRANK CALABRESE (92-2332)
[redacted] (92-2344)
JOE LOMBARDO (92-2940)

b6 b7C

[redacted] while working at that restaurant as a bartender, was acquainted with [redacted], FRANK CALABRESE, [redacted] and ANTHONY SPILOTRO.

92-2940-6 b6 b7C

[redacted]
(1)

SEARCHED [redacted] INDEXED
SERIALIZED FILED
DEC 6 1972
FBI — CHICAGO



5010-108-02

KEMPFF

He was arrested in the recent past on charges of grand theft in connection with his former employment at the Cook County Probate Court. He was arrested by the State's Attorney's Police and he anticipates a court hearing on the matter around 11/15/72. He feels certain he will not be convicted on this matter and if convicted, not imprisoned but given a probationary sentence. He has never had any prior convictions.

In 1960 his father was convicted of some charge and served about three years in the Joliet Illinois State Penitentiary. In 1968 his father was arrested and charged with having master minded a million dollar credit card racket whereby airline tickets were obtained and used fraudulently. His father was arrested by the States Attorney's Police and following a trial was found guilty of the offense. In this connection his father has been sentenced to serve three to five years in the State Penitentiary but has appealed the case. Following the trail his father went under open heart surgery and continues to be treated for a heart condition. His father is in poor health and because of his poor health, he hopes that his father's sentence will eventually be reduced to a probationary sentence. In spite of his poor health, his father has recently obtained permission from his attending physician to work a few hours a day. His father currently works several hours a day at a [redacted] in [redacted] b6 b7C

His father had been the owner of several restaurants over the years. He owned and operates [redacted], [redacted], and more recently as mentioned above, operated the [redacted] on [redacted] was operated for about a period of one and one half to two years but the last six months of the operation, the business declined drastically due to the adverse publicity received by his father in connection with the aforementioned credit card racket. b6 b7C

Attached hereto are the Chicago Police Department Identification records pertaining to [redacted] IR number [redacted] and [redacted], IR number [redacted]. b6 b7C

SAC, CHICAGO (92-677) 12/19/72

SUPERVISOR VINCENT L. INSERRA

JOSEPH AIUPPA
AR

On December 19, 1972, [redacted], advised that [redacted]

b6
b7C
b7D

Above submitted for information.

(1 - 92-2538)(ORTENZI)
(1) - 92-2940)(LOMBARDO)
(1 - 92-374) [redacted]

VLI/[redacted]
(4)

SEARCHED [redacted]
SERIALIZED [redacted]

b6
b7C

SAC, SPRINGFIELD 1/26/73

SAC, CHICAGO (92-2940)

JOSEPH LOMBARDO, aka
AR

JOSEPH LOMBARDO, 2210 West Ohio Street, Chicago, Illinois, presently drives a 1972 Dodge automobile with 1972 Illinois registration number 561-397.

Springfield Division is requested to furnish additional background information if available including a social security number and an operator's number.

[redacted]

2 - Springfield
1 - Chicago
ACK [redacted]
(3)

92-2210-67

SEARCHED
INDEXED
[redacted]

b6
b7C

SAC, CHICAGO [redacted] 2/6/73

SUPERVISOR VINCENT L. INSERRA b7D b7E

[redacted]

On January 24, 1973, source advised that [redacted] b6 b7C b7D

On February 5, 1973, source advised that a [redacted] b6 b7C b7D b7E

1 - 92-344
1 - 92-2940 (LOMBARDO)
1 - 92-3461 (Monroe District)

VLI/[redacted]
(4)

92-2940-6 b6 b7C

SEARCHED [redacted] INDEXED [redacted]
SERIALIZED [redacted] FILED [redacted]
FEB 7 1973
FBI—CHICAGO
Kemlff [redacted]

FD-263 (Rev. 12-19-67)

# FEDERAL BUREAU OF INVESTIGATION

| REPORTING OFFICE | OFFICE OF ORIGIN | DATE | INVESTIGATIVE PERIOD | |
|---|---|---|---|---|
| CHICAGO | CHICAGO | FEB 2 1973 | 10/1/72 - 2/15/73 | |
| TITLE OF CASE | | REPORT MADE BY | | TYPED BY |
| JOSEPH LOMBARDO, aka | | SA AUGUST C. KEMPFF | | [redacted] b6 b7C |
| | | CHARACTER OF CASE | | |
| | | AR | | |

REFERENCE: Chicago report of SA AUGUST C. KEMPFF dated 9/29/72.

\- P -

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue investigation to develop background information and possible hoodlum or illegal activities on the part of the subject.

ADMINISTRATIVE

It is noted the period of this report is 10/1/72 through 2/15/73. No information of prosecutive value was developed during this

| ACCOMPLISHMENTS CLAIMED [X] NONE | | | | | | ACQUIT-TALS | CASE HAS BEEN: |
|---|---|---|---|---|---|---|---|
| CONVIC. | AUTO. | FUG. | FINES | SAVINGS | RECOVERIES | | PENDING OVER ONE YEAR [X] YES [ ] NO<br>PENDING PROSECUTION OVER SIX MONTHS [ ] YES [X] NO |
| | | | | | | | |

APPROVED VVl SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

92-2940-69

SEARCHED
SERIALIZED
INDEXED
FILED
[redacted] b6 b7C

Kempff

COPIES MADE:

3 - Bureau (92-11921)
1 - USA, Chicago
1 - Attorney in Charge, Chicago
Field Office, [redacted]
(2) - Chicago (92-2940)
[redacted]

| Dissemination Record of Attached Report | | | | |
|---|---|---|---|---|
| Agency | | | | |
| Request Recd. | | | | |
| Date Fwd. | | | | |
| How Fwd. | | | | |
| By | | | | |

Notations [redacted]

\- A -
COVER PAGE

period other than a potential ECT violation on the part of JOSEPH LOMBARDO of which the Bureau was advised through a separate Chicago file, 179-422 entitled "JOSEPH LOMBARDO, aka; DANIEL SIEFERT - VICTIM".

Informants

| Source | Date Contacted | Contacting Agent |
|---|---|---|
| T-1 [redacted] | 11/7/72 | SA JAMES F. BONNER<br>SA [redacted] |
| T-2 [redacted] | 10/17/72<br>12/8/72 | SA FRANK J. FORD |
| T-3 | 10/19/72<br>12/11/72 | SA AUGUST C. KEMPFF |
| T-4 | 1/24/73 | SA VINCENT L. INSERRA |

b6
b7C
b7D
b7E

FD-204 (Rev. 3-3-59)

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office, [redacted] b6 b7C

Report of: SA AUGUST C. KEMPFF
Office: Chicago
Date: FEB 23 1973

Field Office File #: 92-2940
Bureau File #: 92-11921

Title: JOSEPH LOMBARDO

Character: ANTI-RACKETEERING

b6 b7C

Synopsis: Subject's car observed at [redacted] Wedding Anniversary Party. Subject alleged bodyguard for IRWIN WEINER. JOE LOMBARDO frequents Luxor Baths, 2039 West North Avenue, meeting there with other Chicago hoodlums. Universal Fiber Glass, Elk Grove Village operated by subject. IRS reviewed Fiber Glass Company books and issued subpoena for records returnable 2/13/73. Fiber Glass Company building gutted by fire 2/9/73.

- P -

b6 b7C b7D

DETAILS:

By letter dated November 6, 1972, the [redacted], furnished the results [redacted]

T-1 in November of 1972, advised [redacted] b6 b7C b7D

T-2 in December of 1972, advised that the subject has been accompanying [redacted] Inasmuch as [redacted] b6 b7C b7D

T-2 in October of 1972, advised that a powerful group of Chicago hoodlums are running several Las Vegas operations as well as other investments financed through Teamsters Union funds. Members of this group were identified as IRWIN WEINER, JOSEPH LOMBARDO, TONY SPILOTRO and FRANK SCHWEIZ.

It is noted that all of the above are members of the deceased FELIX ALDERISIO organization.

On December 19, 1972, [redacted] advised Special Agent (SA) VINCENT L. INSERRA that [redacted] b6 b7C b7D

T-3 in December of 1972, advised that the subject and [redacted] however, [redacted] b6 b7C b7D

On December 11, 1972, LOMBARDO advised SIEFERT that he was no longer needed in the Fiber Glass business and should sever his relationship as of that time.

T-4 in January of 1973, advised [redacted] b7D

T-3 in October of 1972, advised that the subject frequents [redacted] b6 b7C b7D

On October 19, 1972, a visit was made at the Fiber Glass Company in Elk Grove Village, and it was determined at that time that LOMBARDO was not on the premises. The persons present on the premises at that time were DAN SIEFERT, and [redacted]. b6 b7C

In December of 1972, T-3 advised that [redacted] b6 b7C b7D

[redacted] on October 18, 1972, was furnished background information concerning LOMBARDO and the Fiber Glass business. Intermittent contact was maintained concerning the [redacted] Federal Bureau of Investigation (FBI) investigation of the subject, and on January 19, 1973, [redacted] advised that the books and records of the Fiber Glass Company had been subpoenaed. b6 b7C b7D

At 5:30 a.m., February 9, 1973, the building at 350 Bennett, Elk Grove Village, the premises of the Fiber Glass Company, business operated by the subject, was gutted by a fire.

On February 13, 1973, [redacted], advised that at approximately 8:00 a.m. Friday morning, February 9, 1973, [redacted] b6 b7C b7D

On February 13, 1973, IRS Agent [redacted] advised that pertinent records from the Fiber Glass Company were not destroyed in the fire, and were subsequently recovered by IRS. He stated that subpoena for these records was returnable on Monday, February 12, 1973. b6 b7C

FD-323 (Rev. 12-12-72)

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

FEB 23 1973

In Reply, Please Refer to
File No. CG 92-2940

Title JOSEPH LOMBARDO, aka

Character ANTI-RACKETEERING

Reference is made to Chicago report of Special Agent AUGUST C. KEMPFF dated and captioned as above

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2940) DATE: 3/2/73

FROM : SAC, SPRINGFIELD (92-1246) (RUC)

SUBJECT: JOSEPH LOMBARDO, aka
AR

Re Chicago letter to Springfield dated 1/26/73.

The following investigation was conducted by SC [redacted] b6 b7C

Enclosed herewith for Chicago are four (4) photostats of applications for 1972 Illinois licenses [redacted] and certificate of title number [redacted] and [redacted] as furnished on 2/2/73 by [redacted] Auto Registration Section, Secretary of State, Springfield, Illinois.

[redacted] Drivers License Section, Secretary of State, Springfield, Illinois, advised on 2/2/73 that drivers license number L516-4802-9001 was issued 12/6/72 to JOSEPH LOMBARDO, 2410 West Ohio Street, Chicago, Illinois. This license expires 1/1/76 and describes him as 5'7", 170 lbs., DOB 1/1/27, brown hair, brown eyes, SSAN 360-20-9031, no stops and no restrictions. b6 b7C

[redacted] also advised that records reflect a letter dated 8/14/70 from the Cook County Sheriff's Police Division, 8970 North Milwaukee Avenue, Niles, Illinois, requesting a drivers abstract for JOSEPH LOMBARDO and a certified copy of this abstract was furnished them on 8/24/70. b6 b7C

2 - Chicago (92-2940) (Encl. 4)
1 - Springfield (92-1246)
[redacted]
(3)

92-2940-70

b6 b7C

[redacted]

FBI

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2573)

DATE: 2/28/73

FROM : SA [redacted] b6 b7C

SUBJECT: LUXOR BATHS, INC.
AR
OO: CHICAGO

Luxor Baths continues to be utilized by upper echelon leaders of organized crime in Chicago.

[redacted] advised on 1/11/73 that [redacted] b6 b7C b7D b7E

[redacted] b6 b7C b7D

[redacted]

92-2990-11

14-Chicago (1-92-2538) (1-92-3941)
(1-92-677) (1-92-2940) (1-92-New) [redacted]
(1-92-468) (1-92-1165) (1-92-New)
(1-92-374) (1-92-946) [redacted]
(14)

[redacted]
SEARCHED 92 INDEXED
[redacted]
MAR 5 1973
FBI—CHICAGO
KEMPFF

b6 b7C b7D b7E

[redacted] b6 b7C b7D

On 2/22/73 a Lincoln Continental with Illinois license plate number CC13 (1973) registered to CARL CHAMPAGNE, 1518 Normal, River Forest, Illinois, was observed parking in front of Luxor Baths at 12:15 pm. Writer observed CARL CHAMPAGNE and JOSEPH AIUPPA conversing inside of Luxor Baths Restaurant and CHAMPAGNE was accompanied by another white male. CARL CHAMPAGNE is the brother of ANTHONY CHAMPAGNE who has been for many years the attorney to many Chicago hoodlums. According to Chicago Police Department Intelligence Division, automobile registered to CARL CHAMPAGNE was observed at wake of PAUL RICCA in October, 1972. Same source informs that automobile registered to [redacted] who also frequents Luxor Baths, was seen at wedding of [redacted] in 1965. [redacted] manages the [redacted] located at [redacted] Chicago, Illinois. b6 b7C

[redacted] who [redacted] located at [redacted], Chicago, Illinois was observed by writer conversing with JOSEPH AIUPPA in restaurant of Luxor Baths on 2/1/73. b6 b7C

On 2/15/73 writer observed JOSEPH AIUPPA placing telephone call to C. Neal Realty, 666 East Northwest Highway, Palatine, Illinois. The number at C. Neal Realty was given to AIUPPA by ANTHONY ORTENZI. AIUPPA was also overheard spelling out telephone number [redacted] registered to [redacted] Palatine, Illinois. Writer continues observations at Luxor Baths, 2039 West North Avenue, Chicago, Illinois, with purpose of determining what takes place at the meetings. b6 b7C

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# Memorandum

TO : SAC, CHICAGO (92-2573) DATE: 3/12/73

FROM : SA [redacted] b6 b7C

SUBJECT: LUXOR BATHS
AR
OO: CHICAGO

Meetings of organized crime leaders continue to take place at Luxor Baths.

In a memorandum to SAC, Chicago, dated 2/28/73, the writer noted that on 2/22/73, a Lincoln Continental, bearing 1973 Illinois license plate CC 13, and registered to CARL CHAMPAGNE, 1518 Normal, River Forest, Illinois, had been observed parked in front of Luxor Baths, 2039 West North Avenue, Chicago. It was also stated that writer observed JOSEPH AIUPPA and CHAMPAGNE conversing in restaurant area of Luxor. CHAMPAGNE at that time was accompanied by a white male, who has now been identified as JOSEPH AMATO.

AMATO is a man familiar to the FBI and to law enforcement officials dealing with organized crime in the Chicago area. He has a financial interest in the McHenry County Tobacco and Candy Company, located at 304 Lincoln, Fox River Grove, Illinois. [redacted] reflect [redacted] b6 b7C b7D

(See page 6 for copies)

[redacted]

(14)

92-2940-72

SEARCHED [redacted] INDEXED
SERIALIZED [redacted] FILED [redacted]
MAR 19 1973
FBI — CHICAGO
[redacted]
b6 b7C

The AMATO name has been associated in the past with well-known Chicago hoodlums, such as CHARLES ENGLISH, with whom AMATO was supposed to be involved in a land venture in McHenry County, Illinois. ANTHONY ACCARDO, "BUCKY" ORTENZI, [redacted] and other top hoodlums have been rumored to be associated with AMATO in the past. b6 b7C

[redacted] b6 b7C b7D

The following individuals have been observed entering Luxor Baths, 2039 West North Avenue, within the past few days:

On 2/26/73 -
JAMES LA PIETRA
JOSEPH AIUPPA
ANTHONY ORTENZI
[redacted] b6 b7C
JOSEPH LOMBARDO
JOSEPH BILOTTO, Sr.
JOSEPH CORNGOLD

JOSEPH BILOTTO is a white male, approximately 5'6" tall, weighing 180 pounds, with dark, short hair, brown eyes, and his age could be estimated at 65 years old. Chicago PD, Intelligence Division, files reflect that a man by the same name has been arrested many times for gambling. BILOTTO takes active part in the meetings at Luxor, converses frequently with [redacted] AIUPPA, and [redacted], but does not seem to have the leadership and respect that other hoodlums have. b6 b7C

JOSEPH LOMBARDO continues to operate his business establishment located at 2035 West North Avenue, next door to Luxor Baths.

JIMMY LA PIETRA appeared to be tanned and relaxed as he entered Luxor. [redacted] b7D One explanation for his deep suntan could be the possibility of a recent trip to California where ANTHONY ACCARDO resides at the present time. Writer will penetrate Luxor Baths once more next Monday, March 12, 1973, in order to attempt to establish LA PIETRA's ascendancy in the organized crime world.

Other observations made by [redacted] b7D

[redacted]

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b7C
b7D

[redacted]

b6
b7C
b7D

CG 92-2573

Writer continues efforts to ascertain the extent of criminal activities by Chicago's top hoodlums.

Copies:

1-92-2282 [redacted] b6
1-92-677 (AIUPPA) b7C
1-92-2010 (J. LA PIETRA)
1-92-2538 (ORTENZI)
1-92-NEW [redacted]
1-92-1215
1-92-3978
1-92-2940 (LOMBARDO)
1-92-NEW [redacted]
1-92-468
1-92-371
1-92-NEW (ALFONSO TORNABENE)
1-92-1756 [redacted]

SAC(165-443)

April 5, 1973

[redacted] CORRELATION CLERK

b6
b7C

JOSEPH LOMBARDO, aka Joseph Lombardi, Joe Padula, "The Clown","The Clown" Lombardo, "Little Joey" Lombardo, "Little Joey" Lombardi, William Baker, Milton Snyder, Harold Mc Bride, Frederick Bomberd, George S. Carroll, Henry Jones, "The Clown" Lombardi
INFORMATION CONCERNING

This memo contains both identical and questionable criminal references on the above named individual. No identical security references were noted.

The following are main subject files:

165-443*
92-2930*
87-7925*
91-5381*
179-422*

It is noted that 165-443-82 dated 11/10/69 is a previous correlation memo.

Since last memo 92-350-Sub 20-2097 has not been reviewed. It is located in C-I Supervisor's Office and may be reviewed by Agent handling case.

I. GENERAL CRIMINAL ACTIVITIES

92-2563-154 p.4

[redacted] advised SA JOHN W. ROBERTS, JR. on 1/9/71 [redacted]

b6
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b7D
b7E

1 - 92-2940 ✓
1 - SA KEMPFF
BJB:
(3)

92-2940-74

SEARCHED [redacted] INDEXED
SERIALIZED [redacted] FILED
APR 6 1973
FBI—CHICAGO

[redacted] b6 b7C b7D

92-1602-48 p.6

[redacted] b6
[redacted], furnished this office with repor dated 9/8/71 of b7C
[redacted] b7D

92=2563-257

Rememo SA [redacted] 3/24/72 re "ANTHONY SPILOTRO, b6
AR" reflecting as follows: b7C

On 3/8/72 [redacted], Forest Park, Illinois, and [redacted], Oak Park, Illinois, appeared at the Chicago Office and voluntarily furnished the following information:

On the evening of 2/7/72 [redacted] met a friend named [redacted] in a tavern located at Armitage and Kildare in Chicago. According to [redacted] [redacted] is employed at [redacted] [redacted], Chicago, and was recently indicted by the FBI for theft b6
of municipal securities. During the meeting [redacted] told b7C
them how he was beaten up at Gay-Lur Mercantile by these syndicate figures, namely JOSEPH "THE CLOWN" LOMBARDO, FRANKIE SCHWIEHS AND JOHN SPILOTRO. [redacted] told them that he had a "fallen out" with [redacted], who operates Gay-Lur and was accused of stealing

typewriters from the business. [redacted] told them that [redacted] and [redacted] arranged for the beating to take place at Gay-Lur. [redacted] accused [redacted] of making a phone call to ANTHONY SPILOTRO in Las Vegas for the purpose of obtaining his permission for the beating since he (ANTHONY SPILOTRO) has had a great interest in Gay-Lur since the death of hoodlum figure FELIX ALDERISIO. b6 b7C

[redacted] said that during their meeting at the tavern [redacted] was furious and could just about control himself. They said that [redacted] wanted "revenge" and would not be satisfied until he got everyone responsible for the beating. They said that [redacted] claimed to have "documented proof " which would enable him to send [redacted], the SPILOTRO brothers and many others to the penitentiary if he decided to talk to the authorities. In addition, [redacted] advised that [redacted] even attempted to solicit their help in order to "get everyone responsible" for beating him up. [redacted] told them he was kicked out of Gay-Lur and told not to return unless he wanted more of the same treatment. b6 b7C

In connection with their own activities, [redacted] characterized themselves as [redacted] who have done [redacted] work for a number of hoodlum figures including TONY SPILOTRO, [redacted] PHIL ALDERISIO and others. [redacted] admitted receiving some typewriters from [redacted] but claimed to have paid for them. Finally [redacted] claimed to have been arrested on urglary charges while [redacted] denied any arrest record. b6 b7C

92-2321-65 p.2

Rerep SA JOHN W. ROBERTS, JR. 3/28/72 at Chicago re [redacted], AR" reflecting: b6 b7C b7D b7E

[redacted] advised SA JOHN W. ROBERTS, JR., in February, 1972 that JOSEPH LOMBARDO reportedly sees [redacted]

It is not known whether or not this reference is identical.

179-383-24 p.8

Rerep SA [redacted] 6/29/72 at Chicago b6
re "[redacted] b7C
ECT" reflecting:

[redacted] advised on 3/23/72 that [redacted]

b6
b7C
b7D
b7E

[redacted] advised that [redacted] and JOSEPH LOMBARDI
were [redacted] b6
was the office manager for [redacted] b7C
b7D
[redacted] advised that he recalled a party where JOE LOMBARDI b7E
severly beat [redacted] was delinquent in the re-payment of the outstanding loan.

[redacted] located at [redacted] Illinois.

92-1998-290 p.7

FD-302 reflects on 9/30/72 SA [redacted], b6
observed the following vehicles between 9 PM and 12:30 AM 10/1/72 b7C
in the vicinity of Sorini's steak house, 1st Avenue and 26th Street, North Riverside, Illinois:

1972 Illinois License 561397, 1972 Dodge, 4 door hardtop, listed to JOSEPH LOMBARDO, 2210 West Ohio, Chicago, 92-3665-12 p.17

Rerep SA [redacted] 11/30/72 at Chicago re [redacted], AR" reflecting as follows: b6 b7C b7D

On 11/27/72 [redacted] advised that [redacted] Chicago.

On 11/29/72 [redacted] were confidentially made available and disclosed the following [redacted] b6 b7C b7D

Report dated 1/20/71 reflected that the [redacted] at this time, however, [redacted] b7D

92-3371-27

Rememo SA JAMES F. BONNER 12/6/72 re [redacted] AR" reflecting: b6 b7C

On 12/1/72, [redacted] Melrose Park, advised she is currently employed as a waitress at the [redacted]. She stated she has been married to the subject whose true name is [redacted] She is currently attempting to divorce the subject. b6 b7C

When asked for the identities of friends and acquaintances of subject, [redacted] stated that the subject is a good friend of [redacted], who operates night clubs in the Rush Street area and perhaps his closest friend has been JOE LOMBARDI, who presently is in prison. b6 b7C

It is not known whether or not this reference is identical to subject of this memo.

Best Copies Available

Copy

Search Slip

(Rev. 3-2-71)

b6
b7C

Date

[redacted]

All References

Main Subversive Case Files Only

Subversive References Only

Criminal References Only

Main Subversive (If no Main, list all References)

Main Criminal (If no Main, list all Criminal References)

[redacted]

| File & Serial Number | Remarks | File & Serial Number | Remarks |
| --- | --- | --- | --- |
| | | | |

Copy

Kempff

Orig 165-443
CC 92-2940
CC Kempff

Copy

LOMBARDO, JOSEPH I 92-2940-84
p.1

LOMBARDO, JOSEPH ? 92-2321-69 p.2
LOMBARDO, JOSEPH I 92-1996-290 p7

2210 West Ohio
Chicago

LOMBARDO, JOSEPH I 92-3005-12 p17
LOMBARDO, JOSEPH 92-1996-319 p7

[illegible], INC.
[illegible]
2223 W. [illegible]

7. 40 of 105-[illegible] CORRELATION MEMO (7-3-63)
8. 73 of [illegible]
7. [illegible]
8. 32 of 105-[illegible]

Unsubstantiated

LOMBARDO, [illegible] 112-[illegible]

LOMBARDO, [illegible] 12-72 179-[illegible]

LOMBARDO, [illegible] 12/63 [illegible]

[illegible]
105-[illegible]
12-[illegible]-64

1612 50th [illegible],
Cicero, Illinois

[illegible] name, phone number and address were found
in [illegible]

[illegible]
([illegible])

LOMBARDO,

LOMBARDO, [illegible]

LOMBARDO, JOSEPH J. [illegible]

DOB: 2/1/[illegible]
FBI #3[illegible]

[illegible] LOMBARDO

LOMBARDO, JOSEPH [illegible] 70 [illegible]

LOMBARDO, JOSEPH [illegible] ML [illegible]

LOMBARDO, JOSEPH [illegible] (92-[illegible]) p. 1

(87-2523-36) p. 11
(87-2523-37) p. 12
(87-2523-39)

Born 9/1/[illegible] [illegible]
[illegible]
[illegible]
[illegible]
[illegible]
[illegible]

LOMBARDO, JOSEPH [illegible] 100-[illegible]-4201
p. 4

LOMBARDO, JOSEPH [illegible]

[illegible]

AKA Joseph LOMBARDO
Born: [illegible]
[illegible]
[illegible]
WA, FBI # 673-775 [illegible]
2210 W. Ohio St., Chgo.

S. 40 of 165-1[illegible], CORRELATING MEMO (7-3-63)
S. [illegible] of 165-1[illegible], " " ([illegible])
S. [illegible] of 165-1[illegible], " " ([illegible])
S. [illegible] of 165-1[illegible], " " ([illegible])

[illegible]

[illegible]

[illegible]

LOMBARDO, [illegible]

LOMBARDO, [illegible]

[illegible], Ill.

LOMBARDO, [illegible]

(92-350-Sub [illegible]
CONTROL FILE [illegible])

12/72 ... No ... Ketch
... Colletion ... Lo...

7 ... 16 ...
... 11-10-... p10
... none

C 1 Soup office

... 73 ... none

[illegible] /69

[illegible] Joseph Lombardo
[illegible] 1/..29, Cgo.
[illegible] /26, Cgo.
[illegible] '4, Hot Springs, Ar[illegible]
[illegible] 579-535 B
[illegible] W. [illegible] St., Cgo.

[illegible] 40 of 165-443, CORRELATION [illegible]
[illegible] 73 of 165-443, " [illegible]
[illegible] 60 of 165-443, " [illegible]
[illegible] 82 of 165-443, " [illegible]

Consolidat[illegible]

[illegible]

[illegible] Leonardo

[illegible]/17/[illegible], Chgo.

[illegible]/20, Chgo.

[illegible] 6/21/24, Hot Springs, [illegible]

[illegible]

2210 W. Ohio St., Chgo.

8, 46 of 165-443, CONFISCATION [illegible]

8, 73 of " " [illegible]

8, 86 of " " [illegible]

8, 82 of " " [illegible]

Conclusions

[illegible]

[illegible]

[illegible] W. Ohio St., [illegible]

[illegible] of 165-443, [illegible]

S. 173 of 165-443, "

S. 80 of 165-443, " " [illegible]

S. 82 of 165-443, " " (11-10-69)

[illegible]

[illegible]

[illegible] Leonardo
[illegible] Cps.
[illegible] Cps.
[illegible] Hot Springs, Ark.
[illegible] Cps.

[illegible]

[illegible]

[illegible] (Informant)

[illegible] with Mr. Gibson [illegible]

[illegible] 11/40

[illegible] Joseph Leonardo

[illegible], Cpo.

[illegible], Cpo.

[illegible], Hot Springs, Ark.

[illegible], CONGREGATION [illegible]

"

"

"

[illegible]

1934

GEORGE [illegible] 11/69

[illegible] Lombardo
[illegible] 1/7/25, Cgo.
[illegible] 1/1/ , Cgo.
[illegible] , Hot Springs, Ark.
[illegible] # 673-515 G.
[illegible] W. Ohio St., Cgo.

[illegible] 40 of 165-443, CORRELATION [illegible]
[illegible] 73 of 165-443, " " [illegible]
[illegible] 83 of 165-443, " " [illegible]
[illegible] 88 of 165-443, " " [illegible]

Consolidated

[illegible] 12-72

[illegible] Lombardo

[illegible] SHOWN [illegible] 11/69

aka Joseph Lombardo
born [illegible], Cgo.
[illegible], Cgo.
[illegible], Hot Springs, Ark.
[illegible]
[illegible] W. [illegible] St., Cgo.

[illegible], CORRELATION MEMO ([illegible])
[illegible] " " ([illegible])
[illegible] " " ([illegible])
[illegible] " " ([illegible])

BAGER, William 11/69

aka Joseph Lombardo
Born: 1/1/24, Cgo.
1/1/26, Cgo.
6/1/24, Hot Springs, Ark.
W/M
FBI # 673-515 B
2210 W. Ohio St., Cgo.

S. 40 of 165-443, CORRELATION MEMO (7-[illegible]-63)
S. 73 of 165-443, " " (1-[illegible]-64)
S. [illegible] of 165-443, " " (1-[illegible]-66)
S. [illegible] of 165-443, " " (11-10-69)
Cancel [illegible]

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6
UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2940) DATE: 3/26/73

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO
AR

On March 22, 1973, in a civil suit before Associate Judge LAWRENCE J. GENSEN, Chicago Civic Center, in a suit entitled Great Lakes Solvents versus International Fiberglass, Judge GENSEN found in favor of Great Lakes Solvents and ruled that International Fiberglass should pay the amount of $3,250 within 21 days to Great Lakes Solvents to satisfy a delinquent account of $4800.

International Fiberglass was represented by Attorney [redacted] and former employee DANIEL SIEFERT testified for International Fiberglass. b6 b7C

ACK/[redacted]
(1)

92-2940-25

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b7C

SEARCHED [redacted] INDEXED [redacted]
SERIALIZED FILED
MAR 29 1973
FBI — CHICAGO

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 5/4/73

A subpoena duces tecum was served on an authorized representative of the Illinois Bell Telephone Company for the telephone records of telephone [redacted] subscribed to [redacted] - rear, Chicago, Illinois. A review of the records for the billing period January 7, 1973 through March 7, 1973, disclosed the following: b6 b7C

| Number Called | Subscriber | Date Called |
|---|---|---|
| 863-2081 | JAMES V. TORELLO<br>1836 60th Court<br>Cicero, Illinois | 1/4/73 |
| [redacted] | | 1/22/73 |
| 226-4867 | JOSEPH LOMBARDO<br>2210 West Ohio Street<br>Chicago, Illinois | 12/10/72 |
| [redacted] | | 1/8,13,17,20,28/73; 2/7/73 |
| 442-6870 | MARIO DE STEFANO<br>2236 Northgate<br>North Riverside,<br>Illinois | 12/7/72 |
| 966-7487 | IRWIN C. WEINER<br>7163 Carol<br>Niles, Illinois | 1/14/73 |

b6 b7C

76

Interviewed on 5/1/73 at Chicago, Illinois File # CGs 92-3665, 92-2940, 92-1371, 92-3412, 92-1360, 92-2029, ~~92-3262, 92-2514~~, 92-2022

by SA [redacted] Date dictated 5/1/73

92-2940 b6 b7C

SEARCHED [redacted] INDEXED [redacted]
SERIALIZED FILED
MAY 9 1973
FBI — CHICAGO
KEMPFE [redacted]

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# Memorandum

TO : SAC, CHICAGO (92-2940)  DATE: 5/3/73

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO
AR

On 4/26/73 the subject and IRWIN WEINER were observed in the offices of the American Bail Bond Company, at State Street near 11th Street. On entering this office, LOMBARDO advised that he and WEINER had moved their hot dog trailer business from Michigan to a location on North Avenue near Milwaukee Avenue. They noted that several of the completed trailers were stored in the parking lot of the Bail Bond Office.

IRWIN WEINER mentioned the fire which had recently taken place at International Fiber Glass at 340 Bennet in Elk Grove Village, and stated that although they were accused of Arson in this matter, the accusation was ridiculous in that they lost everything in the fire and had no insurance to cover it. He noted that the Internal Revenue Service had subpoenaed records in this business that were due to be presented a day or two after the fire. These records did not burn, but according to WEINER, were in the possession of the accountant at the time. He stated if they were going to "torch" this business, they certainly would have made sure that the records burned with it rather than turn it over to the Internal Revenue Service.

JOSEPH LOMBARDO stated that they were back in business fabricating fiber glass products at 1500 Carroll Street, but were contemplating moving from this address in that it was not suitable for their operation.

[redacted]

xerox copy for 92-3262

ACK [redacted]
(1) [redacted]
[redacted]

92-2940-77

SEARCHED [redacted] INDEXED
SERIALIZED [redacted] FILED
MAY 3 1973
FBI—CHICAGO
[redacted]

b6
b7C

CG 92-2940

In a short discussion with WEINER and LOMBARDO, concerning the recent heart attack of WEINER, LOMBARDO stated that he had been advised by Agent KEMPFF, "If I catch you doing anything, I'm going to put you in jail." LOMBARDO stated that this was a acceptable proposition and did not cause any animosity on his part as he felt that any violation he might be accused of or prosecuted for by the FBI would have to be legitimate and not a frame or set-up.

5/17/73

CODE

TELETYPE NITEL

TO : ACTING DIRECTOR (92-13011) (92-3209) (ATTN: SPECIAL INVESTIGATIVE DIVISION) AND SACS, ALBUQUERQUE (92-403) AND LAS VEGAS (92-3466)

FROM: SAC, CHICAGO (92-3262) (92-1835) (87-NEW)

IRWIN S. WEINER, AKA; AR. OO: CHICAGO. b6 b7C

[redacted] AKA; AR. OO; ALBUQUERQUE.

[redacted] AKA; [redacted] AKA; [redacted]

PRODUCTS, INC., DEMING, NEW MEXICO; ET AL, ITSP, FBW. OO: CHICAGO.

AS BUREAU AWARE [redacted] IS CHICAGO LCN[?] AND FORMER [redacted] DECEASED HOODLUM LEADER FELIX ALDERISIO AND HAS BEEN [redacted] since [redacted] HIS DEATH 9/25/71. b6 b7C

ALSO, [redacted] IS CHICAGO LCN MEMBER WHO IS KNOWN AS THE [redacted] OF CHICAGO ELEMENT WHO HAS BEEN RESIDING IN DEMING, NEW MEXICO DURING PAST YEAR.

AUSA [redacted] CHICAGO, ADVISED ON 5/17/73, THAT CAPTIONED INDIVIDUALS, WHO ARE HIGHLY PLACED HOODLUM FIGURES IN CHICAGO ORGANIZED CRIME STRUCTURE, APPEARED AS WITNESSES AND TOOK FIFTH AMENDMENT BEFORE FGJ, CHICAGO, ON [redacted] WHILE PRESENTING b3 b6 b7C

1 - C-1 Tickler
1 - 92-1839
1 - 92-2563
1 - 92-1039
1 - 92-2040
[redacted]
(8)

92 - [illegible] - 78

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FILED
[redacted] b6 b7C

Kempf

PAGE TWO
CG 92-3202, 92-1835, 87-NEW

[redacted]

[redacted] [redacted] STATED FGJ IS CLOSELY SCRUTINIZING [redacted]

b3
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AUSA [redacted] STATED [redacted] THROUGH [redacted] AND CLOSE ASSOCIATE OF CHICAGO HOODLUMS. HE ADVISED SUBPOENAED RECORDS REGARDING [redacted], ALREADY REVIEWED BY IRS, CLEARLY INDICATE [redacted] AND OTHERS VIOLATED SEVERAL FEDERAL STATUTES [redacted] HE RELATED FGJ WILL PROBABLY INDICT THEM FOR VIOLATING ITSP, FBW, MAIL FRAUD AND WELFARE PENSION FUND STATUTES AFTER HEARING TESTIMONY FROM OTHER WITNESSES, INCLUDING [redacted] OF [redacted]

b3
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ACCORDING TO [redacted] VENUE IN THIS MATTER RESTS IN NORTHERN DISTRICT OF ILLINOIS BECAUSE [redacted] AND [redacted] b3 b6 b7C

[redacted] FURTHER STATED [redacted] WILL BE BROUGHT ON WRIT FROM [redacted] TO TESTIFY BEFORE FGJ. ALSO, GOVERNMENT STRONGLY CONSIDERING FUTURE GRANT OF "USE" IMMUNITY TO [redacted] WITH VIEW OF TREMENDOUSLY BROADENING SCOPE OF FGJ, CHICAGO INVESTIGATION OF [redacted] b3 b6 b7C

BUREAU AND INTERESTED OFFICES WILL BE KEPT ADVISED OF ALL DEVELOPMENTS.

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2940) DATE: 5/17/73

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO,
AR

On April 26, 1973, the subject was contacted in the Bail Bond Office of ERWIN WEINER on State Street at 11th Street. At that time as per a 302 prepared concerning the interview, it was determined that International Fiberglass was moving from its location on 1500 Carroll Street, Chicago, to a new location.

On May 10, 1973, ERWIN WEINER advised that Inter-National Fiberglass had been re-located in Franklin Park, Illinois, 10201 Franklin Street, telephone 671-0275.

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Agent [redacted], Internal Revenue Service (IRS), and Detective [redacted], Franklin Park Police Department, were advised of the re-location of International Fiberglass.

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b7C

ACK [redacted]
(1[redacted]

[redacted]

92-2940-80

SEA[redacted] INDE[redacted]
SER[redacted] FILED[redacted]
MAY 18 1973
FBI—CHICAG[redacted]

*Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan*

5010-108-02

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# Memorandum

TO :SAC, SAN DIEGO (92-229) DATE: 5/24/73

FROM :SAC, CHICAGO (92-1173)

SUBJECT: LA COSA NOSTRA (LCN)
AR - CONSPIRACY
(OO: NEW YORK)

Re San Diego letter to Chicago dated 5/1/73, captioned "ANTHONY JOHN SPILOTRO, aka. AR (OO: LAS VEGAS)".

Enclosed for San Diego are six (6) photographs, one (1) each of the following suspected Chicago LCN Family members:

RICHARD CAIN
(TN RICHARD SCALZITTI);
[redacted]
JAMES LA PIETRA;
JOSEPH LOMBARDO;
and
[redacted]

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San Diego is requested to ascertain from [redacted] if the individuals whose photographs are enclosed herewith are members of the Chicago LCN Family. Return photos to Chicago.

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b7D
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In referenced San Diego letter, [redacted] advised on 4/26/73 that he was in telephonic contact with Chicago LCN hoodlum [redacted]

2 - San Diego (92-229) (Encl. 6) (RM)
11 - Chicago
(1-92-2652) (RICHARD CAIN)
(1-92-4040) [redacted]
(1-92-3745)
(1-92-3809)
(1-92-2010) (JAMES LA PIETRA)
(1-92-2940) (JOSEPH LOMBARDO)
(1-92-3212) [redacted]
[redacted]
(13)

92-2280-81

SEARCHED [redacted]
SERIALIZED
INDEXED [redacted]
FILED

b6
b7C
b7D
b7E

San Diego should also determine if [redacted] is known to [redacted] as a member of the Chicago Family.

b6
b7C
b7D
b7E

Chicago will contact [redacted] in an attempt to verify the LCN membership status of the above seven (7) individuals.

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

THURSDAY

19 Oct 72

Surveillance of the SUBJECT was conducted and the following activity noted. Joseph AIUPPA, AND Joseph LOMBARDO, were observed. Cars registered to NORTHWESTERN BEVERAGE, [redacted] [redacted] EXECUTIVE AUTO LEASING, and LEAVITT TUBE CO., were observed parked in front of the SUBJECT.

b6
b7C

Cg PD
files @
Lucky
Baths

b6
b7C

92-2940 13

[redacted] INDEXED FILED [redacted]
JUN 12 1973
FBI — CHICAGO

1

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

THURSDAY
19 Oct 72

b6
b7C

Surveillance of the SUBJECT was conducted and the following activity noted. Cars registered to Joseph AIUPPA, Joseph LOMBARDO, [redacted] NORTHWESTERN BEVERAGE, [redacted] were observed parked in front of the SUBJECT.

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

TUESDAY

5 Dec 72 b6 b7C

A spot check of the SUBJECT was conducted and the following noted. Two (2) white males exited the SUBJECT, one (1) man entered a car registered to [redacted] and the other white male, entered a car registered to [redacted]. A car registered to Joseph LOMBARDO, was observed parked in front of the SUBJECT.

## DAILY SUMMARY OF SURVEILLANCE

### - LUCKY CASE -

While on a surveillance in the area of the SUBJECT, the following activity was noted. Joseph AIUPPA and Anthony ORTENZI were observed. A car registered to Joseph LOMBARDO was observed parked in front of the SUBJECT.

THURSDAY
14 Dec 72

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

THURSDAY b6 b7C
21 Dec 72

While in the area of the SUBJECT, cars registered to James LAPIETRA, [redacted] and Joseph LOMBARDO, were observed parked in front of the SUBJECT.

# DAILY SUMMARY OF SURVEILLANCE

## - LUCKY CASE -

Surveillance of the SUBJECT was conducted, and the following activity noted. Automobiles registered to [redacted] Joseph LOMBARDO and NORTHWESTERN BEVERAGE were observed parked in front of the SUBJECT. Several unknown white males exiting the SUBJECT, were observed entering the automobiles registered to the above.

MONDAY b6 b7C

8 Jan 73

6

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

MONDAY

15 Jan 73

b6
b7C

Surveillance of the SUBJECT was conducted, and the following activity noted. Persons parking and exiting from automobiles registered to [redacted] [redacted] NORTHWESTERN BEVERAGE and Anthony ORTENZI, were observed entering the SUBJECT. The following automobiles registered to Joseph LOMBARDO, [redacted] and Wm. J. PERKINSON Co. were observed parked in front of the SUBJECT. Josehh LOMBARDO was observed entering the SUBJECT.

70

1

# DAILY SUMMARY OF SURVEILLANCE

## - LUCKY CASE -

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph AIUPPA was observed entering the SUBJECT. Joseph LOMBARDO was also observed entering the SUBJECT. Automobiles registered to the following persons were observed parked in the immediate area of the SUBJECT, CHICAGO PLUMBING UNION, LOCAL #130, SABALA PLUMBING, GREAT NORTHERN CURRENCY EXCHANGE, MLT INC., CROWE CO., [redacted] [redacted], C.A.R. LEASING, [redacted] [redacted] [redacted] were identified exiting the SUBJECT.

TUESDAY
16 Jan 73

b6
b7C

## DAILY SUMMARY OF SURVEILLANCE

### - LUCKY CASE -

TUESDAY
23 Jan 73

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph LOMBARDO was observed entering the SUBJECT. Persons parking and exiting cars registered to [redacted] M&R CO., GREAT NORTHERN CURRENCY EXCHANGE, EXECUTIVE AUTO LEASING/ LANGER FOODS, MIDTOWN IGNITION, [redacted], and [redacted] were observed entering the SUBJECT. Automobiles registered to [redacted] and [redacted], were observed parked in front of the SUBJECT. Joseph AIUPPA and [redacted] identified exiting the SUBJECT.

b6
b7C

DAILY SUMMARY OF SURVEILLANCE

\- LUCKY CASE -

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph AIUPPA, James LAPIETRA and [redacted] were observed. AIUPPA was observed entering a car driven by an unknown white male. This car is registered to [redacted] Persons parking and exiting cars registered to [redacted] NORTHWESTERN BEVERAGE, [redacted] and [redacted] were observed entering the SUBJECT. Joseph LOMBARDO and [redacted] also observed.

MONDAY

29 Jan 73

b6
b7C

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

| | |
|---|---|
| Interview of an Automatic Informant was conducted relative to his observations, while inside the SUBJECT. Joseph AIUPPA was present in the SUBJECT and held a meeting with Joseph LOMBARDO and eight (8) other individuals in the cafeteria of the SUBJECT. | THURSDAY 1 Feb 73 |
| Surveillance of the SUBJECT was conducted, and the following activity was noted. Joseph AIUPPA, Joseph LOMBARDO, [redacted] and [redacted] were observed. Persons parking and exiting cars registered to [redacted] NORTHWESTERN BEVERAGE, TOWERS OLDSMOBILE, [redacted] were observed entering the SUBJECT. | THURSDAY 1 Feb 73 b6 b7C |

# DAILY SUMMARY OF SURVEILLANCE

## - LUCKY CASE -

MONDAY

5 Feb 73

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph AIUPPA, Joseph LOMBARDO, Anthony ORTENZI and [redacted] were observed. Persons parking and exiting cars registered to [redacted] were observed entering the SUBJECT.

b6
b7C

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

SURveillance was conducted on the inside of the SUBJECT, and the following activity noted. [redacted] Anthony ORTENZI, Joseph AIUPPA, [redacted] [redacted] were observed.

THURSDAY

15 Feb 73

b6
b7C

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph AIUPPA, [redacted] Joseph LOMBARDO, Anthony ORTENZI, Joseph CORNGOLD, and [redacted] were observed entering the SUBJECT. Persons parking and exiting cars registered to [redacted] [redacted] were observed entering the SUBJECT.

THURSDAY

15 Feb 73

b6
b7C

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

MONDAY

19 Feb 73

b6
b7C

Surveillance of the SUBJECT was conducted, and the following activity noted. [redacted] and Joseph LOMBARDO were observed. Cars registered to [redacted] [redacted] were observed parked in front of the SUBJECT.

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

Surveillance was conducted from the inside of the SUBJECT, and the following activity noted. Joseph AIUPPA, [redacted] Joseph LOMBARDO, [redacted] Anthony ORTENZI, and [redacted] were observed in the SUBJECT.

THURSDAY
22 Feb 73 b6 b7C

Surveillance was conducted at the SUBJECT, and the following activity was noted. Joseph AIUPPA, [redacted] Joseph LOMBARDO, [redacted] [redacted] and Joseph AMATO, were observed entering the SUBJECT. Persons parking and exiting cars registered to [redacted] and [redacted] were observed entering the SUBJECT. also a car registered to [redacted] was observed. Anthony ORTENZI observed exiting the SUBJECT.

THURSDAY
22 Feb 73 b6 b7C

15

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph AIUPPA, Anthony ORTENZI, [redacted] and Joseph LOMBARDO were observed. James LAPIERTA was also observed. Automobiles registered to [redacted] and John RENTALS, were observed parked in the front of the SUBJECT. [redacted] observed exiting the SUBJECT. [redacted] also observed.

MONDAY

26 Feb 73

b6
b7C

16

# DAILY SUMMARY OF SURVEILLANCE

## - LUCKY CASE -

MONDAY

5 Mar 73

Surveillance of the SUBJECT was conducted, and the following activity noted. [redacted] Joseph LOMBARDO, James LAPIETRA, [redacted] and Anthony ORTENZI, were observed. Automobiles registered to NORTHWESTERN BEVERAGE and [redacted] [redacted] were observed parked in front of the SUBJECT.

b6
b7C

#7

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

Surveillance of the SUBJECT was conducted, and the following activity noted. Joseph AIUPPA, [redacted] [redacted], and John MARSHAL aka Marshal CAIFANO, were observed. James LAPIETRA was also observed. Persons parking and exiting cars registered to [redacted] and ATLAS RENT a CAR / leased to [redacted] were observed entering the SUBJECT. Nick IACOVETTI was observed entering the SUBJECT. Joseph LOMBARDO observed exiting the SUBJECT.

b6
b7C

MONDAY
12 Mar 73

DAILY SUMMARY OF SURVEILLANCE

\- LUCKY CASE -

Surveillance of the SUBJECT was conducted and Joseph AIUPPA, Joseph LOMBARDO, [redacted] were observed. A car registered to [redacted] was observed parked in the area of the SUBJECT.

MONDAY b6 b7C
19 Mar 73

Surveillance conducted on the inside of the SUBJECT, and the following activity was noted. Joseph AIUPPA, Joseph LOMBARDO and [redacted] observed seated at a table in the cafeteria. [redacted] were observed in the locker area. Later [redacted] Joseph LOMBARDO, and an unknown white male were observed playing cards. Joseph AIUPPA was observed in conversation with [redacted]

MONDAY
19 Mar 73
b6
b7C

#9

DAILY SUMMARY OF SURVEILLANCE

\- LUCKY CASE -

THURSDAY

22 Mar 73

b6
b7C

Surveillance of the SUBJECT was conducted and the following activity noted. Joseph AIUPPA, [redacted] Joseph LOMBARDO, and [redacted] were observed. Cars registered to [redacted] and [redacted] were observed parked in front of SUBJECT.

- LUCKY CASE -

MONDAY
26 Mar 73

b6
b7C

Surveillance of the SUBJECT was conducted and the following activity noted. Joseph AIUPPA, [redacted] and Joseph LOMBARDO, were observed. [redacted] was also observed. A car registered to [redacted] was observed parked in front of the SUBJECT.

DAILY SUMMARY OF SURVEILLANCE

-LUCKY CASE-

Thursday
5 April 1973

b6
b7C

Surveillance of the SUBJECT was conducted and the following activity noted. Joseph Aiuppa, [redacted] Anthony Ortenzi, Nick Iacovetti, [redacted] Joseph Lombardo, [redacted] and [redacted] were observed. A car registered to [redacted] was also observed.

# DAILY SUMMARY OF SURVEILLANCE

## - Lucky Case -

Surveillance of the SUBJECT was conducted and [redacted] and [redacted] were observed.

Thursday
26 April 1973 b6 b7C

Surveillance of the SUBJECT was conducted on the inside of the SUBJECT. Joseph Aiuppa, [redacted] Joseph Lombardo, were observed.

DAILY SUMMARY OF SRVEILLANCE

- Lucky Case -

While on a surveillance of the SUBJECT, the following persons were observed. Joseph Aiuppa, [redacted] [redacted] Joseph Lombardo, [redacted] [redacted] b6 b7C

Thursday
3 May 1973

Individuals observed entering and exiting the SUBJECT, were observed entering cars registered to, [redacted] b6 b7C

[redacted]

State Municipal Teamsters Local #726, [redacted]

[redacted]

DAILY SUMMARY OF SURVEILLANCE

- LUCKY CASE -

MONDAY
7 May 73

Surveillance of the SUBJECT was conducted and the following activity noted. Joseph AIUPPA, [redacted] Anthony ORTENZI, [redacted] and Marshall CAIFANO aka John Marshal were observed. Persons entering and exiting the SUBJECT were observed entering cars registered to [redacted] AUTOMOTIVE RENTALS INC., [redacted] and WAREHOUSE/ MAIL EMPLOYEES UNION .

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b7C

FD-263 (Rev. 1-7-72)

# FEDERAL BUREAU OF INVESTIGATION

| REPORTING OFFICE | OFFICE OF ORIGIN | DATE | INVESTIGATIVE PERIOD | |
|---|---|---|---|---|
| CHICAGO | CHICAGO | 8/7/73 | 2/16/73 - 8/6/73 | |
| TITLE OF CASE | | REPORT MADE BY | | TYPED BY |
| JOSEPH LOMBARDO, aka; | | SA AUGUST C. KEMPFF | | [redacted] |
| | | CHARACTER OF CASE | | |
| | | AR | | |

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REFERENCE: Chicago report of SA AUGUST C. KEMPFF dated 2/23/73.

\- P -

LEADS

CHICAGO

AT CHICAGO, ILLINOIS. Will continue investigation to develop background information and possible hoodlum or illegal activities on the part of the subject.

| ACCOMPLISHMENTS CLAIMED | | | | ☑ NONE | ACQUIT-TALS | CASE HAS BEEN: |
|---|---|---|---|---|---|---|
| CONVIC. | FUG. | FINES | SAVINGS | RECOVERIES | | PENDING OVER ONE YEAR ☑ YES ☐ NO |
| | | | | | | PENDING PROSECUTION OVER SIX MONTHS ☐ YES ☑ NO |

APPROVED M SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

92-2740-82

COPIES MADE:

3 - Bureau (92-11921)
1 - USA, Chicago
1 - ATC, Chicago Field Office
[redacted]
2 - Chicago (92-2740)

R

SEARCHED
SERIALIZED
INDEXED
FILED

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b7C

| Dissemination Record of Attached Report | | | | |
|---|---|---|---|---|
| Agency | | | | |
| Request Recd. | | | | |
| Date Fwd. | | | | |
| How Fwd. | | | | |
| By | | | | |

Notations

\- A -

COVER PAGE

CG 92-2940

ADMINISTRATIVE

It is noted the period of this report is February 16, 1973 through August 6, 1973. No information of prosecutive value was developed during this period and inasmuch as the Bureau is not desirous of receiving progress reports, no previous report was written in this period.

INFORMANTS

| Source | Date Contacted | Contacting Agent |
|---|---|---|
| CG T-1 is [redacted] | 5/1/73 | JOHN W. ROBERTS, Jr. |
| CG T-2 is [redacted] | 5/22/73 | JOHN R. BASSETT |
| CG T-3 is [redacted] | 6/1-5/73 | FRANK J. FORD |
| CG T-4 is [redacted] | 6/5/73 | FRANK J. FORD |
| CG T-5 is [redacted] | 3/2/73 | FRANK J. FORD |

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b7E

FD-204 (Rev. 3-3-59)



# UNITED STATES DEPARTMENT OF JUSTICE
## FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AUSA, Chicago Field Office
(ATTN: [redacted]

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Report of: SA ARTHUR G. [illegible] Office: Chicago
Date: 3/7/73

Field Office File #: 92-2940 Bureau File #: 92-11921

Title: JOSEPH LOMBARDO

Character: ANTI-RACKETEERING

Synopsis: Subject has title to 1972 Dodge, VIN [illegible], and a 1973 Dodge, VIN [illegible]. No liens registered on either vehicle. Both cars purchased from South Western Dodge. LOMBARDO frequents Turner Bros, 2039 West North Avenue. Subject's vehicle observed in Horse Hut in 1972. Subject interviewed 4/26/73 at American bail bond office. International Fiberglass presently located 10201 Franklin Street, Franklin Park. Subject reportedly "made" a member of LCN, Chicago.

- P -

DETAILS

On February 2, 1973, [redacted], Supervisor, Auto Registration Section, Secretary of State, Springfield, Illinois, advised Special Clerk (SC) [redacted] that 1972 Illinois license [illegible] was issued to JOSEPH LOMBARDO, 2210 West Ohio, Chicago, Illinois, on a 1972 Dodge Charger, two-door, hard-top, Vehicle Identification Number (VIN) [illegible]. LOMBARDO's operators

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b7C

license was listed as L811-4802-9001, and his Social Security Number as 360-20-9031. It indicated this vehicle was purchased new from South Western Dodge, Incorporated, 7300 South Western Avenue, Chicago, Illinois, on April 11, 1972, and a 1971 Dodge, VIN LH23G1E286296, was traded in the transaction.

The title for this Dodge Swinger indicates purchase from the South Western Dodge, Incorporated with no lien. The owner is JOSEPH LOMBARDO.

The 1972 Illinois license 561 397 for a 1973 Dodge, four-door, hard-top, VIN DP43M3D131925, is registered to JOSEPH LOMBARDO, 2210 West Ohio Street, Chicago, Illinois. This vehicle was purchased new from South Western Dodge, Incorporated on October 30, 1972. A 1972 Dodge, VIN DP43KD117729, was traded in this transaction. The title for this vehicle shows the owner to be JOSEPH LOMBARDO and there is no lien.

[redacted], Supervisor, Drivers b6
License Section, Secretary of State, Springfield, b7C
Illinois, advised on February 2, 1973 that drivers license number L516-4802-9001 was issued December 6, 1972 to JOSEPH LOMBARDO, 2410 West Ohio Street, Chicago, Illinois. This license expires January 1, 1976 and describes him as 5'7", 170 pounds, date of birth January 1, 1927, brown hair, brown eyes, Social Security Number 360-20-9031, no stops and no restrictions.

[redacted] also advised that records b6
reflect a letter dated August 14, 1970, from the b7C
Cook County Sheriff's Police Division, 8970 North Milwaukee Avenue, Niles, Illinois, requesting a drivers abstract for JOSEPH LOMBARDO and a certified copy of this abstract was furnished them on August 24, 1970.

On February 28, 1973, Special Agent (SA)
[redacted] advised that top level meeting of b6
organized crime leaders are held at the Luxor Baths, b7C
2039 West North Avenue, Chicago. These meetings normally take place on Mondays, Tuesdays, and Thursdays of each week at the restaurant located inside Luxor Baths. SA [redacted] has observed the following people at these meetings:

JOSEPH AIUPPA
[redacted] b6
b7C
ANTHONY "BUCKY" ORTENZI
[redacted]
JOSEPH LOMBARDO

[redacted] of Northwest Beverages, 3665 West Grand Avenue, has been observed meeting with [redacted] and JOSEPH AIUPPA. It was noted he was acquainted with many of the organized crime leaders previously mentioned.

On March 12, 1973, SA [redacted] advised that b6
on February 26, 1973 the subject, along with JAMES b7C
LA PIETRA, JOSEPH AIUPPA, ANTHONY ORTENZI, [redacted], and [redacted], were observed entering Luxor Baths.

JOSEPH LOMBARDO is operating a business establishment at 2035 West North Avenue, next door to the Luxor Baths.

By communication dated March 19, 1973,
[redacted], Internal Revenue Service (IRS), b6
advised that surveillances during July through b7C
December of 1972 at the Bamboo Hut, 1369 West Grand Avenue, disclosed almost nightly meetings of members of hoodlum element. Among cars seen at the Hut were those registered to the following:

JOSEPH LOMBARDO
[redacted]
JAMES DE GEORGE
[redacted] b6
b7C

CG 92-2940

[redacted] b6 b7C

On March 22, 1973, in a civil suit before Associate Judge LAWRENCE J. GENSEN, Chicago Civic Center, in a suit entitled Great Lakes Solvents versus International Fiberglass, Judge GENSEN found in favor of Great Lakes Solvents and ruled that International Fiberglass should pay the amount of $3,250 within 21 days to Great Lakes Solvents to satisfy a delinquent account of $4,800.

International Fiberglass was represented by Attorney [redacted] and former employee DANIEL SIEFERT testified for International Fiberglass. b6 b7C

On April 26, 1973, the subject and IRWIN WEINER were observed in the offices of the American Bail Bond Company at State Street near 11th Street. On entering this office, LOMBARDO advised that he and WEINER had moved their hot dog trailer business from Michigan to a location on North Avenue near Milwaukee Avenue. They noted that several of the completed trailers were stored in the parking lot of the Bail Bond Office.

IRWIN WEINER mentioned the fire which had recently taken place at International Fiberglass at 340 Bennet in Elk Grove Village, and stated that although they were accused of arson in this matter, the accusation was ridiculous in that they lost everything in the fire and had no insurance to cover it. He noted that the IRS had subpoenaed records in this business that were due to be presented a day or two after the fire. These records did not burn, but according to WEINER, were in the possession of the accountant at the time. He stated if they were going to "torch" this business they certainly would have made sure that the records burned with it rather than turn it over to the IRS.

JOSEPH LOMBARDO stated that they were back in business fabricating fiberglass products at 1500 Carroll Street, but were contemplating moving from this address in that it was not suitable for their operation.

In a short discussion with WEINER and LOMBARDO concerning the recent heart attack of WEINER, LOMBARDO stated that he had been advised by Agent KEMPFF, "If I catch you doing anything I'm going to put you in jail." LOMBARDO stated that this was an acceptable proposition and did not cause any animosity on his part as he felt that any violation he might be accused of or prosecuted for by the Federal Bureau of Investigation (FBI) would have to be legitimate and not a frame or set-up.

In May of 1973, CG T-1 advised that [redacted] is an associate of JOSEPH LOMBARDO and TONY SPILOTRO and engages in [redacted] with them.

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On May 10, 1973, IRWIN WEINER advised that International Fiberglass had been relocated in Franklin Park at 10201 Franklin Street, telephone number 671-0275.

In May of 1973, CG T-2 advised that JOE LOMBARDO was a "made" person and identified him as a member of the La Cosa Nostra (LCN) in Chicago.

In a Chicago Police Department surveillance of the Luxor Baths, JOSEPH LOMBARDO was observed to be present or his vehicle was observed on the following dates:

Thursday, October 19, 1972
Tuesday, December 5, 1972
Thursday, December 14, 1972
Thursday, December 21, 1972
Monday, January 8, 1973
Monday, January 15, 1973
Tuesday, January 16, 1973
Tuesday, January 23, 1973
Monday, January 29, 1973
Thursday, February 1, 1973
Monday, February 5, 1973
Thursday, February 15, 1973
Monday, February 19, 1973
Monday, February 26, 1973
Monday, March 5, 1973
Monday, March 12, 1973
Monday, March 19, 1973
Thursday, March 22, 1973
Monday, March 26, 1973
Thursday, April 5, 1973
Thursday, April 26, 1973
Thursday, May 3, 1973

In June of 1973, CG T-3 advised that JOE LOMBARDO is known to be involved in [redacted] b7D

In June of 1973, CG T-4 advised that JOSEPH LOMBARDO is known to him as a member of the LCN.

By communication dated February 21, 1973, San Diego Division advised that a Los Angeles Police Department report indicates that during late December, 1972, Chicago LCN mobsters LOU ROSANOVA and [redacted] b6
flew into Los Angeles for a meeting b7C
with ANTHONY SPILOTRO and JOE "THE CLOWN" LOMBARDO. The nature of this meeting was not known.

In March of 1973, CG T-5 advised that JOE LOMBARDO was considered a "hit man" for the Chicago hoodlum element and characterized as one of the younger more aggressive members of this organization.

CG 92-2940

Periodic spot checks of the International Fiberglass Company on Franklin Street in Franklin Park were conducted throughout the period of this report, however, the subject was not observed.

On July 24, 1973, Detective [redacted] advised that he has on occasion observed the subject at International Fiberglass, however, there is no indication this premise is being used for anything other than the fabrication of fiberglass products. He has no indication there are meetings of the hoodlum element held at this location. b6 b7C

FD-323 (Rev. 12-12-72)

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

*In Reply, Please Refer to File No.*

CG 92-[illegible]

Chicago, Illinois
August 7, 1973

Title JOSEPH LOMBARDO

Character ANTI-RACKETEERING

Reference made to report of Special Agent AUGUST C. KEMPFF dated and captioned as above.

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.

FD-36 (Rev. 5-22-64)

FBI

Date: 2/21/73

Transmit the following in ____________________ (Type in plaintext or code)

Via AIRTEL ____________________ (Priority)

TO: ACTING DIRECTOR, FBI (183-82)

FROM: SAC, SAN DIEGO (183-4) (P)

PEOPLE'S INDUSTRIAL CONSULTANTS (PIC)
ET AL
RICO
OO: LOS ANGELES

ANTHONY JOHN SPILOTRO, aka
AR
OO: CHICAGO

LA COSA NOSTRA
AR - CONSPIRACY
OO: NEW YORK

Re Chicago teletypes to Bureau 2/16/73 on PIC and SPILOTRO regarding San Diego phone calls to Los Angeles and Chicago on 2/14/73.

6 - Bureau
(2 - 183-82)
(2 - 92-6054)
(2 - 92-     )(SPILOTRO)
4 - Chicago
4 - Las Vegas
6 - Los Angeles
3 - Miami
3 - New York (info)
7 - San Diego
(2 - 183-4) (PIC)
(2 - 92-1174) (SPILOTRO)
(2 - 92-229) (LCN)
[redacted]
[redacted] [redacted]
33)

92-2940-58

SEA[redacted]
SER[redacted] [redacted]
FEB 1973

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Page 3

Approved: ____________ Sent ____________ M Per ____________

I. PEOPLE'S INDUSTRIAL CONSULTANTS

The following information was received from [redacted], a LCN member informant. (INFORMATION RECEIVED FROM THIS INFORMANT SHOULD NOT BE FURNISHED TO OUTSIDE SOURCES UNLESS IT CAN BE ATTRIBUTED TO ANOTHER): b7D b7E

[redacted] b6 b7C b7D b7E

[redacted]

b6
b7C
b7D

LAPD also has a report that during late December, 1972, Chicago LCN mobsters LOU ROSANOVA and [redacted] flew into Los Angeles for a meeting with SPILOTRO and JOE "The Clown" LOMBARDO; nature of the meeting unknown. b6 b7C

[redacted] reports that while SPILOTRO was at the Holiday Inn, 10740 Wilshire Boulevard, Los Angeles, from 11/29/72 to 12/12/72, he made the following phone calls: b7D

| Phone Number Called | Subscriber |
| --- | --- |
| [redacted] | [redacted] |

b6
b7C
b7D

Phone Number Called　　　　　　　　Subscriber

[redacted]

b6
b7C
b7D

## III. LA COSA NOSTRA (LCN)

The following information was received from State Attorney General's Office and San Diego County District Attorney's Intelligence Unit:

On 2/7/73, Chicago LCN hoodlum LOU ROSANOVA flew from Savannah, Georgia, where he operates the Savannah Inn and Country Club, to Miami. In Miami, he met with LCN hoodlum [redacted]. ROSANOVA left Miami on 2/8/73 via National Airlines Flight 51, accompanied by [redacted], aka [redacted]. In Los Angeles, they were picked up by [redacted] of Aluminum Ferride Corporation of America, and transported (in a black Cadillac limousine, California license 363 FBJ, registered to Equity Car Leasing, Los Angeles) to Palm Springs, California, where they checked into the Ambassador Hotel. At the Ambassador Hotel, they were joined by [redacted] (an Anaheim, California, Pontiac dealer); [redacted] (a Long Beach Volkswagen dealer believed to be a front for Chicago hoodlum investments) and [redacted] West Los Angeles, California. All of these people were in the

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b7C

Palm Springs area for the BOB HOPE Golf Tournament.

According to [redacted], State Attorney General's Office, San Diego, several of these hoodlums were under observation on the night of 2/9/73 at Palm Springs and, at the Howard Manor Hotel, FRANK FITZSIMMONS, the Teamsters president, and his assistant, [redacted] were seen meeting with ROSANOVA, [redacted] and [redacted]. b6 b7C

According to [redacted]. [redacted] report that [redacted] claimed that [redacted] b7D

Another [redacted] report claims that during [redacted] b6 b7C b7D

[redacted] states that upon completion of the [redacted] b6 b7C b7D

DIRECTOR, FBI (92-71921) 8/31/73
(ATTN: CRIMINAL INTELLIGENCE AND ORGANIZED CRIME SECTION)

SAC, CHICAGO (92-2940)

JOSEPH LOMBARDO, aka
AR

Enclosed for the Bureau are two photographs of JOSEPH LOMBARDO with two LCN membership index cards.

FD 385 submitted.

[redacted]

[redacted]

2 - Bureau
2 - Chicago
1 - 92-1173

ACK/[redacted]
(4) [redacted]

b6
b7C

92-2940-21

SEARCHED
SERIALIZED
INDEXED
FILED
[redacted]

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2940) DATE: 10/30/73

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO, aka
AR

Re Chicago report of SA AUGUST C. KEMPFF dated 8/7/73.

The subject was not observed in periodic spot checks of International Fiber Glass at 10201 Franklin Street, Franklin Park, Illinois.

On 10/1/73, DAN SEIFERT, Plasticmatics Inc., 539 Hyde Park, Hillside, Illinois, a former partner of LOMBARDO in International Fiber Glass when the business was located in Elk Grove Village, advised he had been contacted by LOMBARDO on Wednesday, 9/26/73, between 1:30 - 2:00 PM. LOMBARDO came into SEIFERT's new shop in Hillside, allegedly for some advice as to a fiber glass fabrication procedure. SEIFERT noted that LOMBARDO's reason for contacting him was an obvious subterfuge and an excuse to observe SEIFERT's new operation in Hillside. DAN noted that NEWARK, the principle customer of International Fiber Glass, who uses large quantities of photographic sinks is going to convert to plastic sinks in October of 1973. This changeover may, for all practical purposes, put International Fiber Glass out of business. He felt that LOMBARDO was contacting him to see his operation in the event that International Fiber Glass goes under. He said he would advise of any further contacts by LOMBARDO.

ACK/[redacted]
(1)[redacted]

[redacted]

92-2940-90

SEARCHED [redacted]
SERIALIZED [redacted]
OCT [redacted]
FBI—CHICAGO [redacted]

b6
b7C

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

5010-108-02

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2940) (P)

DATE: 11/8/73

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO, aka
AR

On 11/5/73, [redacted] (protect), [redacted] Illinois, advised the subject telephonically contacted [redacted] b6 b7C b7D

[redacted] stated he understands [redacted] b6 b7C b7D

[redacted]

ACK [redacted]
(1)

92-2940-91

SEARCHED [redacted]
SERIALIZED [redacted]
NOV 9 1973
FBI—CHIC [redacted]

b6
b7C

*Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan*

5010-108-02

Best Copy Available

4330

73

[redacted]/ACK  b6 b7C

November 73

PRESIDENT OR ANY OTHER AUTHORIZED OFFICER OR AGENT

ILLINOIS BELL TELEPHONE COMPANY

212 WEST WASHINGTON STREET, CHICAGO, ILLINOIS

20th November 73 10:00 A.

ALL BOOKS, RECORDS, AND DOCUMENTS WHATSOEVER RELATING TO ILLINOIS BELL TELEPHONE COMPANY NUMBER SET OUT BELOW, AND INCLUDING, BUT NOT LIMITED TO, ALL BILLING AND TOLL DATA, AND/OR MESSAGE UNIT DETAIL AND SUBSCRIBER INFORMATION FOR THE LAST THREE AVAILABLE MONTHS. THE NUMBER IS: [redacted]  b6 b7C

or any other authorized officer or agent

NORTHERN ILLINOIS

1 - AUSA [redacted]

1 - 92-2940

ACK/[redacted]

(4) [redacted]

92-2940-72  b6 b7C

SEARCHED [redacted] INDEXED
SERIALIZED [redacted] FILED [redacted]
NOV 13 19[redacted]
FBI—CHICAGO [redacted]

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-~~2999~~ 2940)

DATE: 10/16/73

FROM : SA [redacted]

b6
b7C

SUBJECT: JOSEPH LOMBARDO, aka
AR
OO: CHICAGO

On 10/12/73, [redacted], (Protect Identity), confidentially advised that [redacted]

b6
b7C
b7D

[redacted]

b6
b7C
b7D

[redacted]

b6
b7C

92-2940-94

SEARCH[redacted] DEXED
SERIAL[redacted] LED
[redacted] 197[redacted]
[redacted]

1 - 105-34860
[redacted]
(2) [redacted]

*Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan*

5010-108-02

FD-350 (Rev. 7-16-63)

# 6 face indictment in Teamster loans

A FEDERAL GRAND jury in Chicago is expected to return indictments within the month naming two trustees of the Central States Teamsters Union pension fund in an alleged gangland scheme to loot the fund of $1.4 million.

If all goes according to plan, four crime syndicate associates also will be named in indictments charging income tax evasion, conspiracy to defraud, and diversion of at least $500,000 in union pension funds to personal and business ventures of some of the accused conspirators.

Involved are Teamster Union loans to the American Pail Co. of Deming, N. M., a firm taken over three years ago by two Chicago gangland associates—Irwin Weiner, a bail bondsman with top Mafia connections, and Ronald DeAngeles, former underworld electronics wizard.

THE NOW SHUTTERED plant in Deming, a city of 9,000 persons 239 miles south of Albuquerque, became a major supplier of plastic pails to the paint, adhesive, and pickle industries in Chicago and across the nation.

But now that the venture has failed, the Central States pension fund stands to lose more than $5 million in defaulted loans to the plant made to Weiner, DeAngeles, and previous owners.

The indictments, top Justice Department officials report, result from a year-long investigation of the Central States fund loans by the Federal Bureau of Investigation, Internal Revenue Service, and postal inspectors. Members of United States Atty. James R. Thompson's special financial crimes unit presented evidence to a federal grand jury.

REPORTEDLY, SOME of the Teamsters funds were diverted in one manner or another to purchase a private airplane and establish a truck leasing business as a sideline in Deming.

Observers predicted yesterday the indictments could represent the most damaging blow to Teamster efforts to rebuild the union image since former President James R. Hoffa went to federal prison in 1967 for misuse of union pension funds.

The two trustees expected to be named by the government are among 16 union and management representatives responsible for conducting and safeguarding the nearly $1 billion in the Central States fund.

WEINER AND DeAngeles were reported packing up and departing Deming yesterday, the community where in a brief span of years they became one of the area's major employers with an initial investment of only $7,000.

During an interview last spring, Weiner denied to this columnist that Allen Dorfman, the ex-convict millionaire insurance broker for the Teamsters, was responsible for Weiner's easy access to Teamsters pension funds. The interview was in preparation for a series of exclusive articles on the gangland-oriented manufacturing operation.

However, government investigators apparently have been successful in deter-

(Indicate page, name of newspaper, city and state.)

1 CHICAGO TRIBUNE
CHICAGO, ILLINOIS

SECTION 1

C-1

Date: 1/3/74
Edition: SPORTS FINAL
Author: BOB WIEDRICH
Editor: C. KIRKPATRICK
Title:
IRWIN S. WEINER ETAL
ITSP-FBW
Character: 87-40262
or
Classification: COPY SENT TO BUREAU
Submitting Office: CHICAGO

☐ Being Investigated

92-2940-95

SEARCHED [redacted] INDEXED
SERIALIZED [redacted] FILED
FBI—CHICAGO [redacted]

b6
b7C

mining how Weiner and DeAngeles were able to pick up the fully equipped, 300,000-square-foot manufacturing plant for a song after it had failed under two previous operators.

IN 1971, WEINER took over the Deming factory as president, with DeAngeles as vice president, first under the Illinois corporate name of Gaylur Products, Inc., then later as the American Pail Co., a New Mexico corporation.

They produced $7,000 as the first payment on a lease agreement for the plant, obtained a highly favorable moratorium on the outstanding Teamster loans, and went into the business of manufacturing five-gallon plastic pails.

However, even tho the Teamsters already had $4.1 million in bad loans on the plant, the Central States pension fund trustees saw fit to lend another $1.4 million to the Weiner-DeAngeles concern.

AGAIN, WEINER denied to this columnist that his close friendship with Dorfman had anything to do with his access to the Teamster funds. He claimed to have "stumbled" on to a good business proposition.

The Teamsters loan was approved in May, 1971. The first payment of $600,000 changed hands a month later, and the balance later that year.

Dorfman was released from the federal prison at Marion, Ill., last Dec. 17, after serving less than a year of a sentence for having conspired to obtain a $55,000 kickback on a $1.5 million Teamsters pension fund loan to a North Carolina textile manufacturer.

FEDERAL investigators said Weiner and DeAngeles were able to operate the plant with nonunion labor at just above the minimum hourly wage of $1.60 an hour, tho Teamsters members were averaging $6.16 an hour across the country, plus healthy fringe benefits.

But the plant failed late last year when American Pail lost its biggest Chicago account after disclosures in this column.

DeAngeles, who formerly operated a Melrose Park radio shop which outfitted cars used by the underworld with equipment tuned to police frequencies, closed his Deming home and moved his furniture to the Tampa area several weeks ago. Weiner was reported ready to do the same a week ago, declaring he had horse racing interests to look after in Florida.

BEFORE THEIR departure from the Deming scene, however, both made the pages of the New Mexico Organized Crime Commission's first annual report.

And Dorfman was acclaimed by associates at a welcome home from prison Christmas party staged in his offices in the Central States pension fund building at 8550 W. Bryn Mawr Av., at which a band played "Hail to the Chief" when he arrived.

One of the conditions of his parole is that he not act as an agent for the pension fund under which he had exclusive rights on accident and health insurance for Teamsters before he was jailed.

FD 263 (Rev. 12-19-67)

# FEDERAL BUREAU OF INVESTIGATION

| REPORTING OFFICE | OFFICE OF ORIGIN | DATE | INVESTIGATIVE PERIOD |
|---|---|---|---|
| CHICAGO | CHICAGO | 12/27/73 | 9/7 - 12/17/73 |

| TITLE OF CASE | REPORT MADE BY | TYPED BY |
|---|---|---|
| JOSEPH LOMBARDO, aka | SA AUGUST C. KEMPFF | [redacted] b6 b7C |
| | CHARACTER OF CASE | |
| | AR | |

REFERENCE: Chicago report of SA AUGUST C. KEMPFF dated 8/7/73.

\- P -

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue investigation of the subject to develop background information and possible hoodlum or illegal activity.

| ACCOMPLISHMENTS CLAIMED | | | | | [X] NONE | ACQUIT-TALS | CASE HAS BEEN: |
|---|---|---|---|---|---|---|---|
| CONVIC. | AUTO. | FUG. | FINES | SAVINGS | RECOVERIES | | PENDING OVER ONE YEAR [X] YES [ ] NO<br>PENDING PROSECUTION OVER SIX MONTHS [ ] YES [X] NO |
| | | | | | | | |

APPROVED VV SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

92-2940-96

COPIES MADE:

3 - Bureau (92-11921)
1 - USA, Chicago
1 - AIC, Chicago Field Office
(ATTN: [redacted]) b6 b7C
2 - Las Vegas
2 - Chicago (92-2940)

SEARCHED
SERIALIZED
INDEXED
FILED

Dissemination Record of Attached Report

| Agency | | | | |
|---|---|---|---|---|
| Request Recd. | | | | |
| Date Fwd. | | | | |
| How Fwd. | | | | |
| By | | | | |

Notations

\- A -

COVER PAGE

U.S. GOVERNMENT PRINTING OFFICE

LAS VEGAS

AT LAS VEGAS, NEVADA. 1. Will identify subscriber to telephone number [redacted] b6 b7C

2. Conduct arrest check and contact logical sources concerning possible connections of subscriber.

ADMINISTRATIVE

The Bureau has been provided with information concerning the subject under Chicago file 87-40262, entitled "IRWIN S. WEINER, aka; ET AL; ITSP; FBW". This information concerning the activities of WEINER and LOMBARDO are not being reiterated in this report inasmuch as the Bureau has been made aware of the results of investigation conducted.

In view of separate investigations being conducted by the Postal authorities and Internal Revenue Service (IRS) Agents, as well as the interest of the Federal Bureau of Investigation (FBI) entailling Grand Jury appearances and subpoenaed information, it has been deemed advisable not to contact the subject at this time. At this time, nothing is being done pursuant to the Anti-Racketeering investigation, which would in any way jeapordize forthcoming indictments.

On October 1, 1973, [redacted] b7D
[redacted] Illinois. [redacted]
[redacted] advised he had been contacted [redacted]

On November 6, 1973, [redacted] (protect), [redacted] b7D
Illinois, advised the subject telephonically contacted [redacted]

[redacted] stated he understands LOMBARDO is now the sole owner of International Fiberglass in Franklin Park, Illinois. [redacted] b6 b7C b7D

INFORMANTS

[redacted] were contacted during the period of this report by Special Agent (SA) [redacted], and could furnish no pertinent information concerning the activities of the subject. b6 b7C b7D b7E

CG T-1 is [redacted], who requested his identity be protected.

FD-204 (Rev. 3-3-59)

# UNITED STATES DEPARTMENT OF JUSTICE
## FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office (ATTN: [redacted] b6 b7C

Report of: SA AUGUST C. KEMPFF Office: Chicago
Date: 12/27/73

Field Office File #: 92-2940 Bureau File #: 92-11921

Title: JOSEPH LOMBARDO

Character: ANTI-RACKETEERING

Synopsis: Long distance telephone calls pursuant to a subpoena shows one call to Las Vegas, Nevada. Subject's brother allegedly associated in business with [redacted], son of prominent Chicago hoodlum. b6 b7C

- P -

DETAILS:

AT CHICAGO, ILLINOIS.

Pursuant to a subpoena dated November 20, 1973, the Illinois Bell Telephone (IBT) Company furnished long distance telephone calls from CA 6-4867 listed to JOSEPH LOMBARDO, 2210 West Ohio, Chicago, Illinois. The only long distance call recorded during this period was on October 10, 1973, to Las Vegas, Nevada, 702-735-1848. The length of this call was two minutes.

CG T-1 in October, 1973, advised that [redacted] b6 b7C b7D



U. S. GOVERNMENT PRINTING OFFICE

[redacted] b6 b7C b7D

It is noted that [redacted] is an associate of the subject and the scheme utilizeu by CG T-1 is similar to an earlier operation concerning the [redacted]. CG T-1 noted that [redacted]. b6 b7C b7D

By letter dated October 29, 1973, from the Superintendent's Office of the Chicago Police Department, the Chicago Division was advised as follows:

This Division is in receipt of information that [redacted] JOHN P. CERONE, who was recently released from prison, has a financial interest in Rocky's Drive-In, Inc., 2204 West North Avenue, Melrose Park, Illinois. A check of the Corporation List indicates that the Officers of this corporation as as follows: b6 b7C

President, ROCCO LOMBARDO, [redacted] Park Ridge, Illinois, who is the brother of JOSEPH "THE CLOWN" LOMBARDO, a noted crime syndicate member involved in the "juice" racket; b6 b7C

Secretary, JOHN P. CERONE, JR., [redacted] Elmwood Park, Illinois; b6 b7C

Registered Agent, SAM N. SYRACUSE, [redacted] Chicago, Illinois, an attorney and an associate of many crime syndicate figures.

The subject was not observed in periodic spot checks at the International Fiberglass Company, 10201 Franklin Street, Franklin Park, Illinôis, thoughout the period of this report.

FD-323 (Rev. 12-12-72)

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois 60604

DEC 27 1973

In Reply, Please Refer to
File No. 92-2940

Title JOSEPH LOMBARDO

Character ANTI-RACKETEERING

Reference is made to Chicago report of SA AUGUST C. KEMPFF dated and captioned as above.

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION
FOI/PA
DELETED PAGE INFORMATION SHEET
FOI/PA# 1450465-000

Total Deleted Page(s) = 14
Page 36 ~ Duplicate;
Page 56 ~ Duplicate;
Page 57 ~ Duplicate;
Page 58 ~ Duplicate;
Page 59 ~ Duplicate;
Page 60 ~ Duplicate;
Page 65 ~ b6; b7C; b7D; b7E;
Page 66 ~ b6; b7C; b7D; b7E;
Page 76 ~ Duplicate;
Page 77 ~ Duplicate;
Page 78 ~ Duplicate;
Page 79 ~ Duplicate;
Page 80 ~ Duplicate;
Page 81 ~ Duplicate;

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FD-338 (4-21-61)
OPTIONAL FORM NO. 10
5010-104

UNITED STATES GOVERNMENT

# Memorandum

TO : SAC Chicago 92-2940 DATE: 1/12/76

FROM : SA August C Kempff

SUBJECT: Joseph Lombardo, aka

In connection with the destruction of channelizing memoranda, the information contained on the serials listed below was incorporated in a report dated ______. The review for this report was made from serial 97 through serial 160.

In accordance with the above, the following serials are to be destroyed:

| Volume | Serials (List by serial or serial scope.) |
|---|---|
| 3 | Report dated 4/30/74 |
| | 111 |
| 3 | Report dated 9/24/74 |
| | 113, 114, 121, 122 |
| 3 | Report dated 11/22/74 |
| | 124, 126, 128, 129, 131 |
| 3 | Report dated 3/17/75 |
| | 133, 135, 137, 138, 142 |
| 3 | Report dated 7/18/75 |
| | 147, 148, 149, 150, 151 |
| 3 | Report dated 10/23/75 |
| | 159 |

SEARCHED ___ INDEXED ___
SERIALIZED ___ FILED ___
JAN 12 19__
FBI — CHICAGO

b6
b7C

No. of copies 2

Approved ______

Destroyed by ______ Date 1-13-76

FD-338 (4-21-61)
OPTIONAL FORM NO. 10
5010-104

UNITED STATES GOVERNMENT

# Memorandum

TO : SAC CHICAGO (92-2940) DATE: 2/2/76

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO, AKA

In connection with the destruction of channelizing memoranda, the information contained on the serials listed below was incorporated in a report dated 1/16/76. The review for this report was made from serial 160 through serial 166.

In accordance with the above, the following serials are to be destroyed:

| Volume | Serials (List by serial or serial scope.) |
|---|---|
| 3 | 162, 163, 164 |

No. of copies 3

Approved [redacted]

Destroyed by [redacted] Date 3-10-76

b6
b7C

2/16/74

CODED

TELETYPE BUREAU, TAMPA, ALBUQUERQUE, DALLAS - NITEL. LAS VEGAS - URGENT

TO : DIRECTOR, FBI (ATTN.: SPECIAL INVESTIGATIVE DIVISION) AND SACS, LAS VEGAS (92-4263) (92-3466), TAMPA (92-1770) (INFO) ALBUQUERQUE (92-403) (INFO), AND DALLAS

FROM: SAC, CHICAGO (87-40262) (92-3262) (92-1835) (92-1059) (92-2563)

WEINER

CHANGED. IRWIN S. [redacted]; RONALD DE ANGELES; DBA GAYLUR PRODUCTS, INC., DEMING, NEW MEXICO; ANTHONY SPILOTRO; JOSEPH LOMBARDO; ALLEN M. DORFMAN; [redacted] ITSP - FBW; WPPDA; MAIL FRAUD. (OO: CHICAGO). b6 b7C

IRWIN S. WEINER, AKA. AR. (OO: CHICAGO).

RONALD EUGENE DE ANGELES, AKA, AR. (OO: TAMPA).

ALLEN M. DORFMAN, AKA. AR. (OO: CHICAGO). b6 b7C

ANTHONY SPILOTRO, AKA. AR. (OO: LAS VEGAS).

TITLE CHANGED TO INCLUDE SUBJECTS ANTHONY SPILOTRO, JOSEPH LOMBARDO, ALLEN M. DORFMAN, [redacted].

NOTED SPILOTRO IS PROMINENT CHICAGO HOODLUM AND LCN MEMBER WHO IS NOW RESIDING IN LAS VEGAS. LOMBARDO IS WELL-KNOWN CHICAGO

1 - (87-40262)
1 - (92-3262)
1 - (92-1835)
1 - (92-1059)
1 - (92-2563)
1 - C-1 Tickler
1 - (92-1839)

[redacted]

(7) VLI [redacted] b6 b7C

92-2940-

SEARCHED [redacted]
SERIALIZED
INDEXED
FILED [redacted]

PAGE TWO
CG (87-40262)
CG (92-3262)
CG (92-1835)
CG (92-1059)
CG (92-2563)

LCN MEMBER ~~WITH~~ AND BOTH HE AND SPILOTRO ARE CONSIDERED TO BE LEADING EXECUTIONERS FOR CHICAGO HOODLUM GROUP. DORFMAN IS CONVICTED ASSOCIATE OF b6 b7C FORMER TEAMSTER BOSS JAMES R. HOFFA AND TOP MEMBERS OF CHICAGO CRIME SYNDICATE. [redacted] OF CENTRAL STATES TEAMSTERS UNION PENSION FUND (CSTUPF).

AS BUREAU AWARE AND FOR INFORMATION RECEIVING OFFICES, FGJ, CHICAGO, CLOSELY SCRUTINIZING A [redacted] b3 GPI LISTS WEINER AS PRESIDENT AND DE ANGELES AS VICE PRESIDENT. ABOVE [redacted] b3 b6 b7C WEINER IS CHICAGO HOODLUM BONDSMAN AND FORMER CONFIDANT OF DECEASED HOODLUM LEADER FELIX ALDERISIO AND HAS BEEN CARETAKER OF ALDERISIO'S INTEREST SINCE HIS DEATH IN SEPTEMBER, 1971. DE ANGELES IS CHICAGO LCN MEMBER KNOWN AS ELECTRONICS WIZARD OF CHICAGO HOODLUM GROUP AND RECENTLY RESIDING IN TAMPA, FLORIDA AREA.

PAGE THREE
CG (87-40262)
CG (92-3262)
CG (92-1835)
CG (92-1059)
CG (92-2563)

CORPORATE RECORDS REFLECT GPI TOOK OVER FACILITIES AND OPERATIONS OF AUBURN RUBBER CORPORATION, DEMING, NEW MEXICO. IN JUNE, 1972, R & D ENGINEERING, INC., WAS INCORPORATED WITH GPI AS SOLE STOCKHOLDER. IN OCTOBER, 1972, NAME OF R & D ENGINEERING CHANGED TO AMERICAN PAIL, INC. (API) BY ACTION OF BOARD OF DIRECTORS. WEINER AND DE ANGELES MAINTAINED CONTROLLING INTERESTS IN EACH OF THESE CORPORATIONS. IN ORDER TO FACILITATE APPLICATION OF ABOVE LOAN, REPRESENTATIONS RELATED TO PROJECTED EARNINGS, DISBURSEMENTS, AND CASH RECEIPTS WERE PRESENTED TO BOTH THE ADMINISTRATIVE LOAN COMMITTEE AND BOARD OF TRUSTEES, CSTUPF, BETWEEN SEPTEMBER, 1972, AND MARCH, 1973. THESE REPRESENTATIONS PROVED TO BE FALSE IN MOST INSTANCES AND IN FACT ACTUAL DISBURSEMENT OF THE LOAN PROCEEDS PROVED TO BE A
WINDFALL
~~WINFALL~~ TO CAPTIONED SUBJECTS.

AUSA [redacted], CHICAGO, ADVISED FEBRUARY 15, 1974, b6 b7C
HE EXPECTS MULTI-COUNT INDICTMENT TO BE RETURNED AGAINST CAPTIONED SUBJECTS AT APPROXIMATELY 11:30 A.M., TUESDAY, FEBRUARY 19,

1974, AT CHICAGO. [redacted] EXPECTS [redacted] b6 b7C
DE ANGELES, AND DORFMAN TO BE CHARGED WITH NUMEROUS VIOLATIONS OF MAIL FRAUD, FRAUD BY WIRE AND VIOLATION TITLE 18, USC, SECTION 664 (WPPDA-EMBEZZLEMENT). IN ADDITION, WEINER AND DE ANGELES WILL BE CHARGED WITH NUMEROUS TAX VIOLATIONS. LOMBARDO AND SPILOTRO WILL ALSO BE CHARGED WITH VIOLATION OF SECTION 664.

IN ADDITION, DE ANGELES, WEINER, [redacted] TO BE CHARGED WITH SEVERAL COUNTS RELATING TO TITLE 18, USC, SECTION 2314 (ITSP). b6 b7C

AUSA [redacted] ADVISED FOLLOWING TENTATIVE ARRANGEMENTS HAVE BEEN MADE THROUGH NEGOTIATIONS BY USA [redacted] WITH ATTORNEYS REPRESENTING SOME OF SUBJECTS IN INSTANT MATTER AS FOLLOWS:

WEINER AND DE ANGELES ARE TO SURRENDER TO USM, CHICAGO, FEBRUARY 19, 1974, FOLLOWING RETURN OF INDICTMENT. NOTED WEINER AND DE ANGELES ARE REPRESENTED IN THIS MATTER BY NOTED ATTORNEY ALBERT JENNER, MINORITY COUNSEL FOR IMPEACHMENT COMMITTEE.

DORFMAN ATTEMPTING TO NEGOTIATE HIS SURRENDER TO USM, CHICAGO, THROUGH HIS ATTORNEY [redacted], FORMER DEPARTMENTAL OFFICIAL. b6 b7C

[redacted] TO SURRENDER TO FBI, CHICAGO. [redacted] TO SURRENDER TO FBI, DALLAS.

ANTHONY SPILOTRO AND JOSEPH LOMBARDO ARE TO BE ARRESTED BY LAS VEGAS AND CHICAGO RESPECTIVELY. NOTED FORMER [redacted] b7D b7E HAS CONSENTED TO TESTIFY AS GOVERNMENT WITNESS AND IT IS EXPECTED THAT HIS TESTIMONY WILL GREATLY ENHANCE PROSECUTION THIS MATTER.

DALLAS, UPON NOTIFICATION OF RETURN OF INDICTMENT, ARRANGE FOR SURRENDER OF [redacted] TO FBI. LAST KNOWN ADDRESS OF [redacted] IS [redacted] DALLAS.

LAS VEGAS DISCREETLY DETERMINE CURRENT WHEREABOUTS OF ANTHONY b6 b7C SPILOTRO IN ANTICIPATION OF HIS ARREST FEBRUARY 19, 1974, AT LAS VEGAS. CHICAGO WILL LOCATE AND APPREHEND JOSEPH LOMBARDO AND ARRANGE FOR SURRENDER OF [redacted] CHICAGO WILL TELEPHONICALLY

ADVISE LAS VEGAS AND DALLAS IMMEDIATELY UPON RETURN OF ANTICIPATED INDICTMENT A.M. FEBRUARY 19, 1974, AT CHICAGO.

BUREAU AND INTERESTED OFFICES WILL BE KEPT ADVISED.

UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION

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| UNITED STATES OF AMERICA<br><br>-v-<br><br>IRWIN WEINER,<br>RONALD DeANGELES,<br>GAYLUR PRODUCTS, INC.,<br>AMERICAN PAIL CORPORATION,<br>R. & D. ENGINEERING, INC.,<br>ALLEN DORFMAN,<br>[redacted]<br>ANTHONY SPILOTRO, and<br>JOSEPH LOMBARDO | ) | No. __________<br>Violations: Title 18, United States Code, Sections 371, 664, 2, 1341, 1343 and 2314; Title 26, United States Code, Section 7206(1). |

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The MAY 1973 GRAND JURY charges that:

1. The Central States, Southeast and Southwest Areas Pension Fund, hereinafter referred to as "the Pension Fund," was created in March, 1955, by way of a trust agreement between the Central Conference of Teamsters, Central States Drivers Council, Southern Conference of Teamsters, Southern States Drivers Council and their affiliated local unions acting on behalf of employees of those local unions, and various employers of those same local union employees and representatives of the employers, for the purpose of providing retirement benefits to the employees who were members of the local unions. The Pension Fund is a fund connected with an employee pension benefit plan subject to the provisions of the Welfare and Pension Plans Disclosure Act. The trust agreement provided for the creation of a Board of Trustees consisting of eight persons representing the employees and eight persons representing the employers. The Pension Fund has functioned in this manner to and including the present time.

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2. [redacted] defendants herein, during all times material herein, have functioned [redacted] of the Pension Fund, representing employers. Among other duties it was their responsibility along with the other [redacted] hold, manage, care for and protect the Pension Fund for the benefit of the employees covered by the Pension Fund. b6 b7C

3. Among the discretionary powers granted to all the [redacted] with respect to the Pension Fund was the power to invest and reinvest the principal and income of the Pension Fund in securities, mortgages, real estate and other property.

4. ALLEN DORFMAN, defendant herein, during all times material herein was a special consultant to the Pension Fund authorized by the [redacted] to handle any and all matters in the operation of the Pension Fund and to make recommendations regarding investments to the [redacted] for their action. It was his responsibility too, to hold, manage, care for and protect the Pension Fund for the benefit of the employees covered by the Pension Fund. b6 b7C

5. Prior to January, 1970, and continuing thereafter, by virtue of the aforementioned powers and duties conferred upon the [redacted] the Pension Fund had an existing investment in excess of $4,000,000 principal amount in industrial revenue bonds issued by the city of Deming, New Mexico for acquisition of a project consisting of realty and plant and leasehold interests therein, equipment and machinery suitable for the manufacture of toys and plastic and rubber products, as well as inventory, supplies, cash, accounts receivable, patents or licenses, and other tangible and intangible property necessary for the operation of the project. Retirement of the bonds, that is, payments of principal and interest, had as its sole source the rental revenue received by the city of Deming from the lease of the project plant, equipment and other property to private industry. b6 b7C

6. As of January, 1970, companies including Auburn Rubber Company and Auburn Toy Company, previously having operated the projects, were in default as to rental payments to the city of Deming, and consequently the bonds issued by the city and held by the Pension Fund were in default.

7. Between November, 1970 and April, 1971, IRWIN WEINER organized GAYLUR PRODUCTS, INC., (both IRWIN WEINER and GAYLUR PRODUCTS, INC. being defendants herein), for the purpose of operating the project plant in Deming, New Mexico. Between November, 1970, and continuing thereafter through December, 1973, IRWIN WEINER and RONALD DeANGELES, also a defendant herein, used the project plant, realty, equipment, machinery, vehicles and inventory; they operated under the corporate entities of AMERICAN PAIL CORPORATION and R. & D. ENGINEERING, INC., also defendants herein, as well as GAYLUR PRODUCTS, INC.

8. From time to time between February, 1971 and August, 1973, GAYLUR PRODUCTS, INC. negotiated with representatives of the Pension Fund and the city of Deming for a lease of the project property, purchase of the industrial revenue bonds held by the Pension Fund, and purchase of the project property from the Pension Fund after foreclosure by the Pension Fund pursuant to remedies under the industrial revenue bond indenture agreement.

9. Beginning in about October, 1970, and continuing thereafter through the date of the return of this indictment, in the Northern District of Illinois and elsewhere, IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION and R. & D. ENGINEERING, INC., defendants herein, devised and intended to devise a scheme and artifice to defraud the Pension Fund and to obtain, misapply, and convert to their own use and benefit in excess of $1,400,000 and the continued use of the aforementioned project plant, realty, equipment, vehicles, machinery and inventory, and all subsequent additions thereto, by means of false and fraudulent pretenses, representations and promises, the defendants

well knowing that the pretenses, representations and promises would be and were false when made, and which scheme and artifice to defraud was in substance as follows:

A. It was part of such scheme and artifice to defraud that the defendants would and did knowingly mislead representatives of the Pension Fund, pretending that it was their intention to operate the project plant on behalf of the Pension Fund, to reimburse the Pension Fund for monies expended by the Pension Fund in connection with the project plant and property prior to January, 1970, and to repay the Pension Fund all monies advanced directly to GAYLUR PRODUCTS, INC., to operate the project plant and other project property, when in fact, they intended none of these outcomes.

B. It was further a part of such scheme and artifice to defraud that the defendants would and did on June 9, 1971, in requesting an advance of $600,000 from the Pension Fund for use as agents of the Pension Fund in operating the project plant and other property, knowingly cause the following misrepresentations to be made to representatives of the Pension Fund:

(1) IRWIN WEINER falsely stated that GAYLUR PRODUCTS, INC., had contracted for the sale of 2,000,000 pails to be manufactured at the project plant in Deming, New Mexico.

(2) IRWIN WEINER falsely stated that GAYLUR PRODUCTS, INC. had positive sales for 20,000 sets of dishes per month to be manufactured at the project plant in Deming, New Mexico.

(3) IRWIN WEINER falsely stated that GAYLUR PRODUCTS, INC. could produce an eight track stereo tape cartridge with anticipated production at the Deming plant amounting to 6,500,000 units each year.

(4) It was stated that all funds being advanced to GAYLUR PRODUCTS, INC. were for production costs and that GAYLUR PRODUCTS, INC. would seek to repay the $600,000 in five years or less, when in fact, the defendants had no such intention.

(5) It was falsely represented that the defendants would cooperate at all times with a committee of representatives of the Pension Fund who were to control the disbursements of the $600,000 authorized against actual receipted orders and manufacturing costs, when in fact, the defendants had no such intention and did not thereafter provide the committee with actual receipted orders and manufacturing costs.

(6) It was falsely stated that all of the $600,000 authorized was to be applied to making molds, selling costs and other related business purposes, when in fact, the defendants did not intend to so apply the authorized money.

C. It was further a part of said scheme and artifice to defraud that on August 25, 1971, in seeking an additional advance of funds the defendants knowingly would and did cause the following misrepresentations to be made:

(1) It was falsely stated that when IRWIN WEINER and GAYLUR PRODUCTS, INC. began operating the project plant at Deming, New Mexico, no tools at all were in the plant and the roof of the plant was coming apart.

(2) It was falsely stated that IRWIN WEINER and GAYLUR PRODUCTS, INC. were at that time completely rehabilitating the project plant and that $64,000 had already been expended by them for repair and maintenance on the project plant.

(3) IRWIN WEINER falsely stated that an additional $298,600

would be spent on repair, maintenance and rehabilitation on the project plant at Deming, New Mexico.

(4) It was falsely stated that the GAYLUR PRODUCTS, INC. payroll up to that time in the amount of $3,500 each week was not a production payroll, but solely a payroll for maintenance of the project plant.

(5) It was falsely stated that a check tendered in the amount of $7,169.49 to the Pension Fund represented the sole proceeds due the Pension Fund from the sale of the inventory of toys which were on the premises when GAYLUR PRODUCTS, INC. took over the project plant in Deming, New Mexico, when in fact, the proceeds were substantially in excess of $7,169.49.

(6) It was falsely promised that the defendants would cooperate with a committee consisting of representatives of the Pension Fund who would review and supervise all disbursements for repair and maintenance of the project plant and property.

(7) IRWIN WEINER falsely promised that competitive bids would be obtained on all of the work to be done in rehabilitating, repairing and maintaining the project plant at Deming, New Mexico. In fact, no competitive bids were obtained, nor did the defendants ever intend to accomplish the work in rehabilitating, repairing and maintaining the project plant.

D. It was further a part of said scheme and artifice to defraud that the defendants would and did enter into a contract dated June 28, 1971, which provided for the payment of $190,000 to the defendant RONALD DeANGELES, doing business as R. & D. Engineering Company by GAYLUR PRODUCTS, INC., said funds having as their ultimate source the Pension Fund. This contract was fraudulent as the defendants well knew in that performance on substantially all of the promises undertaken by RONALD DeANGELES, doing business as R. & D. Engineering Company, was done and to be done by persons other than RONALD DeANGELES, doing business as R. & D. Engineering Company, which other persons were to be separately compensated for the same services by GAYLUR PRODUCTS, INC. Moreover, the $190,000 fee was excessive and exorbitant and without basis, as the defendants well knew at the time.

E. It was further a part of said scheme and artifice to defraud that the defendants would and did falsely and fraudulently promise to report all expenditures and receipts in the operation of the project plant and other project property to the Pension Fund and to submit to the Pension Fund an audit report on the financial status of GAYLUR PRODUCTS, INC., and AMERICAN PAIL CORPORATION, in order to lull representatives of the Pension Fund into a false sense of security and to prevent the representatives of the Pension Fund from learning that the Pension Fund was being defrauded.

F. It was a further part of said scheme and artifice to defraud that the defendants, in September, 1972, would and did falsely represent that $500,000 they were requesting from the Pension Fund would be applied to raw materials and labor to create an inventory of products.

G. It was further a part of said scheme and artifice to defraud that the defendants would and did request that the debt obligation which GAYLUR PRODUCTS, INC., owed to the Pension Fund be restructured over a longer period of time for repayment with a moratorium period on any payments of interest or principal in order to prevent the representatives of the Pension Fund from learning that the Pension Fund was being defrauded.

H. It was further a part of said scheme and artifice to defraud that defendants would and did fail to maintain accounting controls over receipts and disbursements of GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION and R. & D. ENGINEERING, INC., for the purpose of concealing the misapplication and conversion of funds received from the Pension Fund.

I. It was further a part of said scheme and artifice to defraud that the defendants would and did misapply the funds received from the Pension Fund, by expending sums of money for such things as a house for RONALD DeANGELES; an airplane for RONALD DeANGELES; clothing and travel for IRWIN WEINER, RONALD DeANGELES and their families; a mobile food dispensing unit; a house for [redacted] expenses incurred in IRWIN WEINER'S bonding business; an automobile for [redacted] moving expenses for [redacted] and ANTHONY SPILOTRO; b6 b7C a gift shop in the Circus-Circus hotel and casino operated by ANTHONY SPILOTRO; personal loans to RONALD DeANGELES, [redacted] JOSEPH LOMBARDO, [redacted] IRWIN WEINER and ANTHONY SPILOTRO; rental of a house for [redacted] maid service for [redacted] utility expenses for the houses in which RONALD DeANGELES and [redacted] resided; and non-business related legal expenses of RONALD DeANGELES.

J. It was further a part of said scheme and artifice to defraud that the defendants would and did cause a false and fraudulent statement of cash receipts and disbursements of GAYLUR PRODUCTS, INC. and AMERICAN PAIL CORPORATION for the period from inception to August 31, 1972 to be prepared by [redacted] b6 b7C a certified public accountant, and submitted to the Board of Trustees of the Pension Fund for the purpose of lulling representatives of the Pension Fund into a false sense of security and to conceal and prevent the representatives of the Pension Fund from learning that the Pension Fund was being defrauded.

10. At all times material herein, ALLEN DORFMAN, [redacted] defendants herein, had particular responsibilities to the Pension Fund b6 b7C with respect to the monies advanced to GAYLUR PRODUCTS, INC., which responsibilities were greater than those of most of [redacted] all three defendants were members of the committee which was formed for the purpose of exercising

custody and control over disbursements to GAYLUR PRODUCTS, INC.

11. At all times material herein, the defendants, ALLEN DORFMAN, [redacted] b6 b7C
[redacted] knowingly and wilfully misused [redacted] with the Pension Fund, violated the trust and confidence conferred upon them, as a [redacted] respectively, failed to exercise control over disbursements to GAYLUR PRODUCTS, INC., concealed from the other representatives of the Pension Fund that they knew IRWIN WEINER was misrepresenting the purpose for which money was advanced to GAYLUR PRODUCTS, INC., and was in fact defrauding the Pension Fund, and defrauded the Pension Fund of their own honest and faithful services, in order to aid, abet and assist IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION and R. & D. ENGINEERING, INC. with respect to the above described scheme and artifice to defraud, and associated themselves with and participated in the above described scheme and artifice to defraud for the purpose of making it succeed.

12. Between on or about October 6, 1972 and on or about October 8, 1972, in the Northern District of Illinois, for the purpose of executing the aforesaid scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so, a letter addressed to [redacted] Chicago, Illinois 60607, and a check in the amount of $100,000 drawn payable to GAYLUR PRODUCTS, INC., were caused to be delivered by mail to [redacted] b6 b7C
at the aforesaid address, according to the directions thereon, by IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] defendants herein, all of whom could reasonably foresee the use of the mails in

furtherance of the above described scheme and artifice to defraud.

13. The allegations contained in the first twelve paragraphs of this count charge violations of Title 18, United States Code, Sections 2 and 1341.

## COUNT TWO

The MAY 1973 GRAND JURY further charges:

1. On or about November 30, 1971, in the Northern District of Illinois, for the purpose of executing the scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so, as described in Count One of this indictment, a copy of a letter, addressed to [redacted] enclosing a draft of an agreement between Gaylur Products, Inc., and the Pension Fund for the purchase by Gaylur Products, Inc., of the City of Deming industrial revenue bonds held by the Pension Fund, was caused to be delivered by mail to [redacted] b6 b7C at [redacted] Chicago, Illinois, 60631, according to the directions thereon, by IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN RAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] defendants herein, all of whom could reasonably foresee the use of the mails in furtherance of the scheme and artifice to defraud described in Count One of the indictment.

2. The allegations contained in the first twelve paragraphs of Count One of this indictment, taken together with paragraph one of this Count, charge separate and distinct violations of Title 18, United States Code, Sections 2 and 1341.

COUNT THREE

The MAY 1973 GRAND JURY further charges that:

1. On or about November 9, 1972, in the Northern District of Illinois, for the purpose of executing the scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so, as described in Count One of this indictment, a letter to American Pail Corporation, Drawer 1219, Deming Industrial Area, Deming, New Mexico, 88030, from [redacted] enclosing an assignment of shares of b6 b7C stock of American Pail Corporation which were being pledged as collateral for funds advanced by the Pension Fund to Gaylur Products, Inc., was caused to be placed in an authorized depository for mail matter to be sent and delivered by the Postal Service to American Pail Corporation, at the aforesaid address, according to the directions thereon, by IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] defendants herein, all of whom b6 b7C could reasonably foresee the use of the mails in furtherance of the scheme and artifice to defraud described in Count One of the indictment.

2. The allegations contained in the first twelve paragraphs of Count One of this indictment, taken together with paragraph one of this count, charge separate and distinct violations of Title 18, United States Code, Sections 2 and 1341.

## COUNT FOUR

The MAY 1973 GRAND JURY further charges that:

1. On or about November 29, 1972, in the Northern District of Illinois, for the purpose of executing the scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so as described in Count One of this indictment, a letter addressed to Mr. Irwin S. Weiner, American Pail Corporation, Drawer 1219, Deming Industrial Area, Deming, New Mexico, 88030, from Paul R. Packer, and a check in the amount of $102,682 drawn payable to American Pail Corporation, were caused to be placed in an authorized depository for mail matter to be sent and delivered by the Postal Service to American Pail Corporation, at the aforesaid address, according to the directions thereon, by IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted], defendants b6 b7C herein, all of whom could reasonably foresee the use of the mails in furtherance of the scheme and artifice to defraud described in Count One of the indictment.

2. The allegations contained in the first twelve paragraphs of Count One of this indictment, taken together with paragraph one of this count, charge separate and distinct violations of Title 18, United States Code, Sections 2 and 1341.

COUNT FIVE

The MAY 1973 GRAND JURY further charges that:

1. On or about January 18, 1973, in the Northern District of Illinois, for the purpose of executing the scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so, as described in Count One of this indictment, a letter addressed to Irwin S. Weiner, President, Gaylur Products, Inc., 1019 South State Street, Chicago, Illinois, 60605, from [redacted] Certified Public Accountant, regarding the types of books of account maintained for Gaylur Products, Inc., was caused to be delivered by mail to Irwin S. Weiner at the aforesaid address b6
according to the directions thereon, by IRWIN WEINER, RONALD DeANGELES, GAYLUR b7C
PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] defendants herein, all of whom could reasonably foresee the use of the mails in furtherance of the scheme and artifice to defraud described in Count One of the indictment.

2. The allegations contained in the first twelve paragraphs of Count One of this indictment, taken together with paragraph one of this Count, charge separate and distinct violations of Title 18, United States Code, Sections 2 and 1341.

COUNT SIX

The MAY 1973 GRAND JURY further charges that:

1. On or about November 11, 1972, for the purpose of executing the scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so, as described in Count One of this indictment, a long distance telephone communication, regarding the purposes of certain Gaylur Products, Inc., expenditures, was caused to be transmitted by wire in interstate commerce between Deming, New Mexico, and Chicago, in the Northern District of Illinois, by IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] defendants b6 b7C herein, all of whom could reasonably foresee the use of interstate wire facilities in furtherance of the scheme and artifice to defraud described in Count One of the indictment.

2. The allegations contained in the first twelve paragraphs of Count One of this indictment, taken together with paragraph one of this Count, charge separate and distinct violations of Title 18, United States Code, Sections 2 and 1343.

COUNT SEVEN

The MAY 1973 GRAND JURY further charges that:

1. In or about February, 1973, for the purpose of concealing the scheme and artifice to defraud and to obtain money and property by means of false pretenses, representations and promises, and attempting to do so, as described in Count One of this indictment, [redacted] a representative of the Pension Fund was induced to travel in interstate commerce from Chicago, in the Northern District of Illinois, to Deming, New Mexico, to examine accounting records of Gaylur Products, Inc., by IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] defendants herein, all of whom could reasonably foresee interstate travel by a representative of the Pension Fund for the purpose of concealment of the scheme and artifice to defraud described in Count One of the indictment.

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2. The allegations contained in the first twelve paragraphs of this Count, taken together with paragraph one of this Count, charge separate and distinct violations of Title 18, United States Code, Sections 2 and 2314.

## COUNT EIGHT

The MAY 1973 GRAND JURY further charges:

1. The allegations contained in the first eleven paragraphs of Count One of the indictment are herein realleged as if fully set forth in this count of the indictment.

2. The Grand Jury further alleges that by virtue of the allegations contained in the first eleven paragraphs of Count One, the defendants, IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION, R. & D. ENGINEERING, INC., ALLEN DORFMAN, [redacted] named in Count One, did convert to their own use and benefit, and to the use and benefit of others, the money, funds and property of the Central States, Southeast and Southwest Areas Pension Fund, a fund connected with an employee pension benefit plan subject to the provisions of the Welfare and Pension Plans Disclosure Act.

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3. The allegations contained in this count charge violations of Title 18, United States Code, Sections 2 and 664.

COUNT NINE

The MAY 1973 GRAND JURY further charges that:

1. Between in or about September, 1971 and in or about August, 1972, in the Northern District of Illinois, ANTHONY SPILOTRO and JOSEPH LOMBARDO, defendants herein, unlawfully, willfully and knowingly aided, abetted and assisted IRWIN WEINER, RONALD DeANGELES, GAYLUR PRODUCTS, INC., AMERICAN PAIL CORPORATION and R. & D. ENGINEERING, INC., in converting to their own use and the use of others, the money, funds and property of the Central States, Southeast and Southwest Areas Pension Fund, a fund connected with an employee pension benefit plan subject to the provisions of the Welfare and Pension Plans Disclosure Act.

2. The allegations contained in this Count charge violations of Title 18, United States Code, Sections 2 and 664.

COUNT TEN

The MAY 1973 GRAND JURY further charges that:

1. On or about June 29, 1972, in the District of New Mexico, RONALD DeANGELES, defendant herein, did willfully and knowingly make and subscribe a 1971 Individual Income Tax Return, which was verified by a written declaration that it was made under the penalties of perjury and was filed with the Internal Revenue Service, which said income tax return he did not believe to be true and correct as to every material matter in that it was stated on line 18 of said return that the adjusted gross income in 1971 for the defendant and his wife was $9,934.26, when in fact, as the defendant then and there knew and believed the adjusted gross income was substantially in excess of that amount.

Specifically, the defendant failed to include as income the following amounts of money expended on his behalf in 1971: for a residence and various improvements at [redacted] Deming, New Mexico, and titled in the defendant's b6 b7C name, the amount $33,299.33; in connection with the acquisition of a Bellanca Super Viking Continental Airplane, titled in the defendant's name, the amount of $23,699.99; and various other personal expenditures in a total amount in excess of $3,000. The defendant further failed to include as income $1,210 received by him as a refund on the purchase price of the above described airplane.

3. The additional items of income described in paragraph two above had as their ultimate source, disbursements to GAYLUR PRODUCTS, INC., by the Central States, Southeast and Southwest Areas Pension Fund, as described in Count One of the indictment.

4. The allegations contained in this count charge a violation of Title 26, United States Code, Section 7206(1).

COUNT ELEVEN

The MAY 1973 GRAND JURY further charges that:

1. On or about January 4, 1973, in the Northern District of Illinois, IRWIN WEINER, defendant herein, did willfully and knowingly make and subscribe a 1971 U.S. Corporation Income Tax Return for GAYLUR PRODUCTS, INC., which was verified by a written declaration that it was made under the penalties of perjury and was filed with the Internal Revenue Service, which said income tax return, he did not believe to be true and correct as to every material matter in that the balance sheets and items of gross income and deductions were materially misstated, reflecting assets which were not actually owned by Gaylur Products, Inc., depreciation on non-owned and non-business related property and personal, non-business related expenditures made for and on behalf of IRWIN WEINER, RONALD DeANGELES and other individuals, as the defendant then and there well knew and believed.

2. Specifically, with respect to the section of the corporate tax return on gross income, the amounts shown on line 2; schedule A, line 4; and the schedule of other costs, schedule A, equipment repair and maintenance improperly included $2,187.30, spent for the moving expenses of [redacted] to Little b6 b7C Rock, Arkansas and Anthony Spilotro to Las Vegas, Nevada, both expenditures being non-business related items and not includable as costs of goods sold by Gaylur Products, Inc.

3. With respect to the section of the corporate tax return on deductions, the amounts shown on line 26 and the schedule of other deductions, legal and accounting, improperly included $1,000, paid to an attorney, [redacted] b6 b7C

for representing Ronald DeAngeles against a charge that Ronald DeAngeles on June 18, 1969, caused oil to be discharged into Lake Michigan from a boat called "The Big D"; this item was a personal expense of Ronald DeAngeles.

4. Line 26 of the corporate return also improperly included $1,655.46, for various items which were personal expenses of Irwin Weiner, his wife and children, and not business related expenses.

5. Regarding the section of the corporate tax return on deductions, the amounts shown on line 21 and schedule G, line 3, improperly included depreciation of $250.40 on the house at [redacted] Deming, New Mexico, owned by Ronald DeAngeles, $9.85, on tile installed in the same house, and $1,514.99 on the Bellanca Super Viking Continental Airplane, owned by Ronald DeAngeles, all deductions being improper because the assets were not actually owned by Gaylur Products, Inc. Depreciation was also improperly deducted in the amount of $186.25, for certain molds which did not exist and for certain electronic eavesdropping equipment which was non-business related property. b6 b7C

6. The items described in paragraph 5 above were also improperly included in the schedule L, balance sheet for Gaylur Products, Inc. Line 9 of schedule L included $29,300 for the house owned by Ronald DeAngeles, $394.17 for the tile installed in the DeAngeles house, $30,299.80 for the airplane owned by Ronald DeAngeles, $5,250 for molds which did not exist, and $2,200 for electronic eavesdropping equipment, unrelated to the business of Gaylur Products, Inc., all as assets of Gaylur Products, Inc. Line 11 of schedule L improperly included $2,000 for the land on which the DeAngeles house was located, and which land was owned by Ronald DeAngeles, as an asset of Gaylur Products, Inc. Falsely

included on lines 16 and 19 of schedule L as liabilities of Gaylur Products, Inc., was $16,059.77 for the note payable on the DeAngeles airplane.

7. The improper expenditures described in paragraphs two through six above were ultimately funded from disbursements to Gaylur Products, Inc. by the Central States, Southeast and Southwest Areas Pension Fund, as described in Count One of the indictment.

8. The allegations contained in this count charge a violation of Title 26, United States Code, Section 7206(1).

COUNT TWELVE

The MAY 1973 GRAND JURY further charges that:

1. At all times material herein, IRWIN WEINER and RONALD DeANGELES were corporate officers and agents of GAYLUR PRODUCTS, INC.

2. Beginning in about June, 1971, and continuing thereafter up to and including the date of the return of this indictment, at Chicago, in the Northern District of Illinois, and elsewhere, IRWIN WEINER, RONALD DeANGELES and GAYLUR PRODUCTS, INC. did unlawfully, willfully and knowingly combine, conspire, confederate and agree together with each other to defraud the United States of America, by impeding, impairing, obstructing and defeating the lawful governmental functions of the Internal Revenue Service of the Treasury Department of the United States in the ascertainment computation, assessment and collection of income taxes under the following circumstances, means and manner:

3. It was part of said conspiracy to defraud the United States that in about November, the defendants would and did pretend to rescind a contract, dated June 28, 1971, between GAYLUR PRODUCTS, INC. and RONALD DeANGELES, doing business as R. & D. Engineering Company, but in fact, no rescession was accomplished as the defendants well knew because RONALD DeANGELES was allowed to keep the income benefits he received pursuant to the contract.

4. It was further a part of said conspiracy to defraud the United States, by impeding, and defeating the functions of the Internal Revenue Service, that the defendants would and did cause the property located at [redacted] Deming, b6 b7C New Mexico, to be deeded by quitclaim deed from RONALD DeANGELES and [redacted] [redacted] and RONALD DeANGELES, doing business as, R. &. D. Engineering,

Company to GAYLUR PRODUCTS, INC., a corporation, on February 10, 1972, and to be deeded by warranty deed from GAYLUR PRODUCTS, INC., a corporation, to RONALD DeANGELES and [redacted] as joint tenants b6 b7C
with rights of survivorship, on April 10, 1972.

5. It was further a part of said conspiracy that between September 1972 and January 1973, the defendants would and did cause corporate minutes to be prepared for GAYLUR PRODUCTS, INC., which minutes falsely represented the facts and circumstances which were memorialized in the minutes.

6. It was further a part of said conspiracy that the defendants in October 1972 would and did retain [redacted] a certified public accountant to prepare a statement of cash receipts and disbursements for GAYLUR PRODUCTS, b6 b7C
INC., to be submitted to the Central States, Southeast and Southwest Areas Pension Fund, and the 1971 U.S. Corporation Income Tax Return. As a part of said conspiracy, the defendants knowingly provided [redacted] with false and misleading information.

7. It was further a part of said conspiracy to defraud the United States that the defendants would and did cause income tax returns containing false information to be filed for RONALD DeANGELES in June 1972 and for GAYLUR PRODUCTS, INC., in January 1973.

8. It was further a part of said conspiracy that the defendants would and did cause to be concealed, misrepresented and hidden, the purposes, objectives and acts done in furtherance of said conspiracy.

9. In furtherance of said conspiracy, and in the execution of and for the purposes of effecting the objects and designs of said conspiracy, the defendants did commit, and perform the following overt acts.

(a) On or about June 29, 1972, at Deming, New Mexico, [redacted] signed a personal income tax return for himself and his wife the year 1971. b6 b7C

(b) On or about November 11, 1972, IRWIN WEINER, RONALD DeANGELES, and [redacted] had a telephone conversation together, between Chicago, Illinois and Deming, New Mexico concerning certain expenditures by GAYLUR PRODUCTS, INC.

(c) On or about January 4, 1973, at Chicago, Illinois, IRWIN WEINER, signed a corporate income tax return for GAYLUR PRODUCTS, INC., for the year 1971.

10. The allegations contained in this count charge a violation of Title 18, United States Code, Section 371.

A TRUE BILL:

UNITED STATES ATTORNEY

F O R E M A N

[redacted]

b6
b7C

OPTIONAL FORM NO. 10
MAY 1962 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO :SAC, CHICAGO (92-2940) DATE: 2/27/74

FROM :SAC, LAS VEGAS (92-4634)(RUC)

SUBJECT: JOSEPH LOMBARDO, aka
AR
OO: Chicago

Re report of SA AUGUST C. KEMPFF dated 12/27/73 at Chicago.

Telephone number 702-735-1848 is subscribed to by ANTHONY SPILOTRO, 2612 Siesta, Las Vegas, Nevada, and has been in service since 6/15/71. In addition, SPILOTRO has telephone number 702-734-6579 assigned to him. Both are non-published numbers.

In view of the above, this matter is considered RUC.

2 - Chicago
1 - Las Vegas
[redacted]
(3)

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b7C

92-2940-9

SEARCHED ___ INDEXED ___
SERIALIZED ___ FILED ___
MAR 4 1974
FBI — CHICAGO

Kempff

FD-350 (Rev. 7-16-63)

(Mount Clipping in Space Below)

# More Teamster loans investigated

By Richard Phillips and Ronald Koziol

FEDERAL agents based in Chicago are investigating more than $100 million in loans and other investments by the $1.5 billion Teamsters Union Pension Fund.

Investigators said privately yesterday that the indictment of seven men Tuesday for defrauding the fund of $1.4 million was "just the tip of the iceberg."

The nationwide investigation by agents of the Internal Revenue Service, the Federal Bureau of Investigation, postal inspectors, and the Justice Department's Organized Crime Strike Force is being coordinated here by Matthias Lydon and Dan K. Webb, assistant United States attorneys.

ALTHO THE two prosecutors declined to comment, here is a breakdown of Teamster Fund loan activities under investigation in six key states.

Illinois—dozens of loans including $1.8 million to C. Oran Mensick, now a fugitive suspected of embezzling $25 million from the defunct City Savings and Loan Association. Loans to Chicago-based Bally Manufacturing Corp., makers of slot machines, also are believed to be under investigation.

California—Millions in loans to Penas Quitos, a housing and condominium development near Los Angeles; and to Rancho La Costa Country Club near San Diego, which is partly owned by crime syndicate figures.

Nevada—Loans to gambling spas, including $21 million for the Circus Circus Hotel and Casino in Las Vegas, and $10 million to Country Club of La Vegas Inc., founded [illegible] west gambling boss.

Michigan—Loans to suspected underworld figures.

Florida and Georgia—Loans to housing developments and to a country club in Savannah, Ga., reportedly controlled by Louis Rosanova, a suspected member of the crime syndicate from Chicago.

The federal government has been investigating various activities of the Teamsters Pension fund since the 1950s, and some investigators say it is the most complicated case the government has ever undertaken.

THEY POINTED out that it took nine months of work, hundreds of documents and thousands of man-hours before indictments could be returned Tuesday....

(Indicate page, name of newspaper, city and state.)

9 CHICAGO TRIBUNE
CHICAGO, ILLINOIS
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Editor: C. KIRKPATRICK
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# Spilotro indictment blocks his mob rise, probers say

By Art Petacque

The indictment of Anthony Spilotro apparently has chilled his hopes of climbing to the top of the Chicago crime syndicate, federal investigators said Wednesday.

Spilotro, considered one of the nation's most dangerous criminals, was among seven persons indicted Tuesday by a federal grand jury here in connection with the alleged looting of $1.4 million from the teamsters union pension fund.

Spilotro, 35, a protege of the late Felix (Milwaukee Phil) Alderisio, has made no secret of his ambition to someday lead the syndicate here. But Federal Bureau of Investigation agents have been just as determined that he never gain control.

Local FBI men under Chicago agent-in-charge Richard G. Held on Wednesday minimized their role in gathering evidence in the teamsters case. They pointed out that the Internal Revenue Service and postal inspectors did nearly all the work.

It was learned, however, that the FBI first fingered Spilotro as a man to be stopped before he gained more power in the underworld.

The indictment returned Tuesday accuses him and another mob muscleman, Joseph Lombardo, of aiding and abetting the alleged fraud scheme. If convicted, they could be sentenced to a maximum five years in prison and fined $10,000.

Others indicted were Allen M. Dorfman, 51, former special consultant for the Teamsters' Central States, Southeast and Southwest Areas Pension Fund; Ronald DeAngeles, a crime syndicate electronics expert; Irwin S. Weiner, a Chicago bailbondsman, and Albert Matheson, a Detroit lawyer, and Jack Sheetz, a Dallas truck company operator, both employer trustees of the fund.

Also named were two corporations operated by Weiner and DeAngeles in Deming, N.M.

Spilotro and Lombardo posted bonds of $4,500 each in the Federal Building, 219 S. Dearborn, on the charges Wednesday.

Spilotro was the operator of a gift shop, called Anthony Stuart Ltd., in the Circus Circus hotel and casino in Las Vegas. (In Wednesday's editions he was inadvertently referred to as operator of the hotel and casino.) Some of the pension fund money filtered down to Spilotro's gift-shop operation, according to the indictment.

Federal investigators became interested in Spilotro's activities after word was spread in hoodlum circles that Spilotro was the shotgun-wielder in 1967 when Dorfman's auto was ambushed near his suburban Riverwoods home. Dorfman was not injured in the shooting incident.

Underworld sources said the near-miss was calculated to pressure Dorfman into approving teamster loans for hidden mob business enterprises.

U.S. Atty. James R. Thompson, in announcing the indictments, said a task force headed by Matthias A. Lydon, deputy chief of Thompson's Special Investigations Division, will continue to investigate millions of dollars in loans from the $1.5-billion pension fund.

A total of $100 million to $130 million in loans reportedly is under investigation in nine states — California, Nevada, Michigan, Florida, Wisconsin, Georgia, Ohio, New Jersey and Indiana.

(Indicate page, name of newspaper, city and state.)

36 CHICAGO SUN TIMES
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FD-350 (Rev. 7-16-63)

(Mount Clipping in Space Below)

# New teamster fraud probed

BY ROBERT GLASS

AT LEAST five more Teamster Union officials are under investigation by a federal grand jury looking into fraud schemes that looted the union's Pension Fund of nearly $5 million, CHICAGO TODAY has learned.

Federal sources said the Internal Revenue service and Federal Bureau of Investigation have developed information on two loans amounting to $3.5 million by the Central States Pension Fund.

The loans were part of a financing scheme for real estate developments in Wisconsin and Illinois. However, sources said the money apparently was siphoned off before the projects could be completed.

THE LATEST phase of the investigation reportedly centers on phony appraisals, shoddy building materials, and forged building permits used in connection with the developments.

Seven men, some with underworld connections, were indicted by the grand jury yesterday on charges of defrauding the Pension Fund of $1.4 million.

The indictments charged that the funds were funneled thru a small plastics manufacturing plant in Deming, N. M., owned by two of the men charged in connection with the scheme.

INDICTED were:

⊙ Anthony Spilotro, syndicate mastermind of the scheme who served as former special consultant to the Teamsters' Central States, Southeast and Southwest Areas Pension Funds.

⊙ Irwin S. Weiner, a Chicago bail bondsman, and Ronald De Angeles, a mob electronics expert, who acted as officials of the New Mexico plant.

⊙ Allen M. Dorfman, alcafe juice loan collector.

⊙ Joseph Lombardo, syndicate juice loan collector.

⊙ Albert Matheson, a Detroit attorney, and Jack Sheetz, trucking company operator, trustees of the fund.

U. S. ATTY. James R. Thompson said the $1.5-billion pension fund, whose headquarters are at 8550 W. Bryn Mawr Av., supplied false reports to the Teamsters during 1971, 1972, and part of 1973.

The 12-count indictments, which climaxed a nine-month investigation, specifically charges that Weiner and De Angeles embezzled the funds, Spiltoro and Lombardo received part of the money, and Dorfman, Matheson and Sheetz had knowledge of the scheme.

(Indicate page, name of newspaper, city and state.)

30 CHICAGO TODAY
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(Mount Clipping in Space Below)

# 7 indicted in $1.4 million fraud of teamster fund

By Dennis D. Fisher

Seven men, including some with ties to organized crime, were indicted Tuesday by a federal grand jury for a fraud scheme involving the looting of $1.4 million from the teamsters union pension fund.

Allen M. Dorfman, 51, former special consultant for the Teamsters' Central States, Southeast and Southwest Areas Pension Fund office at 8550 W. Bryn Mawr, was the mastermind of the fraud scheme, federal investigators charged.

Dorfman, a close associate of former teamsters president James R. Hoffa, was charged with mail fraud, wire fraud, embezzling and inducing a pension fund employe to travel across state lines to further the fraud.

Others named in the indictment were:

—Albert Matheson, a Detroit lawyer, and Jack Sheetz, a Dallas truck company operator, both employer trustees of the fund.

—Irwin S. Weiner, a Chicago bailbondsman, and Ronald DeAngeles, known as a crime syndicate electronics expert, both of whom acted as officials of a New Mexico plastics plant that actually received the pension fund money.

—Anthony Spilotro, an extortionist and juice loan collector.

—Joseph Lombardo, a juice loan terrorist.

In addition, the corporations operated by Weiner and DeAngeles in Deming, N.M., were named. They are Gaylur Products Inc. and its two subsidiaries, American Pail Corp. and R. & D. Engineering Inc.

The 12-count indictment climaxed a nine-month investigation into the complex financial dealings of Weiner, DeAngeles and the others by Asst. U.S. Attorneys Matthias A. Lydon and Dan K. Webb, the Internal Revenue Service, U.S. Postal Service inspectors and the Federal Bureau of Investigation.

U.S. Atty. James R. Thompson said federal inquiries into other loans made by the pension fund around the country would be centered in Chicago because the fund has offices here.

Specifically, the indictment charges Weiner, DeAngeles, Dorfman, Sheetz and Matheson with five counts of mail fraud, one count of wire fraud (use of the telephone), one count of inducing a pension fund accountant to examine Gaylur Products records, and one count of converting the proceeds of the pension fund loans for their own use.

In addition, Weiner is accused of filing a false corporate tax return for Gaylur for 1971, in which such things as electronic eavesdropping equipment and legal fees for DeAngeles were claimed as corporate expenses.

DeAngeles is accused in one count of filing a false personal income tax return for 1971 because he did not report that a $22,700 airplane, a $33,000 home and other things had been purchased for him.

DeAngeles and Weiner are also accused in a count charging conspiracy to defraud the U.S. by obstructing the IRS in its investigation of their financial dealings for tax assessment purposes.

The indictment charges that in early 1971, the Gaylur corporation and its subsidiaries took over the Deming plastics plant, in which the pension fund had already invested $4 million.

Weiner, president of Gaylur, and DeAngeles, the company vice president, then allegedly began a systematic siphoning of money from the pension fund by misrepresenting how they planned to spend the loans, the indictment charged.

At first, the pension fund had authorized a lump advance of $600,000 and established a three-man committee — Dorfman, Sheetz and Matheson — to oversee other requests by Gaylur officials for funds.

False financial statements were sent to the pension fund to conceal the fraud, the govern-

(Indicate page, name of newspaper, city and state.)

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ment charged. Meanwhile, the money was converted to the use of those indicted.

Weiner and DeAngeles, for example, bought and rented houses for themselves and others, the indictment said. They also allegedly bought clothing, an airplane for DeAngeles, automobiles for others, a gift shop in Las Vegas for the Circus-Circus hotel and casino operated by Spilotro, and made personal loans to Spilotro and Lombardo, among other.

The indictment also charged that the funds were diverted to pay expenses for Weiner's Londing business, moving expenses, legal expenses for DeAngeles, travel and a mobile food dispensing unit.

Prosecutors contend in the indictment that Weiner and DeAngeles agreed to report the specific expenditures for maintenance and upkeep of the 300,000-foot plastics factory from loan funds.

The Gaylur officials told the pension fund trustees initially that they had contracted for the sale of 2 million pails from the plant as well as 20,000 sets of dishes per month, and could produce and sell 6.5 million eight-track stereo tape cartridges each year. The government charges that Weiner and DeAngeles thus falsely obtained the first advance of $600,000 and subsequently drew on a line of credit until the plant was closed down last year.

Flowing through the line of credit were other sums, including about $300,000 ostensibly for roof repairs and retooling the plant; payroll expenses; a June, 1971, contract to DeAngeles, doing business as R. & D. Engineering Co., for $190,000, and a $500,000 loan in September, 1972, to Gaylur for raw materials and a fresh labor supply.

The indictment charges that the only "investment" Weiner and DeAngeles made to obtain the rakeoff was to turn over a check to the pension fund for $7,169, which represented the proceeds from the sale of an inventory of toys that were on the Gaylur premises. They signed no lease, paid no rent and made no principal or interest payments, it was learned.

Prosecutor Lydon, chief of the financial crimes section of Thompson's office, noted in a press conference that the pension fund has assets of some $1.5 billion and "in that context this loan may not mean much."

Thompson said the rank-and-file teamsters "were the victims of this scheme. They are the ones who paid their money into the fund in good faith."

The prosecutors evaded questions on the organized crime aspects of those indicted. "Check your (newspaper) clips and draw your own conclusions," Thompson said at one point.

Dorfman, known as a protege of ex-teamster head Hoffa, was convicted by a federal jury a year ago for taking a $55,000 kickback from a Long Island executive on a $1.5-million loan from the teamsters pension fund. He was released from prison last December 17 after serving 8½ months of a one-year prison term.

FD-350 (Rev. 7-16-63)

(Mount Clipping in Space Below)

# 7 indicted here in pension fraud

By Richard Phillips

SEVEN MEN, some with underworld connections, were indicted by a federal grand jury yesterday on charges of defrauding the Teamsters Union pension fund of $1.4 million.

The money was in the form of a loan to a small plastics manufacturing firm in Deming, N. M., which was operated by two of the men who were indicted.

The indictments charge that the men used the money for themselves and their friends rather than for the business.

THOSE INDICTED are:

Irwin Weiner, former Chicago bailbondsman with crime syndicate ties, who was co-owner of the New Mexico plant.

Ronald De Angeles, former electronics and bugging expert for the crime syndicate, and co-owner with Weiner in the plant.

Anthony Spillotro, crime syndicate hoodlum and longtime lieutenant to the late gang boss Felix [Milwaukee Phil] Alderisio.

Joseph Lombardo, a Chicago underworld figure.

Allen Dorfman, millionaire former financial adviser to the Teamsters pension fund, who recently completed a prison term for demanding a kickback in return for another pension fund loan. Dorfman and Weiner are longtime friends.

Jack Sheetz, Dallas, a trustee of the pension fund.

Albert Matheson, a Detroit lawyer and also a pension fund trustee.

THE 12-COUNT indictment charges that Weiner and De Angeles embezzled the money, Spillotro and Lombardo were among those who got some of the money, and Dorfman, Sheetz, and Matheson knew what was going on and [illegible]

Also named in the indictment are Gaylur Products Inc., 1019 S. State St., a holding company owned by Weiner and DeAngeles, which owned American Pail Corp., which was the Deming factory, and R & D Engineering Inc., also of Deming.

Gaylur Products is a name similar to Gaylur Mercantile Co., 1728 S. Michigan Av., a firm linked with the late Alderisio. The Internal Revenue Service last week seized all the assets of Gaylur Mercantile.

IN ANNOUNCING the indictment yesterday, James R. Thompson, United States attorney here, said the federal government's comprehensive investigation of the operations of the $1.5 billion Teamster pension fund will be directed from Chicago. The fund also has headquarters here, at 8550 W. Bryn Mawr Av.

The government is looking into millions of dollars worth of loans made by the fund to finance a number of business ventures, including gambling casinos and hotels in Las Vegas.

Some of the $1.4 million loan to the Deming operation found its way to Las Vegas, according to the indictment.

IT IS CHARGED that Spillotro, a one-time juice loan racketeer there, was provided with funds to open the Anthony Stewart Gift Shop in the Circus Circus Hotel in Las Vegas. This hotel reportedly has received millions in loans from the Teamsters pension fund.

THOMPSON SAID that false information was supplied to the Teamsters thruout 1971, 1972, and part of 1973 while the alleged fraud was in progress.

Weiner and DeAngeles took over the Deming plant and obtained the $1.4-million loan in early 1971 after the Teamsters already had lost $5 million in loans on an earlier effort to run the Deming plant.

Weiner reportedly falsely informed the pension fund that he had contracts to manufacture 2 million pails and 20,000 sets of plastic dishes, and anticipated contracts to make 6.5 million stereo cartridges at the plant.

The first reports of the Deming operation were provided last spring by Robert Wiedrich, Tribune columnist. Last month he reported that indictments were to be returned in the case.

Spillotro, who now lives in Las Vegas, was acquitted of murder charges last year in connection with the death of Leo Foreman, an underworld figure. Mario De Stefano, a loan shark, was found guilty of murder. Mario's brother Sam De Stefano, also charged with the Foreman killing, was shot to death before the trial opened.

(Indicate page, name of newspaper, city and state.)

1 CHICAGO TRIBUNE
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92-2940

(Mount Clipping in Space Below)

# Teamsters' fund probe centered here

By Edmund J. Rooney

Chicago has become the headquarters for a top-level federal investigation into possible fraud and misuse of the billion-dollar Teamster union pension fund.

The fund also is headquartered here, at 8550 W. Bryn Mawr Av. But the investigation is sure to touch both coasts and many of the states in between.

Seven men, including several crime syndicate figures, were indicted here Tuesday by a federal grand jury on charges of defrauding the fund out of $1.4 million.

U.S. ATTY. James R. Thompson said other pension fund loans were under investigation, and he indicated that more indictments were pending.

At least six more Chicago-area crime syndicate figures are targeted in the continuing investigation, federal sources said Wednesday.

Among those indicted Tuesday was Allen Dorfman, millionaire insurance executive from north suburban Riverwoods and former financial consultant to the pension fund. He was released from prison last December after serving a sentence for taking a $55,000 kickback on a pension fund loan.

Reputed mob enforcer Joseph Lombardo, of 2610 W. Chicago Av., also was indicted Tuesday. He reportedly is part of a mob hangers-on group trying to hold together the empire of late juice loan kingpin Felix (Milwaukee Phil) Alderisio.

FEARED SYNDICATE enforcer Anthony Spilotro, now running a Las Vegas boutique, also was named in the indictment. Spilotro, formerly of Chicago, beat a murder charge in connection with the 1963 torture slaying of Leo Foreman.

Federal investigators reportedly are investigating whether Spilotro's Las Vegas shop was financed through pension funds with the help of Dorfman.

IRWIN WEINER, of 7163 Carol Ct., Niles, also was indicted Tuesday. His connection with mob figures as a longtime bail bondsman is well known here. He once bragged to Daily News reporters that he has written bail bonds for half the Teamster locals in the country.

His involvement in the investigation surfaced last summer, when The Daily News reported agents were bird-dogging Weiner, Spilotro and others.

That investigation included federal surveillance of meetings in Palm Springs, Calif., between Spilotro, Tony (Big Tuna) Accardo, and mob associate Lou Rosanova.

Also reportedly under federal

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surveillance then were more Palm Springs meetings between Spilotro, Marshall Caifano and Frank Fitzsimmons, president of the International Brotherhood of Teamsters.

THE DAILY NEWS reported exclusively on Oct. 14, 1972, that the federal investigation of the pension fund had widened to include a Georgia golf club managed by Rosanova.

The Savannah (Ga.) Inn and Country Club was purchased in 1961 by the union's fund, sold in 1965 to local businessmen, and reclaimed by the fund on a foreclosure in 1966.

Daily News columnist Mike Royko disclosed that Rosanova, former manager of the old Riverwoods Country Club near Deerfield, was managing the Savannah club. Rosanova left the Riverwoods club after disclosures he had allowed hoodlums to join the club.

THE OTHERS indicted are Ronald DeAngeles, formerly of Melrose Park, and a reputed electronics expert for crime syndicate figures here, and Albert Matheson of Detroit and Jack Sheetz of Dallas, both employers' group trustees on the Teamsters' pension board.

Thompson Tuesday emphasized that pension fund officials had co-operated fully in the investigation.

Allen Dorfman

(Mount Clipping in Space Below)

# Hoffa pal heads indictment list

The seven men indicted by a federal grand jury Tuesday on charges of siphoning $1.4 million from the teamsters' pension fund are:

ALLEN M. DORFMAN, 51, a millionaire insurance broker, who was convicted in a pension fund kickback scheme a year ago. He did most of the insurance business for the teamsters' union after being named more than 20 years ago by former teamster president James R. Hoffa as the sole agent for the union's health and welfare insurance. Dorfman, who maintains offices in the building housing the Teamsters' Central States, Southeast and Southwest Areas Pension Fund at 8550 W. Bryn Mawr, was a co-defendant in Hoffa's jury-tampering trial, but was acquitted.

IRWIN S. WEINER, 41, a Chicago bail bondsman, once hustled bail bonds for mobsters more than a dozen years ago in the Criminal Courts Building at 26th and California. Weiner has bragged about writing bail bonds for many teamster officials.

RONALD DeANGELES, 39, the former Melrose Park electronics expert for the mob, who was once sought for spying from a ship anchored off Navy Pier, where the Chicago Police Department intelligence division's organized crime section was headquartered.

ANTHONY SPILOTRO, 36, operator of the Circus-Circus hotel and casino in Las Vegas, was accused and acquitted of helping murder a juice loan collector. Some investigators have tabbed him as the eventual heir to the mob empire of the late Felix (Milwaukee Phil) Alderisio.

JOSEPH LOMBARDO, 37, served time in prison with two other hoodlums for kidnaping and beating two Chicago home builders in an effort to extort $150,000 in juice loan payments.

ALBERT MATHESON, middle 60s, a lawyer from Detroit and an employer trustee of the pension fund. Matheson is a close associate of Hoffa.

JACK SHEETZ, 45, a Dallas truck company operator and employer trustee of the fund, representing the Southwest Operators Assn.

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(Mount Clipping in Space Below)

# U.S. indicts 7 in Teamster fund

TWO GANGLAND figures and two trustees are among seven persons indicted today by a Federal grand jury in connection with a scheme to loot the $1.5 billion Teamster Pension Fund.

The indictments charge that more than $1.4 million was siphined from the fund thru a series of manipulations.

Three companies also were named in the 12-count indictment which resulted from a grand jury probe that was begun in 1972 by the FBI, the Internal Revenue Service, and postal inspectors.

The individuals and firms are charged with use of the mails and interstate telephone and interstate travel to accomplish the fraud.

The companies indicted are Gaylur Products, Inc., American Pail Cirp., and R ? D Engineering, Inc., all of Deming, N. Mex.

THE GOVERNMENT probe centered on $?0 million in loans from the giant pension fund, including $1.4 million made to the three firms involved in the fraud scheme.

U. S. Atty. James R. Thompson, who announced the indictment at a press conference, identified the individuals indicted as:

Anthony Spilotro and Joseph Lombard, both crime syndicate figures; Irwin S. Weiner, real estate developer; Ronald De Angeles, onetime associate of mobsters; Allen M. Dorfman, an ex-convict and millionaire Teamster insurance broker; and Jack Sheetz and Albert Matheson, both fund trustees.

Thompson said the scheme began early in ucts to take over a defunct plastics firm in Deming and sought fund money to begin manufacturing operations.

WEINER GOT an initial $600,000 loan from the fund, then set up the other two firms and continued to receive fund money in loans totaling more than $1.4 million, the indictment charged.

The indictment charges that Weiner and fund thru misappropriations, then misap-De Angeles received the money from the fund thru misappropriations, then misapplied the money and converted some of it to their "own use and benefit."

Some of the fund money was used to buy a $40,000 home in Deming and a $24,000 airplane for De Angeles, the government said.

Fund money also was used to set up a gift shop, operated by Spilotro in a Las Vegas casino hotel, buy autos for at least two persons and to pay for maid service.

THOMPSON SAID that after receiving fund money, weiner and De Agneles submitted false financial statements to the fund to conceal htc fraud.

Both men also were charged with filing false income tax returns for 1971 and also trying to defraud the government by concealing and misrepresenting information to the IRS.

The indictment charged that Gaylur Products falsely indicated it had contracts for th esale of two million plastic bucket and also could sell 20,000 sets of dishes a month if production were started with the use of fund money.

In covering up the fraud, the firms also submitted to the fund fake figures in connection with their assets, sales records, payrolls and other documents, Thompson said.

SPILOTRO and Lombardo were accused of assisting Weiner and DeAgneles in converting the fund money and property ot their own use.

Dorfman, Sheetz, and Matheson, all affiliated with teh fund at the tim,e of the fraud, were charged with failure to exercise controls over fund disbursements and concealing from other trustees that they knew a fraud was occurring. Dorfman has since resigned from the fund.

Weiner and DeAgneles face a possible maximum of 53 years in prison and fines of $41,000 each. Sheetz, Matheson and Dorfman face 45 years in prison and $26,000 fines each; and Spilotro and Lombardo, 5 years in prison and $10,000 fine each.

Here are the backgrounds of some of those charged today:

Dorfman, who was convicted for fraud involving Teamster Union pension funds in 1972 in New York City, was at one time a close associate of James R. Hoffa, former president of the Teamsters.

His Illinois insurance business drew the interest of congressional investigators in 1953 and 1958.

WEINER IS a former Chicago bail bonds-

(Indicate page, name of newspaper, city and state.)

3 CHICAGO TODAY
CHICAGO, ILLINOIS

C-1

Date: 2-19-74
Edition: GREEN STREAK
Author: MC HUGH & BRANEGAN
Editor: LLOYD WENDT
Title: IRWIN S. WEINER ETAL; AR-ITSP

Character:
or 87-40262
Classification:
Submitting Office: CHICAGO
COPY SENT TO BUREAU
Being Investigated

92-2940-107

SEARCHED INDEXED
SERIALIZED FILED
FEB 21 1974
FBI—CHICAGO

b6
b7C

man with alleged crime syndicate connections. In 1971, he was involved with a high risk insurance firm, Central Guaranty Life Insurance Co., which was charged with netting huge profits while leaving the policyholders unprotected.

He once was called the mob's foremost "front man," a legitimate businessman who fronts for hoodlum money. As a bail bondsman, he had many clients with syndicate connections.

Dorfman served 8½ months of a year's sentence for fraud. At one point two Chicago judges, Chief Judge Joseph A. Power of Criminal Court and Circuit Judge Daniel Covelli, wrote a New York judge letters praising Dorfman's character when Dorfman was trying to get his sentence reduced.

SPILOTRO, 35, is one of a number of younger members of the crime syndicate reportedly involved in a power struggle. He was acquitted last June of the 1963 murder of Leo Foreman, a crime syndicate loan collector.

Police sources reported that Spilotro was being groomed to take over the syndicate's maze of fraud and extortion rackets after the imprisonment in 1969 of mob terrorist Felix [Milwaukee Phil] Alderisio. Alderisio later died in prison.

DeAngeles, 41, a mechanical and electronics wizard, at one time was the owner of a suburban Melrose Park firm where syndicate gangsters got their cars equipped with hidden gun compartments and devices to monitor police radio calls.

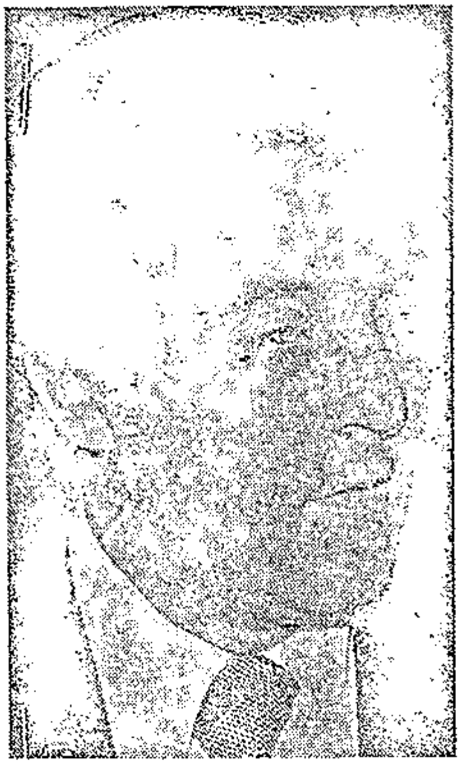
Police said DeAngeles in the 1960s was a member of a gang which terrorized night club owners into installing washroom vending machines. He is the nephew of Rocco Pranno, Stone Park gangland chief.

Lombardo is known as the "The Clown" and also uses the alias Joe Padula. He was a juice loan collector for William [Wee Willie] Messino and the late Joseph [Joe Gags] Gagliano. His criminal record dates back to 1954.

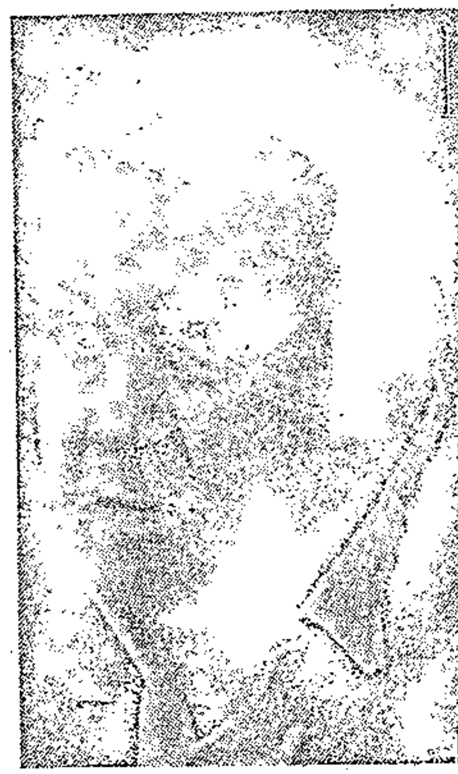
THE FUND, with headquarters in Chicago, is officially known as the Central States, Southeast and Southwest Pension, Health and Welfare Fund.

Long the target of federal and congressional probers, the fund allegedly has loaned millions to racketeers and shady characters, including fugitive financier C. Oran Mensik, who fleeced a savings and loan association of $21 million.

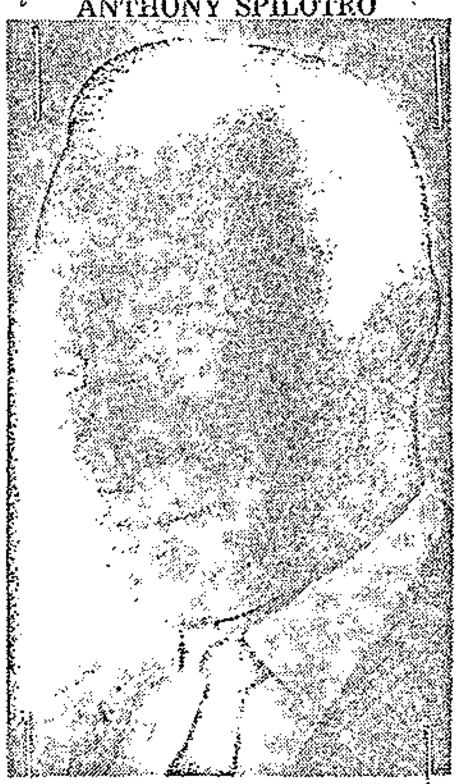
Hoffa served a prison term for fund irregularities. The massive union board has financed a Las Vegas country club and gambling casinos.



ANTHONY SPILOTRO



RONALD DE ANGELES



ALLEN M. DORFMAN

(Mount Clipping in Space Below)

# Indicted Dorfman vacationing without bond

Allen M. Dorfman, 51, indicted last week on federal embezzlement and mail fraud charges, has remained free to vacation in Southern California contrary to the usual practice of posting bond soon after indictment.

Dorfman instead will post $1,500 bond after his arraignment Monday before U.S. District Court Judge William J. Bauer in connection with a scheme to loot the teamsters union pension fund of $1.4 million.

Dorfman, a close associate of former teamster president James R. Hoffa, is the former special consultant for the Teamsters' Central States, Southeast and Southwest Area Pension Fund, headquartered at 8550 W. Bryn Mawr.

The other six men named Feb. 19, in the 12-count indictment with Dorfman, all posted bond within 48 hours of indictment, court records show. They traveled from as far away as Tampa, Fla., and Las Vegas to Chicago for the bonding procedure in the federal building, 219 S. Dearborn.

Posting bond takes a few minutes and is usually done soon after indictment to assure that a defendant does not flee and will appear in court to answer charges.

But Jerris Leonard, Dorfman's attorney, asked the U.S. attorney's office here to extend his client's time to post bond, said Samuel K. Skinner, assistant U.S. attorney and chief of the office's special investigations division. Lawyers under Skinner will prosecute Dorfman and the others on charges of mail fraud, wire fraud and embezzlement among others in the scheme to loot the pension fund.

Skinner said the extension was a courtesy to Leonard. "There is nothing unusual about trying to accommodate a lawyer with a tight schedule that wouldn't allow the posting of bond at an earlier time," Skinner said.

"There was no special consideration involved for Mr. Dorfman," he said, adding that Dorfman "has a constitutional right to counsel of his choice and if extending time to a lawyer is favoritism, (Dorfman's) getting the short-end of the stick. He's still under indictment."

Skinner said the delay in Dorfman's posting of bond would do nothing "to impede the case from proceeding."

Federal investigators charged that Dorfman, because of his influence over the fund's lending policies, was the mastermind of the scheme.

Specifically, Dorfman was charged with mail fraud, wire fraud, embezzling and inducing a pension fund employe to travel across state lines to further the fraud.

At the time of his indictment, federal investigators said, Dorfman was vacationing and golfing in the company of teamster president Frank E. Fitzsimmons at La Costa, the California resort community developed by mob figures with money from the teamsters pension fund. Federal agents watched Dorfman play golf with Lou Rosanova, a Chicago crime syndicate chieftain.

Justice Department sources close to the pension fund case said privately that they had the apprehension that Dorfman might flee. Concern was voiced over two others indicted with Dorfman, Anthony Spilotro, 36, and Joseph Lombardo, 37, both juice loan terrorists, whom the FBI couldn't locate immediately.

But Raymond Smith, attorney for Spilotro and Lombardo, arranged for Spilotro to fly in from Las Vegas and for Lombardo to appear here to post their bonds.

Albert E. Jenner Jr., an attorney for two of those indicted, arranged for Ronald DeAngeles to come in from Tampa, Fla., to post bond. Jenner's other client, Irwin Weiner, posted bond here.

Albert Matheson, a Detroit lawyer named in the indictment in his position as an employer trustee of the pension fund, chose to fly here to post bond, while the other employer trustee indicted, Jack Sheetz, posted bond in Dallas.

Dorfman, known as a Hoffa protege, was convicted by a federal jury a year ago for taking a $55,000 kickback from a Long Island executive on a $1.5 million loan from the teamster pension fund. He was released from the federal prison at Marion, Ill., last Dec. 17, after serving 8½ months of a one-year term.

(Indicate page, name of newspaper, city and state.)

25 CHICAGO SUN TIMES
CHICAGO, ILLINOIS

C-1

Date: 3-2-74
Edition: 4* FINAL
Author: DENNIS D. FISHER
Editor: JAMES HOGE
Title: IRWIN S. WEINER
ETAL; ITSP-FBW

Character: COPY SENT TO BUREAU
or ~~87-40262~~
Classification:
Submitting Office: CHICAGO
[ ] Being Investigated

92-2940-108

SEARCHED [redacted] INDEXED [redacted]
SERIALIZED FILED
MAR 4 1974
FBI — CHICAGO [redacted]

b6
b7C

(Mount Clipping in Space Below)

# 7 in teamsters case plead not guilty

SEVEN MEN INDICTED for embezzlement and mail fraud in the looting of $1.4 million from a teamsters union pension fund pleaded not guilty before U.S. District Court Judge William J. Bauer.

Judge Bauer gave Allen M. Dorfman, 51, former consultant for the pension fund organization headquartered at 8550 W. Bryn Mawr, until Tuesday to come up with $4,500 bond money.

In another case, Dorfman was convicted a year ago by a federal jury of taking a $55,000 kickback from a Long Island executive for a $1.5-million loan from the pension fund. Dorfman was released from federal prison at Marion, Ill., after serving 8½ months of the one-year term.

Dorfmans six co-defendants who pleaded not guilty to a 12-count indictment are Albert Matheson and Jack Sheetz, trustees of the pension fund; Ronald DeAngeles and Irwin Weiner, operators of companies through which the teamster funds were funneled, and Anthony Spilotro and Joseph Lombardo, identified by federal investigators as juice-loan terrorists.

(Indicate page, name of newspaper, city and state.)

24 CHICAGO SUN TIMES
CHICAGO, ILLINOIS

c-1

Date: 3-5-74
Edition: 4* FINAL
Author:
Editor: JAMES HOGE
Title: IRWIN WEINER ETAL;
ITSP-FBW

Character:
or ~~87-40262~~
Classification:
Submitting Office: CHICAGO
[ ] Being Investigated

COPY SENT TO BUREAU

92-2940-109

SEARCHED [redacted] INDEXED [redacted]
SERIALIZED FILED
MAR 5 1974
FBI—CHICAGO
[redacted]

b6
b7C

(Mount Clipping in Space Below)

# Innocent plea by Dorfman in Teamster fraud

By Betty Washington

Allen M. Dorfman, 51, a close associate of former Teamsters Union president James R. Hoffa, and six other men pleaded innocent Monday to charges that they looted $1.4 from Teamster Union pension funds.

They were arraigned before U.S. District Judge William J. Bauer. The seven were indicted Feb. 19 on charges that included embezzlement and mail fraud.

Dorfman, deeply tanned after a vacation in southern California, appeared with his attorney, Jerris Leonard, who won a one-day delay for Dorfman to post $450, or 10 per cent, onhDorfman's $4,500 bond.

Leonard, former head of the U.S. Justice Department's civil rights division, gave no reason in requesting the delay. Leonard first asked for a reduction in bond, but Bauer rejected this.

BAUER SET no trial date, but gave lawyers tentative dates for filing pre-trial motions.

The indictment naming the seven charged that more than $1.4 million in loans were fraudulently obtained from the Central States, Southeast and Southwest Areas Pension Fund, headquartered in Chicago, for a now-defunct plastics plant in Deming, N.M.

ALSO entering innocent pleas were Ronald DeAngeles, reputed electronics expert for crime syndicate figures; Irwin Weiner, a former bail bondsman with mob ties; Anthony Spilotro, former Chicago hoodlum who now lives in Las Vegas.

Also, Albert Matheson, of Detroit, an employers' group trustee on the pension board; Jack Sheetz, of Dallas, also an employers' group trustee, and Joseph Lombardo, reputed Chicago mob muscleman.

(Indicate page, name of newspaper, city and state.)

17 CHICAGO DAILY NEWS
CHICAGO, ILLINOIS

C-1

Date: 3-4-74
Edition: RED STREAK
Author: BETTY WASHINGTON
Editor: D. FELDMEIR
Title: IRWIN S. WEINER ETAL; ITSP-FBW

Character:
or ~~87-40262~~
Classification:
Submitting Office: CHICAGO
COPY SENT TO BUREAU

92-2940-110

SEARCHED [redacted] INDEXED [redacted]
SERIALIZED FILED
MAR 5 1974
FBI — CHICAGO
[redacted]

b6
b7C

FD-263 (Rev. 12-19-67)

# FEDERAL BUREAU OF INVESTIGATION

| REPORTING OFFICE | OFFICE OF ORIGIN | DATE | INVESTIGATIVE PERIOD |
|---|---|---|---|
| CHICAGO | CHICAGO | [redacted] | 12/18/73 - 4/25/74 |

b6
b7C

TITLE OF CASE

JOSEPH LOMBARDO, aka

REPORT MADE BY

SA AUGUST C. KEMPFF

TYPED BY

[redacted]

CHARACTER OF CASE

AR

REFERENCE: Chicago report of SA AUGUST C. KEMPFF dated 12/27/73.

-P-

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue investigation of the subject to develop background information and possible hoodlum or illegal activities.

| ACCOMPLISHMENTS CLAIMED | | | | | [X] NONE | ACQUIT-TALS | CASE HAS BEEN: |
|---|---|---|---|---|---|---|---|
| CONVIC. | AUTO. | FUG. | FINES | SAVINGS | RECOVERIES | | PENDING OVER ONE YEAR [X] YES [ ] NO |
| | | | | | | | PENDING PROSECUTION OVER SIX MONTHS [ ] YES [X] NO |

APPROVED VM SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

92-2940-112

COPIES MADE:

3 - Bureau (92-11921)
1 - USA, Chicago
1 - AIC, Chicago Field Office
PETER F. VAIRA
2 - Chicago (92-2940)

[redacted]

SEARCHED
SERIALIZED
INDEXED
FILED

[redacted]

b6
b7C

Dissemination Record of Attached Report

| Agency | | | | |
|---|---|---|---|---|
| Request Recd. | | | | |
| Date Fwd. | | | | |
| How Fwd. | | | | |
| By | | | | |

Notations

☆ GPO : 1968 O - 299-885

-A-
COVER PAGE

ADMINISTRATIVE

It is noted that the subject was arrested by the Chicago Division on 2/20/74 on a violation of Title 18, USC, Sections 371, 664, 2, 1341, 1343, 2314. These violations concerning irregularities of the pension fund of the Teamsters Union. The Bureau has been advised of the details of this matter under Chicago file 87-40262 entitled "IRWIN S. WEINER, aka, ET AL, ITSP, FBW."

In view of separate investigation being conducted by the Postal authorities and IRS and as well as the interest of the FBI, it is not deemed adviseable at this time to contact the subject or conduct investigation in any way to infringe on or be detrimental to the forthcoming prosecution.

INFORMANTS

CG T-1 is [redacted] contacted on 3/1/74 by b7D
SA FRANK J. FORD. b7E

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office PETER F. VAIRA

Report of: SA AUGUST C. KEMPFF
Office: CHICAGO
Date: 4/30/74

Field Office File #: 92-2940
Bureau File #: 92-11921

Title: JOSEPH LOMBARDO

Character: ANTI-RACKETEERING

Synopsis: Las Vegas telephone 702-735-1848 is subscribed to by ANTHONY SPILOTRO. Subject observed 4/11/74 driving Oldsmobile with Illinois registration 811 297, which is listed to a 1974 Dodge.

-P-

DETAILS:

In March, 1974, CG T-1 advised that the subject was furious when he became aware of the warrant for his arrest and indicated he had been assurred by WEINER that he would not be indicted in the union matter. The subject indicated that what he got out of this teamsters deal was not worth talking about.

On April 11, 1974, JOSEPH LOMBARDO, 2210 West Ohio Street, Chicago, was observed at 10:15 p.m. on North Avenue at Thatcher, where he drove to Rocky's Restaurant, Melrose Park, Illinois. The vehicle was a light blue over dark blue Oldsmobile, possibly a 1970 or 1971 with Illinois license 811 297. It was noted this license is registered to a 1974 Dodge.

By communication dated February 27, 1974, the Las Vegas Division advised that telephone number 702-735-1848 is subscribed to by ANTHONY SPILOTRO, 2612 Siesta, Las Vegas, Nevada. This number has been in service since June 15, 1971. SPILOTRO also has telephone number 702-734-6570 listed to him. Both numbers are non-published.

Chicago telephone number [redacted] is listed to [redacted] [redacted]. It is noted that [redacted] is [redacted] of JOSEPH LOMBARDO. b6 b7C

FD-323 (Rev. 12-12-72)

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
April 30, 1974

*In Reply, Please Refer to File No.*
CG 92-2940

Title JOSEPH LOMBARDO

Character ANTI-RACKETEERING

Reference Report of Special Agent August C. Kempff dated and captioned as above.

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.

*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.*

6/7/74

CODED

TELETYPE NITEL

TO: DIRECTOR, FBI AND SAC'S LAS VEGAS AND OMAHA

FROM: SAC, CHICAGO (172-46)

ANTHONY JOHN SPILOTRO, AKA; IRWIN S. WEINER; JOSEPH LOMBARDO; [redacted] ALLEGED FIXING OF SIXTH RACE AT AK-SAR-BEN RACE TRACK, OMAHA, NEBRASKA, JUNE 5, 1974. SPORTS BRIBERY, OO: CG.

b6
b7C

T-3

[redacted] ADVISED JUNE 6, 1974, THAT CAPTIONED SUBJECTS INVOLVED IN [redacted]. SOURCE CLAIMS THAT HE HEARD [redacted]

b6
b7C
b7D
b7E

NOTED SPILOTRO IS PROMINENT CHICAGO HOODLUM AND LCN MEMBER NOW RESIDING IN LAS VEGAS. LOMBARDO IS WELL KNOWN CHICAGO LCN MEMBER AND BOTH HE AND SPILOTRO ARE CONSIDERED TO BE LEADING EXECUTIONERS FOR CHICAGO HOODLUM GROUP. WEINER IS CHICAGO HOODLUM BONDSMAN WHO HAS BEEN CARETAKER

1 - C-1 Tickler
1 - 92-1830
1 - [redacted]
1 - 92-2563
VLI/[redacted]
(7)

[redacted]

1 - 92-3262
2 - 92-2940

92-2940-15

SEARCHED ____
SERIALIZED ____
INDEXED ____
FILED ____

[redacted]

b6
b7C
b7D
b7E

Kempf

'S INTERESTS

OF DECEASED HOODLUM LEADER FELIX ALDERISIO'S SINCE HIS DEATH IN SEPTEMBER, 1971. IRWIN S. WEINER, WHITE MALE, DATE OF BIRTH MARCH 6, 1916, 5'5½", 160, STOCKY, BLUE EYES, BROWN HAIR, FAIR COMPLEXION, IS JEWISH, RESIDENCE 7163 CAROL COURT, NILES, ILLINOIS, BUSINESS AMERICAN BAIL BOND AGENCY, 1019 SOUTH STATE STREET, CHICAGO. [redacted] b6 b7C
[redacted] IS ASSOCIATED WITH WEINER IN BAIL BOND BUSINESS IN CHICAGO. SUBJECTS SPILOTRO, LOMBARDO AND WEINER CURRENTLY UNDER FEDERAL INDICTMENT CHICAGO FOR DEFRAUDING CENTRAL STATES TEAMSTER UNION PENSION FUND.

REVIEW OF DAILY RACING FORM CHICAGO, JUNE 7, 1974, INDICATES VICKIES GIGI WON SIXTH RACE JUNE 5, 1974, RIDDEN BY [redacted] b6 b7C
[redacted] AND OWNED BY [redacted] - [redacted] AND PAID $145.20 TO WIN.

OMAHA DIVISION REQUESTED TO CONTACT ESTABLISHED SOURCES, TRUSTED TRACK OFFICIALS, OBTAIN AND REVIEW FILM OF RACE IF AVAILABLE, INTERVIEW JOCKEY, OTHER JOCKEYS TRAINER AND OWNER CONCERNING ALLEGATION OF A FIX. ALSO ATTEMPT TO VERIFY WEINER'S PRESENCE IN OMAHA, JUNE 5, 1974.

LAS VEGAS REQUESTED TO CONTACT SOURCE THERE REGARDING RACE IN QUESTION AND POSSIBLE INVOLVEMENT OF SPILOTRO.

CHICAGOSEARCHING AIRLINE RECORDS AND CONTACTING COURT AUTHORITIES RE PERMISSION TO TRAVEL ON PART OF WEINER AND/OR LOMBARDO. CHICAGO MAINTAINING CONTACT WITH SOURCE AND OTHERS AND BUREAU AND INTERESTED OFFICES WILL BE ADVISED OF DEVELOPMENTS.

OPTIONAL FORM NO. 10
JULY 1973 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# Memorandum

TO : SAC, CHICAGO (92-2940)

DATE: 7/19/74

FROM : SA AUGUST C. KEMPFF

SUBJECT: JOSEPH LOMBARDO
AR

T-4

On 7/15/74, [redacted] (identity is to be protected) advised that he had passed the premises of International Fiberglass (IF), 10201 Franklin Street, Franklin Park, Illinois, and it seemed to be vacated. b7D

On 7/16/74, a spot surveillance was conducted at IF, 10201 Franklin Street, Franklin Park, and it was determined that a note pinned to the door indicated the business to be closed for vacation from July 1 through 15, 1974. Observation through windows of this premises showed the fiberglass forms and other equipment to be in place and apparently operational.

On 7/17/74, [redacted] advised that he had checked with the Nu Arc Graphic Arts Company, 4100 West Grand Avenue, the major customer of IF, and had determined that IF was in fact still operating at the Franklin Park address. [redacted] was advised by his contact at Nu Arc that the quality of fiberglass fabricated products furnished by IF had deteriorated and at this point, was marginally acceptable. b7D

[redacted]

b6
b7C

ACK [redacted]
(1)

92-2940-1116

[redacted]
FBI—CHIC [redacted]



5010-110

OPTIONAL FORM NO. 10
JULY 1973 EDITION
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# *Memorandum*

TO : SAC, CHICAGO (92-2563) (P) DATE: 8/6/74

FROM : SA [redacted] b6 b7C

SUBJECT: ANTHONY SPILOTRO, aka
AR
(OO: CHICAGO)

T-6

On July 31, 1974, [redacted] (protect), [redacted] Chicago, Illinois, advised that on Thursday evening, [redacted] b6 b7C b7D

[redacted] stated that [redacted] b6 b7C b7D

1 - 92-2563
1 - 92-3412 (VICTOR SPILOTRO)
1 - 92-2339 (JOSEPH SPADAVECCHIO)
1 - 92-1360 (JAMES TORELLO)
1 - 179-6 (HERB BLITZSTEIN)
1 - 92-2940 (JOSEPH LOMBARDO) (KEMPFF)
1 - 92-4045 (MICHAEL SPILOTRO)
1 - 182-2608 (HERB BLITZSTEIN; ETAL)
1 - 92-1357 [redacted]
[redacted] b6 b7C

[redacted]
(9)

O-I rec'd
Repl desc 9/30/74

92-2940-118

[redacted] [redacted]
FBI —

Kempff K



5010-110

# Druggist's murder takes on syndicate implications

A POLICE investigation into the killing last week of a Near West Side druggist has widened into an investigation of possible crime syndicate involvement in the $640-million-a-year state Medicaid program for supplying medical care to the poor.

The Police Intelligence Unit on organized crime, headed by Comdr. Walter Murphy and Lt. Edward Neville's Bomb and Arson Squad have joined the Homicide Unit investigation headed by Comdr. William McCarthy in a probe of the shooting death Aug. 23 of Allen Ziperstein, 61, in the drugstore he operated at 738 W. Madison St.

ZIPERSTEIN, who lived at 8800 Golf Rd., Niles, was shot by a well dressed black man who walked into his store, asked for him by name, and shot him seven times, three times in the stomach, twice in the chest, once in the left shoulder, and once in the leg.

Ziperstein was the owner and operator of six pharmacies. The gangland style in which he was executed as well as subsequent information suggesting links between the crime syndicate and the drugstore business led to the widening of the investigation.

Supt. Wayne Kerstetter of the Illinois Bureau of Investigation has also entered the case.

C-1

CHICAGO TRIBUNE
CHICAGO, ILLINOIS

DATE: 8/27/74

PAGE: 2

EDITION: SPORTS FINAL

EDITOR: C. KIRKPATRICK

CHICAGO OFFICE

92-2940-119

SEA [redacted] NDE [redacted]
SER [redacted] FILE
1974
FBI—CHICAGO
Kempf

b6
b7C

# Probe of murder turns to mob-Medicaid ties

By Art Petacque

A routine police inquiry into the murder last week of a Near West Side druggist has widened into an investigation of possible crime syndicate involvement in the $640-million Medicaid program, which supplies medical care to the poor.

The investigation centers on the partner of slain druggist Allen Ziperstein, 61, of 8309 Golf Rd., Niles, who identified himself to police as Robert Fields, but who also is known as Robert Festenstein.

Festenstein, 47, is a former W. Madison St. pawnbroker whose arrest sheet at police headquarters includes charges of receiving stolen goods, pandering, keeping a gambling house, bogus checks, battery and obstruction of justice, but no known convictions.

Questioned after Ziperstein was murdered Friday in the Haymarket Drugs, 738 W. Madison, Festenstein used only his Robert Fields alias and did not mention his arrest record.

The gangland style in which Ziperstein was sought out by name and executed by a well-dressed gunman, as well as subsequent information linking Festenstein to other crime figures, led to the widening of the investigation.

The Police Intelligence Unit on organized crime, headed by Comr. Walter Murphy, and Lt. Edward Neville's Bomb and Arson Squad have joined the Homicide Unit investigation, headed by Comdr. William McCarthy.

Supt. Wayne Kerstetter of the Illinois Bureau of Investigation also has entered the case as part of a statewide investigation of drugstores and middlemen accused of cheating state-financed Medicaid program by filing inflated bill claims.

Ziperstein and Festenstein together owned six drugstores, said Robert Ziperstein, the slain druggist's son. All were in poverty pockets of the city.

Another son, Eugene, reportedly owns 33 other drugstores in the city, and gave financial backing to another store that was forced to close several years ago when a bomb was tossed through the front window, Robert Ziperstein said.

Eugene Ziperstein declined to comment on the affairs of his own drugstore chain. He referred such questions to attorney Philip Goldstick, a former state legislator, who was unavailable for comment.

Eugene Ziperstein did say, however, that his father's business started as a joint venture with Festenstein because of the father's friendship with Festenstein's late father. Allen Ziperstein was in the storm-window business when Festenstein suggested to him that they buy the store, Robert Ziperstein said. After they did, the store became so successful they purchased five more, he said.

Robert Ziperstein added that his father knew of Festenstein's arrests, but boasted that he had straightened him out for the last five years.

Sources in the multiple investigation point out that a mob push into the drugstore business would not be the first such attempt in Chicago.

In March, 1970, police uncovered a plan by crime syndicate figure Morris Lasky and two leaders of the Black P Stone Nation street gang to take over a Kenwood community drugstore.

As investigators began investigating the crime syndicate angle, they also noted that the Ziperstein case departed from typical gangland killings in one main respect; the "hit man" was described by witnesses as a black. One investigator said this was unprecedented, but fits a recent pattern of greater cooperation between the syndicate and minority-group street gangs.

C-1

CHICAGO SUN TIMES
CHICAGO, ILLINOIS

DATE: 8-27-74

PAGE: 7

EDITOR: J. HOGE

EDITION: 4* FINAL

CHICAGO OFFICE

b6
b7C

92-2940-120

SEAR[redacted]IND[redacted]
SERI[redacted]FIL[redacted]
AUG 28 1974
FBI — CHICAGO
Kempf

FD-263 (Rev. 1-7-72)

# FEDERAL BUREAU OF INVESTIGATION

| REPORTING OFFICE | OFFICE OF ORIGIN | [redacted] | INVESTIGATIVE PERIOD | |
|---|---|---|---|---|
| CHICAGO | CHICAGO | | 4/26/74 - 9/18/74 | b6 b7C |

| TITLE OF CASE | REPORT MADE BY | TYPED BY |
|---|---|---|
| JOSEPH LOMBARDO, aka | SA AUGUST C. KEMPFF | [redacted] |
| | CHARACTER OF CASE | |
| | AR | |

REFERENCE: Chicago report of SA AUGUST C. KEMPFF dated 4/30/74.

-P-

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue investigation of the subject to develop possible hoodlum or illegal activities on his part.

| ACCOMPLISHMENTS CLAIMED | | | | ☒ NONE | ACQUIT-TALS | CASE HAS BEEN: |
|---|---|---|---|---|---|---|
| CONVIC. | FUG. | FINES | SAVINGS | RECOVERIES | | PENDING OVER ONE YEAR ☒ YES ☐ NO |
| | | | | | | PENDING PROSECUTION OVER SIX MONTHS ☐ YES ☒ NO |

APPROVED WWT SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

92-2940-123

COPIES MADE:

3 - Bureau (92-11921)
1 - USA, Chicago
1 - AIC, Chicago Field Office
PETER F. VAIRA
2 - Chicago (92-2940)

[redacted]

SEARCHED [redacted]
SERIALIZED
INDEXED
FILED

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Dissemination Record of Attached Report

| Agency | | | | |
|---|---|---|---|---|
| Request Recd. | | | | |
| Date Fwd. | | | | |
| How Fwd. | | | | |
| By | | | | |

Notations

Kempff

to index

[redacted]

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ADMINISTRATIVE

It is noted that the subject was arrested by the Chicago Division on 2/20/74 on a violation of Title 18, USC, Sections 371, 664, 2, 1341, 1343, and 2314. These violations concern irregularities of the pension fund of the Teamsters Union. The Bureau is being advised of the details of this matter under Chicago file 87-40262 entitled "IRWIN S. WEINER, aka; ET AL; ITSP; FBW."

In view of this pending prosecution, no investigation is being conducted and the substantive AR investigation of JOSEPH LOMBARDO, which would in any way interfer with or jeopardize a successful prosecution.

INFORMANTS

| Source | Date of Contact | Contacting Agent |
|---|---|---|
| CG T-1 is [redacted] | 5/29/74 | SA [redacted] |
| CG T-2 is [redacted] | 5/23/74 | SA FRANK J. FORD |
| CG T-3 is [redacted] | 6/6/74 | SA [redacted] |
| CG T-4 is [redacted] (Protect Identity) | 7/15/74<br>9/13/74 | SA AUGUST C. KEMPFF |
| CG T-5 is [redacted] | 7/30/74 | SA [redacted] |
| CG T-6 is [redacted] (Protect Identity) | 7/31/74 | SA [redacted] |

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FD-204 (Rev. 3-3-59)

# UNITED STATES DEPARTMENT OF JUSTICE
## FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office PETER F. VAIRA

Report of: SA AUGUST C. KEMPFF    Office: CHICAGO

Date: SEP 24 1974

Field Office File #: 92-2940    Bureau File #: 92-11921

Title: JOSEPH LOMBARDO

Character: ANTI-RACKETEERING

Synopsis: [redacted] a [redacted] JOE LOMBARDO observed at Papa Zeke's Restaurant with JOEY AIUPPA, FRANK SCHWEIHS and others. Subject along with TONY SPILOTRO, IRWIN WEINER [redacted] allegedly involved in fixing horse race at Ak-sar-ben Track. [redacted] On 7/25/74, ANTHONY, MICHAEL [redacted] [redacted] HERB BLITZSTEIN, and the subject observed at Hoagie's Pub.

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-P-

DETAILS:

At Chicago, Illinois.

CG T-1 in May of 1974 advised that [redacted]

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CG T-2 in May, 1974 advised that on May 10, 1974 [redacted] CG T-2 advised that [redacted]

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b7E

[redacted] b7D

In June, 1974, CG T-3 advised [redacted], [redacted] b6 b7C b7D b7E

In July, 1974, CG T-4 advised that the premises of International Fiberglass (IF), 10201 Franklin, Franklin Park, Illinois, appear to be vacated.

On July 16, 1974, a spot surveillance was conducted at IF, 10201 Franklin, Franklin Park, Illinois, and it was determined that a note pinned to the door indicated that the business was closed for vacation from July 1 through 16, 1974. Observation through windows of this premises showed the fiberglass forms and other equipment to be in their proper place and apparently operational.

CG T-4 advised that [redacted] b6 b7C b7D

CG T-5, in July, 1974, advised that [redacted] and [redacted] b6 b7C b7D b7E

CG T-6, [redacted] in July, 1974, whose identity is to be protected, advised that on Thursday evening, July 25, 1974, [redacted] b7D

[redacted]

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On September 3, 1974, Special Agent (SA) [redacted] observed [redacted], at the Golfland Driving Range, 1801 5th Avenue, Melrose Park. It is noted this driving range is frequented by numerous Chicago hoodlums.

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A Law Enforcement Agency Data System (LEADS) inquiry on September 3, 1974, indicated 1974 Illinois license [redacted] is registered to [redacted] on a 1973 Buick. [redacted] is described as a white male, date of birth [redacted] height 5'7", weight 165 pounds, hair brown, eyes brown, Illinois operators license [redacted]

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FD-323 (Rev. 12-12-72)

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois

SEP 24 1974

*In Reply, Please Refer to*
*File No.* CG 92-2940

Title JOSEPH LOMBARDO

Character ANTI-RACKETEERING

Reference Report of Special Agent August C. Kempff dated and captioned as above.

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.