

20 December 1967

MEMORANDUM FOR: Chief, LEOD/SRB

SUBJECT: December 1967 RAMPARTS Article Entitled "The CIA's 'Brown and Root Dimensions'"

BROWN and ROOT, Inc. - #405552

The following employees of BROWN and ROOT, Inc. were approved for contact was on the dates indicated:

- WHITE, Ross - #405552-A 13 March 1950
- TOANE, Isaac Newton, Vice-President  
in Charge of Foreign Operations  
- #405552-E 11 December 1952 and  
16 February 1953
- WARNER, Merritt Allen, Chief  
Project Accountant  
- #405552-C 31 January 1957 and  
11 April 1957
- MONTGOMERY, Thomas Kenneth  
- #405552-D 15 February 1957 and  
8 May 1957
- BRADBERRY, Louis Bell  
- #405552-I 4 October 1957
- WILLIAMS, Bobby Joe  
#C462165 14 July 1965
- WAGNER, Richard Andrew, Civil  
Engineer - #453108 3 August 1965  
(A PECA was issued for  
contact and assessment but  
he was not used - had a poor  
credit reputation)
- RENKES, Elmer Ray - #46427 6 August 1965
- MACKIN, John Gilman, Jr.  
- #449780 19 July 1966

BROWN FOUNDATION

There is no OS subject file on the BROWN Foundation but a reference file contains a memorandum dated 30 January 1967 to the Deputy Director, Plans

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GROUP 1  
Excluded from automatic  
downgrading and  
declassification

from Chief, Central Cover Group concerning the threat of exposure of Agency operations and concludes that the BROWN Foundation of Houston, Texas was one of the most vulnerable to exposure because public records reflect direct ties from Agency funding instruments identified by Congressman PATMAN in 1964 to legitimate foundations and Agency projects they have sponsored.

VERNON FUND - #69000-573

The VERNON Fund (HEBUDMRED) [redacted] private philanthropic foundation legally incorporated under the laws of and with an office in the District of Columbia. [redacted] DTLAMPREY.

(FBLJFFHRT)

(JELACEPOD)

1967 because of exposure of the Vernon Fund in news media, the Board members were contacted advised as follows:

In March

Each Vernon Fund board member is being advised that he will receive a copy of the HEA and WCOIP letters regarding press allegations; he will acknowledge his membership on the Vernon Fund board if confronted with the fact; he will acknowledge that the Vernon Fund has supported WCOIP and that it made a few small grants to HEA; he will decline any further comment on the origin or operation of the Vernon Fund,

[redacted] he will be asked to return any files or papers relating to the Vernon Fund; he will be told that Dr. CARR (William George CARR) has not yet had to identify any board members but will probably have to; he will not comment on the creation of the Vernon Fund and how initial contacts were made.

DICK, Albert Blake, III - #C178333 (Vernon Fund Board Member)

Albert Blake DICK, III, President, A. B. DICK Company, Chicago, Illinois, was granted a Covert Security Approval [redacted] TPFUOUBART.

CARR, William George - #A10038-B and #116382

William G. CARR was granted a Covert Security Clearance on 22 April 1955 for unwitting use under Project DIPILLAS and on 21 November 1967 he received a Covert Security Approval to permit his use under Project DTLAMPREY in his position as Secretary-General of the World Confederation of Organizations in the Teaching Profession.

REA, Bryce, Jr. - #149438

Bryce REA, Jr., attorney for the Vernon Fund, was granted a Covert Security Clearance for his use on a cleared attorneys' panel on

15 November 1956 and on 19 September 1958 he received another covert security clearance to permit his use [redacted]

World Confederation of Organizations of the Teaching Professions  
(Funded by the Vernon Fund)

I In April 1967 a discussion was held between an Agency representative and John THOMPSON and Ray SNIKE of the WCOIP (World Confederation of Organizations of the Teaching Profession) concerning future funding for WCOIP. Because of publicity concerning the funding of WCOIP by the Vernon Fund, WCOIP leadership promised its membership that no further Vernon Fund money would be accepted until the status of the Vernon Fund was clarified. John THOMPSON felt that the best solution would be a one-time only infusion of money by sterile check into the WCOIP bank account to be backstopped by a letter from the attorney for the Vernon Fund, Bryce REA, who would attribute the money to members of the Vernon Fund Board who anonymously wished to provide WCOIP with sufficient funds to cover expenses until other sources could be found.

In May 1967 John THOMPSON of the WCOIP described to an Agency representative an interview he had with Mike MacMANUS of TIME magazine on 1 May 1967 who wanted to discuss the effects of newspaper publicity on WCOIP operations. MacMANUS was especially interested in any economies forced on WCOIP and a request for proof of the value of WCOIP operations to individual teachers. THOMPSON felt that MacMANUS did not succeed in gaining sufficient additional information from the interview to warrant writing his projected article.

SNIKE, Raymond Joseph - #150091

Raymond Joseph SNIKE [redacted]

Administrative Officer of the World Confederation of Organizations of the Teaching Profession. SNIKE

THOMPSON, John

I It was not possible to identify a subject file on John THOMPSON employed by the World Confederation of Organizations of the Teaching Profession.

CABOT FOUNDATION

OS indices were negative on the CABOT Foundation. (SEE Thomas D. CABOT)

American Friends of the Middle East O #340377 and #65300

American Friends of the Middle East (Project ZEPHYRUS) was created in May 1951 with the purpose of employing aggressive propaganda to promote

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the friendship of peoples of the Near and Middle East toward the United States and to combat Communism. It was incorporated as a voluntary, non-profit membership corporation under the laws of New York State. Dorothy THOMPSON, columnist, was selected as Chairman. In early 1967 AFME received a good deal of newspaper publicity concerning its Agency affiliation including articles in the Soviet press, TASS and USSR INTERNATIONAL AFFAIRS. Syria was the only country in which AFME is active that raised the question of the organization's continued existence in the light of allegations of Agency financial support; although, there were rumblings in Iraq.

#### Sea Jointo Fund

There is no OS subject file on the Sea Jointo Fund. The attached memorandum dated 30 January 1967 from Chief, Central Cover Group to Deputy Director, Plans - "Threat of Exposure of Agency Operations" - stated that RAMPARTS has expressed intense interest in the Sea Jointo Fund, and its sources of income in particular, because it funds 5 HBEPITONE activities (youth affairs).

#### M. D. ANDERSON Foundation

There is no OS subject file on the M. D. ANDERSON Foundation but OS indices reflect a file on the M. D. ANDERSON Hospital and Tumor Institute.

A study program to determine the effects in diverse Biological Systems resulting from exposure to high intensity coherent radiation was contracted with the M. D. ANDERSON Hospital and Tumor Institute, University of Texas, Houston, Texas in October 1963 but as of 16 April 1964 there was a hold order against going ahead with the contract because of a question as to why the Agency should bear the whole cost of the contract which was to be for inter-departmental use. In May 1967 a note in the file indicated that M. D. ANDERSON Hospital and Tumor Institute will be engaged in classified work for the Agency. There was no record of a clearance issued.

#### MARSHALL FOUNDATION

See attached memorandum dated 30 January 1967 from Chief, Central Cover Group to Deputy Director, Plans - "Threat of Exposure of Agency Operations". The MARSHALL Foundation of Houston, Texas is considered one of the most vulnerable to exposure.

A "New York Times" article for 25 February 1967 disclosed that the MARSHALL Foundation of Houston, Texas channeled funds from the Agency to the School of Industrial and Labor Relations at Cornell University from 1961 to 1963.

(See Douglas B. MARSHALL.)

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BROWN, George Rufus - #94218

George Rufus BROWN, Executive Vice President of BROWN and ROOT, Inc., Houston, Texas, was granted a Covert Security Clearance on 23 October 1953 [redacted] LFCOIN. On 22 April 1965 he was granted a Provisional Covert Security Approval to permit contact and assessment of BROWN [redacted]

[redacted] and a Covert Security Approval for this use was issued on 18 June 1965. These clearances were cancelled 2 June 1967 as BROWN was not used.

BROWN, Herman - #95239

Herman BROWN, President and Director of BROWN and ROOT, Inc., Houston, Texas and President and Trustee of the BROWN Foundation, Houston, Texas, was granted a Covert Security Approval on 2 December 1953 [redacted] LFCOIN. This clearance was can-

CLARK, Ed

Negative

SHIVERS, Allan - #373051

Governor Allan SHIVERS of Texas was on the Advisory Board of FACTS FORUM NEWS in September 1955. He was listed as a trustee of the American Good Government Society in April 1965.

Allan SHIVERS, Governor of Texas, was a signer of a statement appearing in the NEW YORK TIMES for 20 October 1949 sponsored by the Iron Curtain Refugee Campaign of the International Rescue Committee. The IRC was described as basically good, humanitarian organization but many individuals of questionable loyalty have been associated with it.

A NEW YORK TIMES clipping for 12 February 1954 stated that Allan SHIVERS, Governor of Texas, said he planned to ask his legislature to make membership in the Communist Party a death penalty offense. He was quoted as saying "In politics we often speak of bipartisan issues. I can think of nothing that should be more bipartisan than catching a Communist. There can be no valid issue between Americans over Communists. Americans are either pro-Communist or anti-Communist."

No clearance was requested or issued for SHIVERS. His file contains reference cards only.

MOODY, Dan

Negative

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FREEMAN, John Henry - #257181

John Henry FREEMAN was granted a Covert Security Approval on 28 June 1957 to permit the utilization of his services under Project LFCOIN. At the time he was a partner in the large and leading law firm of FULLERIGHT, CROCKER, FREEMAN, BATES and JAWORSKI at Houston, Texas and was a trustee of the M. D. ANDERSON Medical Foundation.

COCKRELL, Ernest Dashiell, Jr. - #91571 and #R409051-A

Ernest Dashiell COCKRELL, Jr. was approved for contact use (CAUTION) on 10 June 1953 and was granted a Covert Security Clearance on 4 August 1953 for use in the U. S. under Project QREINCHANT. At the time he was President of two oil companies in Houston, Texas; Oil Production Maintenance, Inc. and Production Maintenance Company.

MARSHALL, Douglas B. - #173597

Douglas B. MARSHALL was granted a Covert Security Approval on 28 November 1958 in order that he could be made witting of Agency interest in the CULLEN Foundation. MARSHALL was Vice President of the Quintana Petroleum Corporation of Houston, Texas which is the holding company owned by the Hugh Roy CULLEN family. MARSHALL's wife, Margaret Cullen MARSHALL, is a daughter of Hugh Roy CULLEN.

HOBBY, Oveta Culp - #344001 and #241189

Oveta Culp HOBBY was granted a continuing liaison clearance on 7 April 1959 when she was Director of the Federal Security Agency. A Covert Security Approval was issued 18 July 1961 to permit her use under Project LPCORSET

On 20 October 1965 a Provisional Security Approval was granted to permit contact, assessment and briefing of Mrs. HOBBY as President of the HOBBY Foundation in connection with her possible utilization on an advisory committee of a broadcasting activity, University of the Air, directed at the students and intellectuals of Cuba. A Covert Security Approval was issued 31 March 1966 primarily to use the prestige of her name and position as cover for WH/Cuba activities and it was not expected that Mrs. HOBBY would take an active day by day role in the activities.

HUTLER, George A.

Negative

HOBBY, William Pettus, Jr. - #425337 and #275074

Oveta Culp HOBBY's son, William Pettus HOBBY, Jr., born 19 January 1932 at Houston, Texas, was security approved for contact use on 23 May 1960. At the time he was Associate Editor of the HOUSTON POST, Houston, Texas. On 29 June 1962 he was granted a Covert Security Approval to permit his witting use under Project CANAGTAIL which was to be supported by the

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HOBBY Foundation. On 22 October 1965 a PCBA was issued to HOBBY

This Provisional clearance was firmed into a Covert Security Approval on 4 February 1966 for the same use.

Sarah K. Hall

Atts:

Dec 67 RAMPARTS

Memo dtd 24 Nov 67 (SF-633-67)

Memo dtd 30 Jan 67 to DD/P

HTT 2/26/67

HTT 2/19/67

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