

## National News

### Behind the latest airline disaster

The world's most successful economic forecaster, Democratic Party figure Lyndon H. LaRouche, Jr., describes the July 9 Pan-American commercial airliner tragedy as "the latest in a pattern of increased fatalities which began just after the inauguration of Jimmy Carter."

Larouche isn't joking about what he calls the "Trilateral Factor" in the worsening plight of the air-traffic industry. "It is the problem airline pilots and many other categories of professionals have been attempting to pound into the heads of Congress for years. It is what is sometimes called the 'factors of increased risk,'" he said.

The two principal factors of increased risk added by the Carter administration itself, Larouche emphasizes, have been "Carter's lunatic obsession in pushing through air-traffic deregulation" and Carter's support for the policies of Federal Reserve Chairman Paul A. Volcker. "These factors hit an air-traffic industry already savagely weakened by the after-effects of the 1973 petroleum crisis. It is also significant that environmentalists' pressures and budgetary pressures almost killed off urgently needed improvements in airports and the air traffic control system."

### LaRouche supporter to oppose Wallop

Richard Redland, Jr., a cattle and sheep rancher and a supporter of *EIR* founder Lyndon Larouche, announced his candidacy July 13 for the Republican nomination for U.S. Senate from Wyoming, against incumbent Malcolm Wallop, sixth cousin to the Queen of England.

Redland is challenging Wallop to a debate. Redland stated that he will make Wallop's role on the Senate Ethics Committee, which forced the resignation of Abscam victim Sen. Harrison Williams of New Jersey, a major campaign issue,

because of the implications of attacks on the constitutional government of the United States.

Wallop is also a supporter of Federal Reserve Chairman Paul Volcker's high-interest-rates policy, which is destroying American agriculture.

Redland will make support for the continent-wide water development program North American Water and Power Alliance a major campaign plank, due to the fact that British-connected financial interests are attempting to "lock up" control of the West's resources.

### 'Restore science to Natural History Museum'

Mel Klenetsky, Democratic candidate in New York for the U.S. Senate, has announced that he is initiating a "commission to restore science" to the American Museum of Natural History in New York City. Klenetsky, who is backed by the National Democratic Policy Committee, made the announcement July 15 after he led a fact-finding team, including specialists in anthropology, through the museum to investigate charges of racialism in the exhibits.

Before World War II, Klenetsky said, the museum had functioned as a center for the dissemination of race-science tracts directed against admitting Jews and Eastern and Southern Europeans into the United States. It was also a headquarters for outright pro-Nazi propaganda through the Eugenics Congress meetings held there in 1921 and 1932.

"What we found today convinced us that such racism has persisted," Klenetsky said. "To give just a couple of examples: All the exhibits on the evolution of man portray primitive man with Negro features while modern man—*homo sapiens*—is shown with 'Nordic' features. In fact, what Neanderthal Man looked like cannot be determined from skulls and fossils. But the museum shows him as negroid, perpetuating the idea that black equals primitive.

"None of the great city-building and world-trading cultures of Africa are por-

trayed in the large Africa exhibit—just primitive tribes. The bestial Aztec civilization is glorified as a cultural high point, instead of the destruction of formerly high-level Mexican civilization."

Klenetsky also noted the bias of current exhibits showing man as a "polluter" rather than an improver of nature. He is running in the Sept. 23 Democratic primary against Sen. Daniel Patrick Moynihan, a protégé of the Harriman family, which inspired many of the museum's pro-Nazi activities during the past 50 years.

### Mazzoli bares bill's eugenic intent

Congressman Romano Mazzoli (D-N.Y.), cosponsor of the Simpson-Mazzoli immigration-restriction bill, told the European Parliament in Strasbourg June 23 that his bill, while drastically cutting Mexican immigration, would facilitate access to the United States by Western Europeans. The London *Times* reported that Mazzoli claimed his bill would drop all visa requirements for entry into the United States by citizens of any Western European nation but Portugal.

Conceived by the Citizens Commission for Immigration Reform headed by Pamela Harriman, wife of Averell Harriman; Father Theodore Hesburgh of Notre Dame University; former World Bank president Robert McNamara; and AFL-CIO head Lane Kirkland, the Simpson-Mazzoli bill would require all American employees to carry work cards. That policy was pioneered in Nazi Germany.

By explicitly trying to restrict only non-European immigrants, Mazzoli has demonstrated that his bill is identical in intent to the racist immigration bills sponsored by the Harriman family in the 1920s. Those bills, which excluded non-"Nordics" from entering the United States, prevented over 3 million Jews from entering the United States of America after those Jews fled Nazi Germany and Nazi-occupied parts of Europe.

On June 28, the San Francisco Board of Supervisors went on record as oppos-

ing the Simpson-Mazzoli bill, by a 7 to 2 vote. The Board cited the bill's potential adverse impact on family reunification, labor, and due-process rights. The Board of Supervisors of Alameda County recently took similar action against the bill.

## Psychiatrists penetrate the Secret Service

A reorganization of the U.S. Secret Service is currently being carried out by a committee of psychiatrists, the Task Force on Behavioral Sciences and the Secret Service, which has direct connections to the fascist Propaganda-2 Freemasonic Lodge of Italy (see page 35).

The task force has established access to Secret Service files on the basis of its "external committee," formed to advise the Secret Service on how to evaluate its intelligence and train its agents according to "behavioral" and "management" specifications. Members of the task force had access to the files before the attempted assassination of the President by John Hinckley, Jr. last May.

Dr. Marvin B. Wolfgang of the University of Pennsylvania's Department of Law and Sociology, a specialist on terrorism, and a participant in the task force, has urged the Secret Service to upgrade its monitoring of so-called ideological, European-style terrorists, a necessary step, but also to limit monitoring of what are in fact domestic "Manchurian Candidates" like Hinckley. Investigations of the network of psychiatrists at the Evergreen Associates in Evergreen, Colorado, where Hinckley received extensive behavior-modification treatments, are thus being diverted by the task force.

Wolfgang is a long-term associate of Dr. Franco Ferracuti of Rome, a member of Propaganda-2 and at one point a consultant to the Italian government on terrorist groups including the Red Brigades and "lone assassins." It is possible that Ferracuti may now have access to Secret Service files as well.

Wolfgang and Ferracuti are also collaborators of Dr. John MacDonald, an

expert on "presidential assassination syndromes" and a leading figure in Colorado psychiatric networks.

## Congress misses the boat on Volcker issue

Senate introduction of an "Interest Rate Reduction Act" on July 13, coupled with House Banking Committee hearings on renewal of the Credit Control Act during the same week, exposed the weaknesses of the congressional fight against high interest rates. As administration and Fed witnesses admitted at the House hearing, purely domestic approaches to high interest rates ignore the overriding impact of the inflation-generating, currently uncontrolled Eurodollar market.

The Interest Rate Reduction Act (S.2726), introduced by Sen. James Sasser (D-Tenn.), would establish a "dual-prime-rate" policy to be put into effect by Federal Reserve member banks. Commercial banks would be encouraged to voluntarily offer a "small-business prime rate," that is, a lower rate on loans to small businesses, farmers, and home buyers who do not have access to national financial markets as larger corporations do. Sasser cites a 1974 effort by the Federal Reserve Board under Arthur Burns as his model. The legislation would also mandate a major loosening of credit by the Fed by changing its target for money growth from the current range of 2.5 percent to 5.5 percent to a range of 9 percent to 10 percent for 1982.

Sasser's legislation would likely have the opposite effect than intended. When Burns tried this same tactic in 1974, banks simply stopped lending to the smaller, "less desirable customers" rather than giving them lower interest rates. Larger customers continued to have access to loans or turned to unregulated markets such as the Eurodollar market.

This same point was made by Federal Reserve Board Vice-Chairman Preston Martin and Treasury spokesman Manual Johnson in the House Banking Committee hearings, in which they argued against the reinstatement of credit controls.

## Briefly

● **CLEMENT ZABLOCKI**, Chairman of the House Foreign Affairs Committee, has called for U.S. arms sales to Iraq, by way of the Gulf states, to stop Iran. This is the first breach in so-called U.S. neutrality toward the war.

● **MICHAEL LIEBIG**, one of *EIR's* senior European correspondents, and *EIR* Washington Bureau Chief Richard Cohen gave a briefing in Washington July 15 on "Why the U.S. is Not Responsible for Eurodollars." In attendance were representatives of the Controller of the Currency's Office, the ICA, the GAO, private financial consultants, and diplomats from 10 countries. The United States, they reported is only responsible for dollar-denominated credits issued under U.S. regulatory control.

● **ALFRED BLOOMINGDALE** has received a memorandum warning him of the risks of retaining mob lawyer Roy Cohn as one of his attorneys in his "palimony" case, according to reliable sources. One of Cohn's specialties is urging his divorce clients to give him full "dossiers" on their spouses' financial and other connections, information Cohn has been known to subsequently reveal to the media.

● **CLAIBORNE PELL** (R-R.I.), the only Club of Rome member in the Senate, asked Secretary of State nominee George Shultz during confirmation hearings July 14 whether it wouldn't be an excellent idea to bring teams of psychiatrists on all negotiating meetings with the Soviets. Senator Pell, when attending a meeting of the United Nations Institute for Training and Research (UNITAR) in 1980 in New York City, told an *EIR* reporter that he was "too spaced out to talk." He proceeded to walk into a wall.