

April, 1961

SUBJECT: Joseph ZICARELLI (Under active investigation by the Bureau of Narcotics)

ALIASES: "Joe BAYONNE", "Edward BEATEE", "BEATTIE", "Joseph LINARDI", "Joe MARINO", "Joe MALONE", "Joe Z"

LOCALITIES FREQUENTED: Resides at 363 Standish Avenue, Hackensack, New Jersey, formerly of 7200 Blvd. East, North Bergen, New Jersey. Has given as his home address 255 and 256 Ave. B, Bayonne, New Jersey. Frequents Willies Bar, Rte. 17, Lodi, New Jersey, Frankies Market, Rte. 17, Bergen County, New Jersey, Shopper's Paradise, Spring Valley, New York, 2225 Redwood Road, Scotchplains, New Jersey, 348 Summit Road, Mountainside, New Jersey, 53 Monmouth Ave., Deal, New Jersey, 135 Bergen Ave., North Arlington, New Jersey.

FAMILY BACKGROUND: Married to Catherine SCALA (separated): has a son, Joseph Maurice ZICARELLI; Father: Maurice; Mother: Rose LINARDI ZICARELLI; Brother: John.

CRIMINAL ASSOCIATES: Carmine GALANTE, Joseph F. NOTARO, John Michale PETRONE, Vito GENOVESE, Anthony STROLLO, Irving ELLIS, Louis LA PORE (bodyguard and chauffeur)

CRIMINAL RECORD: FBI No. 1107492, NJSP No. 142776

SUMMARY:

ZICARELLI for many years has been a dominant figure in the production and distribution of illicit alcohol and organized gambling activity in Northern New Jersey. During the past five years he has assumed control of a large number of organized criminal enterprises, including the traffic of narcotics, traffic in stolen Canadian securities, arms and munitions traffic to Israel and Cuba and he has expanded the sphere of his gambling network to include the recently developed areas in Rockland County, New York.

He is closely allied in his criminal activities with Carmine GALANTE. Since the latter was brought to trial during November, 1960 on narcotic conspiracy charges at the

Southern District of New York, there has been reason to believe that ZICARELLI may have assumed control of the many criminal enterprises formerly headed by GALANTE. Both ZICARELLI and GALANTE are believed to operate under the leadership of Joseph BONANNO.

CHRONOLOGY:

Joseph ZICARELLI has an arrest record for alcohol and gambling violations dating back to 1930. On June 12, 1939 he was sentenced at the U. S. District Court, Trenton, New Jersey to a term of one year and a day and placed on three years probation upon being convicted on a charge of conspiracy to violate the Internal Revenue Laws and possession of an unregistered still at Newark, New Jersey.

On March 13, 1942 he commenced serving this sentence at the Federal Correctional Institution, Danbury, and was discharged on August 13, 1942. On September 21, 1942 he was issued identity card #699138W which served to indicate his alleged employment as a longshoreman at the Port of New York, Local 1588, I.L.A., Bayonne, New Jersey.

During 1952, Anthony STROLLO @'Tony BENDER" attempted to gain control of the hiring and racketeering activities at the Claremont Terminal, Jersey City, N. J. Joseph ZICARELLI is reported to have allied himself with STROLLO and his organization in this attempt. The two have been close criminal associates since that time. (Ref. 1)

On March 1, 1957 one Lester MIRAGLIA, defendant NYS 9876, was arrested at New York, N. Y. for violation of the Federal Narcotic Laws. He was sentenced to a term of six years on May 2, 1957 at the Southern District of New York. In the course of the investigation which led to his arrest, during April and May 1954, surveillance of MIRAGLIA led to an investigation of Joseph F. NOTARO, 2885 Harrington Avenue, Bronx, New York. It was learned that NOTARO, who operated out of the Jewelry Exchange at 36 W. 47th

Street, New York, New York represented and coordinated the various criminal interests of Carmine GALANTE between Montreal, Canada, New York City, New Jersey, Florida and Cuba.

Examination of toll calls during that period linked NOTARO with Edward BEATEE, 7200 Blvd. East, N. Bergen, New Jersey. BEATEE is an alias used by Joseph ZICARELLI. The name BEATEE and the telephone number Union 6-4851 was found among the personal effects of Charles SCHIFFMAN at the time of the latter's arrest at Paterson, New Jersey on March 7, 1952 following his indictment for violation of the Federal Narcotic Laws at San Francisco, California. (Ref. 2, Ref. 3)

During 1954, ZICARELLI is alleged to have been involved in the traffic of arms and munitions sold to the government of Israel. He is said to have been associated with the Aviation Corporation of America, 36 Central Park South, New York, New York, along with one Lawrence B. TRACHTMAN.

ZICARELLI represented the New Jersey interests of the underworld organization headed by Carmine GALANTE. Both, though not owners of record or corporation officers, were known to have controlled the ABCO Vending Service, 1055 Ave. C, Bayonne, New Jersey and the ABCO Sales of West New York, New Jersey. The latter organization is alleged to be affiliated with the Runyon Sales Company of New York City. These corporations handle machine vending of cigarettes in New Jersey.

Officers of record for the ABCO Service Co., Incorporated February 4, 1955, include Sam ATKINS, 285 Broadway, Bayonne, New Jersey, Bernard AZAROW, a/k/a "Charles AZAROW", 145 Belmont Street, Jersey City, New Jersey and Irwin SCHWARTZ, a/k/a "Steve SCHWARTZ". Irwin SCHWARTZ and Bernard AZAROW have represented the GALANTE-ZICARELLI interests in the arms traffic, promotion and sale of worthless stocks and securities, and the cigarette vending business.

Irwin SCHWARTZ is particularly close to both ZICARELLI and GALANTE. He was born at Brooklyn, New York on October 13, 1923. Since 1946 SCHWARTZ has been engaged in the traffic of arms, a good portion of which have been obtained from

Communist Bloc nations and shipped first to Israel and later to Cuba. Associated with SCHWARTZ in these ventures were Irving SCHINDLER and Adolf SCHWIMMER. SCHWARTZ claimed to have represented intercontinental Airways, Inc., in making frequent trips to Europe and the Middle East since 1946. Actually, it is believed that these trips were in furtherance of his activities in the munitions traffic. (Ref. 4)

On May 10, 1957 the Latamer Shipping Company was incorporated under the laws of the State of New York. The company dealt in arms and munitions. The officers listed were Joseph LINARDI, an alias used by Joseph ZICARELLI, Sam ATKINS, also an officer of the ABCO Vending Co., and Sam GIARUSSO, FBI No. 979056, a Brooklyn racketeer who has been convicted in Federal Court for counterfeiting and is an associate of ZICARELLI, Carmine LOMBARDOZZI, and Sam MANNERINO.

The Latamer Shipping Company officers were located at the third floor of 10 E. 49th Street, New York, N. Y. These premises were formerly occupied by convicted narcotic traffickers Saul GELB and Jean ARON, NY:S 9673 (Nathan STROMBERG conspiracy case, SDNY), and fugitive Jean BARUCHE, and were used by these violators as a meeting place to formulate plans in furtherance of the narcotic conspiracy.

During early 1958, ZICARELLI and SCHWARTZ accompanied GALANTE to Cuba. It was reported that they were engaged in the sales of arms to the Batista and Castro forces, the Dominican Republic, as well as the sale of worthless or stolen Canadian securities.

Others associated with the activities of the Latamer Shipping Company were Bernard AZAROW, born at Jersey City, N. J. on July 8, 1924, Nicholas Thomas DUGANIS, born at New York, N. Y. on January 9, 1922, Al TOPLITZ, 2 Fifth Avenue, New York, N. Y. and Joe or Jose ZUCKERBERG. (Ref. 5)

Involved with the GALANTE-ZICARELLI Caribbean arms traffic were Sam MANNERINO, an important racketeering figure from New Kensington, Pennsylvania and Joe MEROLA, FBI No. 4989299. MEROLA represented MANNERINO'S interest in racket activities in Florida and Cuba.

On January 5, 1960 William SKALLY, alias "St. Paul", @ "The Saint", a special employee of the Bureau of Narcotics

in case Ill-7873, Carl FIORITO, Theodore ROSE, et al, was shot to death at River Forest, Illinois. On SKALLY's body was found a card bearing the notation "Please reach out for Joe Merola for my friend Frank Filardi. Call me at home or the club to verify identity. P. S. Or Frank's friend, Saint Paul, signed Jim M". The card was that of a Dr. Ralph ROBBINS, Americana Hotel, Mexico City. Subsequent investigation indicates that Dr. ROBBINS is a dentist from Miami, Florida and a close friend of Sam MANNERINO. Joseph MEROLA has since been convicted of the National Stolen Property Act (Receiving and concealing stolen rifles allegedly for the use of Castro's forces). He was sentenced to five years at Pittsburgh, Pa. on February 5, 1960. (Ref. 6)

On February 14, 1959 upon the culmination of a series of undercover cases, approximately 10 kilograms of pure heroin were seized from Marco ORLANDINO, et al, from the home of his brother, Philip, located in Queens, New York City, case NY:S-1214. Information obtained from confidential sources and developed through subsequent investigation indicated that ORLANDINO was working for Carmine GALANTE, Joseph ZICARELLI, and Salvatore GIGLIO. This group obtained the heroin from the COTRONI brothers, Joseph and Vincent, of Montreal, Canada, who in turn were part of an organization which had its sources of supply in France. Information developed indicated that ZICARELLI furnished the courier who would travel by automobile to Canada, obtain the heroin at Montreal, and smuggle this heroin into the United States for distribution at New York. The same criminal network was engaged in the interstate and international distribution of some \$12,000,000 in negotiable securities taken in burglary of several Canadian banks during the early months of 1958.

During December, 1958 investigation conducted by agents of the New York office of the Bureau of Narcotics linked George Eric ROSDEN, a Washington attorney, William W. RABIN of Chicago, Illinois and Sam MANNERINO of New Kensington, Pa. with Giuseppe COTRONI and Rene ROBERT, also of Montreal, Canada. ROBERT was closely associated with the COTRONI brothers in the traffic of drugs and securities stolen from Canadian banks. (Ref. 7)

On the night of July 8, 1959 following an undercover investigation originating in New York City in which agents of the Bureau of Narcotics worked jointly with R.C.M.P., Giuseppe COTRONI and his partner, Rene ROBERT, were arrested

at Montreal, Canada. COTRONI and ROBERT, during this investigation, had delivered a total of six kilos of heroin to a Bureau of Narcotics undercover agent. On November 9, 1959 COTRONI was sentenced to ten years and on November 20, 1959 ROBERT was sentenced to eight years by a Canadian court at Montreal, Canada.

During early May, 1960 a conspiracy indictment was returned at the Southern District of New York against twenty-nine United States and Canadian defendants who comprised the primary channels of distribution of heroin in the United States. The trial of these defendants commenced during November, 1960 and is still in progress. The Canadian aspect of this conspiracy involved defendants Giuseppe COTRONI, Louis GRECO, Peter STEPANOFF, and Rene ROBERT as well as co-conspirators Vincent COTRONI, Solomon SCHNAPPS, @"Solly SILVERS".

Carmine GALANTE maintained an overall control of the criminal activities on the part of the conspirators in Canada and the United States, and assisting him immediately in this capacity were defendants Louis GRECO of Montreal, Canada and Salvatore GIGLIO, a convicted narcotic trafficker from New York, who, to this date, is a fugitive.

Closely associated with GALANTE and GIGLIO in the smuggling of heroin and stolen Canadian bonds into the United States from Canada was Joseph ZICARELLI. The witnesses available and the evidence gathered in the course of the investigation leading to this conspiracy case were not sufficient to warrant the indictment of ZICARELLI.

The defendants in this conspiracy, NY:S 10585, are listed below:

Carmine GALANTE
Giuseppe COTRONI
Louis GRECO
John ORMENTO
Salvatore GIGLIO
David PETILLO
Anthony MIRRA
Angelo TUMINARO
Anthony DI PASQUA

Angelo LOICANO
Carlie DI PIETRO
Frank MARI
Rene ROBERT
Benjamin INDIVIGLIO
Joseph VECCHIO
Peter STEPANOFF
Salvatore SCIREMMANO
Carmine PANICO
Salvatore PANICO

Joseph FERNANDEZ
Charles GAGLIADOTTO
Frank MANCINO
William STRUZZIERI
Rocco SANCINELLA
Samuel MONASTERSKY
Jack GELLMAN
Carmine POLIZZANO
Marco ORLANDINO
William BENTIVENA

Investigation following allegations of ZICARELLI's involvement with GALANTE and GIGLIO as responsible for the smuggling of large quantities of heroin from the Canadian sources of supply confirmed that he controlled this organization's underworld operations in New Jersey. ZICARELLI was found to have a particularly tight control over the organized gambling and other illegal activities in the city of Bayonne, New Jersey. His wife's brother is Daniel SCALA, former Deputy Mayor of Bayonne, New Jersey and his sister was married to the Mayor of Bayonne. Allegedly, ZICARELLI's wife is a cousin of the late Al CAPONE.

On October 18, 1956 Carmine GALANTE was arrested by the New York State Police in the vicinity of Windsor, Broome County, New York for operating a vehicle without a license. The automobile he operated was a 1956 Oldsmobile Coupe bearing New Jersey registration H/A 9JO which was listed to Anthony CALENDRILLO, 205 Paterson Avenue, Lodi, New Jersey. CALENDRILLO is known to be a close associate of ZICARELLI. (Ref. 8)

Following his arrest, GALANTE was sentenced to serve thirty days for this offense. Among those attempting to intercede on behalf of GALANTE were Captain Chris GLEITSMAN and Sergeant Peter POLICASTRO of the West New York Police Department, West New York, New Jersey. Both were subsequently indicted for misconduct in office as was Ernest MODARELLI, Commissioner of Public Safety of West New York, New Jersey. In the investigation leading to these charges, information was obtained which indicated GLEITSMAN, POLICASTRO and other members of that police force were closely associated with ZICARELLI and GALANTE and maintained communication with them through the ABCO Vending Company of West New York, New Jersey.

In Bayonne, New Jersey the gambling interests and other criminal activity controlled by ZICARELLI are managed by Jacob ZAX, FBI Number 7591.

William B. ZAX, 92 34th Street, Bayonne, New Jersey, brother of Jacob ZAX, also attempted to intercede for GALANTE at which time he said that he could be reached at Bayonne telephone number HEmlock 6-9833, listed to Helens Sweet Shop, 109 W. 68th Street, Bayonne, New Jersey. This establishment was described as the front for a handbook

operation and the address and telephone number was found among the effects of international narcotic trafficker Vincent TODARO, FBI number 534748, now serving a ten year prison term at the Virginia State Penitentiary for narcotic violation. William B. ZAX is a civilian clerk employed by the Bayonne, New Jersey Police Department. His brother, Peter ZAX is a patrolman. (Ref. 10)

On June 2, 1959 Carmine GALANTE, fugitive from conspiracy case NY:S 10047, was apprehended by narcotic agents while travelling on the Garden State Parkway, New Jersey. Investigation of the activities of his associates continued following his apprehension. GALANTE had taken refuge in the Pelican Island, New Jersey home of one Gary MUSCATELLO, former business agent for Local 723 of the International Brotherhood of Teamsters. MUSCATELLO, during 1959 resided at 1139 Weber Street, Union, New Jersey and operated Gary's Auto Sales, 805 Rahway Avenue, Elizabeth, New Jersey. When later interrogated by agents of the Bureau of Narcotics, MUSCATELLO denied prior knowledge of GALANTE's true identity or any involvement with criminals or criminal matters. He pointed out that his brother Ralph was an important figure in Union County political activity. He acknowledged that he had rented his Pelican Island home to one Samuel COSTA, the alias used by GALANTE during his occupation of that house. (Ref.11)

It was later learned that on August 17, 1956 summons number 5965 was issued by an officer of the 15th precinct, NYCPD, to Joseph BONANNO who gave his address as 1726 De Kalb Avenue, Brooklyn, New York. BONANNO was operating a 1956 Cadillac automobile bearing New Jersey registration N/N U34 which was listed to Gary MUSCATELLO at his home address, 1139 Weber Street, Union, New Jersey.

Toll calls from MUSCATELLO's home telephone number, MUrdoch 8-4520, indicated repeated calls placed to the Club Hoo Ha, 10 W. 22nd Street, Bayonne, New Jersey and The Garden State Betterment League, also 10 W. 22nd Street, Bayonne, New Jersey. The Club Hoo Ha is owned by William H. COHN, 1025 Ave. C., Bayonne, New Jersey. The latter is the nephew of Jacob ZAX and son of a Bayonne, New Jersey P. D. detective.

At the time, William COHN operated a 1956 Ford bearing New Jersey registration H/J 8251 listed to him at his home

address. It is suspected that this was the automobile used for smuggling heroin and stolen Canadian securities from Canada into the United States. The Garden State Betterment League is known to be a front for criminal activities controlled by ZICARELLI. (Ref. 12)

During the fugitive investigation which led to the apprehension of GALANTE, the latter's close criminal associate and bodyguard, Michael CONSOLO was located and found to reside at 61-05 76th Street, Elmhurst, Queens, New York. Consolo was known as an enforcer for the Montreal, Canada underworld organization operated by GALANTE until his expulsion from that country on April 30, 1955. Observation of CONSOLO's residence during June 1959 revealed that the latter was driving a 1957 Cadillac automobile bearing New Jersey registration J/J 7776, which was listed in his name at 35 East 25th Street, Bayonne, New Jersey.

Among the toll calls placed from CONSOLO's home in Queens, telephone number DEFender 5-2598, were several placed to Garden State Betterment League, 10 W. 22nd Street, Bayonne, New Jersey. Observations indicated that CONSOLO would also use a public coin box located at the Francel Service Center, 74-01 Elliot Avenue, Queens, New York. Among the toll calls placed from the telephone were those to Miami Beach, Florida number, JEFFerson 2-2137, listed to Mrs. Rose WINTERS, 1751 Washington Avenue, Miami Beach, Florida and UNION 6-0472, listed to Gussie SEILER, 330 85th Avenue, Miami Beach, Florida. (Ref. 13, 14)

Rose WINTERS is the wife of Willie WINTERS, formerly a narcotic suspect from the lower East Side of New York, and now known as a key figure in large scale Florida gambling activities.

Gussie SEILER is the wife of Joseph INDELICATO@'Joe SCOCH", an important Florida racketeer.

On April 30, 1958 Jacob ZAX, FBI number 7591, Michael CONSOLO, FBI number 399012, John SQUICCIARINI, FBI number 1055852, and Frank CERBONE, FBI number 73445A were placed under arrest at Hudson County, New Jersey for violation of the State gambling laws. They were subsequently convicted and on January 25, 1960 Hudson County Judge James Rosen sentenced CONSOLO to a 1-2 year term in prison which the

latter is serving at present. ZAX, SQUICCIARINI, and CERBONE were sentenced to the same term, but have since been released on parole. All four are known to have operated the New Jersey gambling syndicate controlled by ZICARELLI.

Among the meeting places frequented by ZICARELLI is Frankies Market, Rte. 17, Bergen County, New Jersey. On February 17, 1959 the Bergen County Prosecutors Office reported a meeting the day before of hoodlums at Frankies Market attended by ZICARELLI and other associates identified as follows:

Sam GIARUSSO	Sam CERBONE
Joe Giarusso	Louis LA PORE
Frank QUARTIER	Anthony CALENDRILLO
Willie QUARTIER	Thomas SCALA
Phil QUARTIER	Sam CHIGGER
Tom ORLANDO, Jr.	

Manager of Frankies Market, Rte. 17, New Jersey is one Philip WEISS, 381 Church Street, Hasbrook Heights, New Jersey. During 1958, several enforcement agencies had made concerted efforts to locate Carmine GALANTE. It was determined that he had been living with his mistress, one Ann ACQUAVELLA, a/k/a AQUAVELLA, born at Brooklyn, New York on January 29, 1931, and that he had two children by her. Investigation by agents of the Bureau of Narcotics determined that during early 1958, GALANTE, then a fugitive, was residing with Ann ACQUAVELLA at the Bella Vista Apartments, 2330 Linwood Avenue, Fort Lee, New Jersey. During April 1958, it was later learned, ACQUAVELLA and her children moved to an apartment located at 141-10 82nd Avenue, Jamaica, Queens, New York. (Ref. 15) This apartment was rented by Philip WEISS, manager of Frankies Market, Rte. 17, New Jersey. ACQUAVELLA and her children moved in, she using the name Mrs. Steve SCHWARTZ, and claimed marriage to the latter. Subsequent investigation revealed that she had been in communication with Irwin SCHWARTZ, @ "Steve SCHWARTZ". (Ref. 16)

SCHWARTZ at that time, and up to the present, resides at the Croyden Apartments, 3455 Cote De Neige, Montreal, Canada. The Croyden Apartments comprise a group of fashionable apartment buildings in Montreal which have catered to the U. S. and Canadian racketeering element. Following the location of GALANTE's hideout at Pelican Island and his apprehension on June 2, 1959, an investigation determined that ACQUAVELLA had lived with him at that location as well.

She since has taken residence at the Queen Elizabeth Hotel, Montreal, Canada as Mrs. Steve Schwartz. The information available indicates that Schwartz has never married ACQUAVELLA and that the two do not live together. It is believed that under GALANTE's instruction she uses this identity in order to cover her continuing relationship with him and prevent the further inconvenience of investigation of her activities.

Among the close associates of ZICARELLI, GALANTE, and SCHWARTZ is one Frank KAFTEL who claims residence at 64 Schallmer Blvd., Toronto, Ontario. KAFTEL is known to operate international stock promotion swindles and has worked with the GALANTE-ZICARELLI organization in pursuance of such schemes. He possessed Canadian passport #4-658-902 issued at Ottawa, Canada on February 14, 1957 and valid until February 14, 1962.

Recent information obtained from a Bureau of Narcotics confidential source indicates that SCHWARTZ is associated with one Reggie FRAINO (phonetic) in the promotion and sale of worthless Canadian securities. Both operate out of an office at Montreal, Canada. SCHWARTZ, on January 9, 1961, renewed his U. S. passport number 149662 which was issued at Montreal, Canada on October 10, 1958. In his application for renewal, SCHWARTZ gave his occupation as a salesman for Kensington Consultants Ltd., Montreal, Canada.

The confidential information further specified that SCHWARTZ had been making trips to London, England in an attempt to promote the sale of stock issued by the Bonneville Oil Co., Ltd. and the Cold Lake Pipe Lines, Ltd., both Canadian corporations, the stock of which is being manipulated by the GALANTE-ZICARELLI group. The only information available as to "FRAINO", SCHWARTZ' partner in these ventures, indicates that he operated a firm engaged in stock promotion swindles in Nassau in the Bahamas a few years ago.

Neither SCHWARTZ' passport application filed in 1958, nor the renewal application filed by him in January of this year reflect a change in his status as a bachelor.

On June 24, 1959 a Customs alert at the Port of New York produced the information that Joseph M. ZICARELLI, son of Joseph A. ZICARELLI, was bound for Cherbourg, France aboard the SS Queen Mary that morning. Joseph M. ZICARELLI,

U. S. passport number 1166720 was bound for France, Spain, and Italy with his wife, Rita nee YOUNGERMAN. Joseph A. ZICARELLI was among the farewell party. He was detained by Customs agents and questioned. Others in the farewell party were:

Mr. Jacob ZAX
Mrs. Christine ZICARELLI
Miss Rosemarie ZICARELLI
Mr. Maurice ZICARELLI
Mrs. Rosemarie ALVAREZ
Mr. William MOSBY
Mr. Daniel J. SCALA (Former Deputy Mayor
of Bayonne, New Jersey)
Mrs. Patricia SCALA
Miss Delores PISTILLI
Mr. James DOMENICO
Mrs. Claire DOMENICO
Mr. and Mrs. John YOUNGERMAN (In-laws of
Joseph M. ZICARELLI)
Miss Ann Youngerman (Sister-in-law of
Joseph M. ZICARELLI)
Miss Viola ROAKE
Mr. Simon JOHNSON (colored, when questioned
stated that HE was Joseph ZICARELLI)
Miss Edith J. TYNES (colored, when questioned
stated that SHE was Mrs. ZICARELLI)

In ZICARELLI, Sr.'s possession was found a State of New Jersey motor vehicle registration number R/H 8939, listed to a 1953 Pontiac automobile owned by Frank RISSO, 705 74th Street, North Bergen, New Jersey as well as a list of telephone numbers which appear to have been coded.

The Bureau of Narcotics alerted the French, Italian and Spanish authorities, and a discreet watch was put on ZICARELLI, Jr. and his wife. However, no information was developed which might indicate criminal activities of ZICARELLI's son and daughter-in-law in the course of this trip.

Their address in the United States is 53 Monmouth Drive, Deal, New Jersey. In addition to their planned itinerary, they also visited Zurich, Switzerland, from which, on July 19, 1959, they left for New York.

During January 1960 information was obtained which indicated that ZICARELLI was frequenting a market known as the Shopper's Paradise, Inc., 122 Central Avenue, Spring Valley, New York. Surveillance of these premises by agents of the Bureau of Narcotics indicated that ZICARELLI was using the office located at the second floor of the Shopper's Paradise as a discreet meeting place. It was also learned that a number of trunk lines entered Shopper's Paradise which might lead one to conclude that the office area on the second floor was used as a center for gambling operations.

The officers of Shopper's Paradise, Inc., are Charles SPINNELL and Robert SPINNELL. Charles SPINNELL, age 52, formerly operated Spinnell's Fur Shop, Inc., 44 Division Street, New York, New York. The files of the Bureau of Narcotics indicate toll calls during 1954 from ZICARELLI's New Jersey telephone, Union 6-4851, listed to Edward BEATEE, 7200 Blvd. East, North Bergen, New Jersey, to Canal 6-5418, listed to Spinnell's Fur Shop, 44 Division Street, New York, New York.

It is reported that Benjamin DRANOW, implicated in the Teamsters Union Fund fraud involving James R. HOFFA and Sunland Homes in Florida had a financial interest in Shopper's Paradise through loans he made to Charles SPINNELL. Other information obtained from CIS, NYCPD, indicates that on January 7, 1959 Abe KATZ, NYCPD#B-60607, a safe burglar and jewel thief residing at 795 NE 155th Street, North Miami, Florida was observed at the Hotel Warwick in New York, New York. At that time KATZ was seen leaving the hotel and entering a 1958 Cadillac automobile bearing New York registration CL 3205 with an unidentified driver. This registration was listed to the Shopper's Paradise, Inc., 122 Central Avenue, Spring Valley, New York, and was signed by Maury LEW, then secretary and treasurer of the corporation. During the year 1958, four Cadillac automobiles were purchased by Shopper's Paradise, Inc. from the W. H. Peters Company and the Morton Cadillac Company.

On March 7, 1953 Charles SPINNELL was indicted at the Southern District of New York and charged with filing false excise tax returns during the period of March 1947 to January, 1952. SPINNELL pleaded guilty to a 59 count indictment charging failure to pay the U. S. Excise Tax on fur garments and during August, 1953 he received a

one year suspended sentence by U. S. District Court Judge Davis W. Edelstein. On December 27, 1954 SPINNELL filed a petition of bankruptcy at the U. S. District Court, SDNY, docket No. 90745.

Both Charles and Robert SPINNELL are officers in the 59 Supermarket, Inc., Rte. 84, Middletown, New York, incorporated on August 6, 1957 and the Middletown Shopping Center, Inc., Rte. 84, Middletown, New York, organized on July 16, 1956. They are also officers in the Shopper's Paradise, Inc., Middletown, New York, chartered on September 12, 1958. (Ref.18)

It is believed that SPINNELL represents ZICARELLI's interest in these corporations and that the latter uses some or all of these premises as a front for his gambling activities and other illegal enterprises.

Since GALANTE has been brought to trial in the narcotic conspiracy case, NY:S 10585, at the Southern District of New York, which trial has not yet been terminated, it is believed that ZICARELLI may play a greater part in directing the activities of the criminal organization over which GALANTE had such a firm control. Available information indicates that the superior to both GALANTE and ZICARELLI in their far flung criminal enterprises is Joseph BONANNO.

REFERENCES

- Ref. 1 Memorandum report dated November 28, 1955 by John T. Cusack, then Narcotic Agent, New York, N. Y.
- Ref. 2 Memorandum report dated April 6, 1959 by Narcotic Agent Leonard S. Schrier, New York, N.Y. (NY:S 9876)
- Ref. 3 Memorandum report, also dated April 6, 1959 by Narcotic Agent Leonard S. Schrier, New York, N, Y. (NY:S 9876)
- Ref. 4 Copies of passport applications executed by Irwin SCHWARTZ covering U. S. passports issued from period of August, 1942 to the present time.
- Ref. 5 Memorandum report dated August 22, 1958 by Narcotic Agent Armando Muglia, New York, N. Y.
- Ref. 6 Memorandum report dated July 23, 1959 by Narcotic Agent James Attie, Chicago, Illinois.
- Ref. 7 Memorandum report dated March 23, 1960 by Narcotic Agent Frank Gulich, Pittsburgh, Pennsylvania.
- Ref. 8 Memorandum report dated December 9, 1958 by Narcotic Agent Charles G. Ward, New York, N. Y.
- Ref. 9 Memorandum report dated November 12, 1957 by Narcotic Agent Martin F. Pera, New York, N. Y.
- Ref. 10 Memorandum report dated September 28, 1959 by Narcotic Agent George C. Corcoran, Philadelphia, Pennsylvania.
- Ref. 11 Memorandum report dated June 22, 1959 by Narcotic Agent Anthony Mangiaracini, New York, N. Y.
- Ref. 12 Memorandum report dated June 12, 1959 by Narcotic Agent Martin F. Pera, New York, N. Y.
- Ref. 13 Memorandum reports dated September 23 and 25, 1959 by Narcotic Agent Sidney Svoboda, New York, N. Y.
- Ref. 14 Memorandum report dated October 16, 1959 by Narcotic Agent Kenneth C. Rudd, Miami, Florida.
- Ref. 15 Memorandum report dated June 10, 1958 by Narcotic Agent Salvatore Giovino, Paterson, N. J.

- Ref. 16 Memorandum report dated January 28, 1959 by Narcotic Agent Sidney Svodoba, New York, N. Y.
- Ref. 17 Memorandum report dated June 26, 1959 by Narcotic Agent Victor Shamma, New York, N. Y.
- Ref. 18 Memorandum report dated April 13, 1961 by Narcotic Agent Olaf E. Saline, New York, N. Y.

LEADS

1. An investigation, to include surveillance, of Shopper's Paradise, 122 Rte. 59, Spring Valley, N. Y.; 59 Supermarket, Rte. 84, Middletown, N. Y.; Middletown Shopping Center, Rte. 84, Middletown, N. Y.; Shopper's Paradise, Middletown, N.Y. should be conducted in view of ZICARELLI's apparent activities at these locations. Toll calls from the telephones located at these premises may disclose information of interest. The telephone facilities available at each of these locations might be checked to determine indications of large scale gambling activity. It should be borne in mind that open inquiry of the telephone company regarding these matters may not afford the necessary security.

Surveillance of these premises might be most productive. ZICARELLI and other individuals accompanying him, by appearance obviously hoodlums, have been seen at the Spring Valley Shopper's Paradise. About five late model Cadillac automobiles are listed as being owned by these market corporations. It is believed that these vehicles are used by ZICARELLI and his racketeer associates. Their identification and surveillance may produce information of interest. One such incident is described in the body of this report, when Abe KATZ, the Florida jewel thief was operating one of these automobiles.

An inquiry into the financial structure of these inter-related market corporations and a study of the income tax returns filed by those employed or associated with these corporations may be revealing. Pressure brought to bear by such an investigation might produce some worthwhile sources of information.

2. The past activities of the Latamer Shipping Co., Inc. bear further scrutiny. ZICARELLI's financial interest in this corporation and that of his associates might come to light. The various agencies concerned with the movements of munitions and arms could offer information from their files, which, if consolidated, might indicate areas for Federal prosecution. Joseph LINARDI is mentioned as a corporation officer in the Latamer Shipping Co. It might be that Joseph ZICARELLI actually signed that name on the papers incorporating this firm.

3. Investigative reports indicate that Irving SCHWARTZ with Adolf SCHWIMMER and Irving SCHINDLER, have since the late 1940s trafficked in arms and munitions obtained from Communist Bloc nations and it is alleged that their activities have been supported by Jewish Communist elements in Italy and Czechoslovakia. This activity on the part of SCHWARTZ and his associates should be of interest to Internal Security. SCHWARTZ, as well as SCHWIMMER and SCHINDLER have travelled to Europe and the Middle East frequently in pursuance of such traffic.

Of interest is the fact that SCHWARTZ' birth certificate, #40942, New York, N. Y. indicates his birth at the Lutheran Hospital, Brooklyn, New York on October 13, 1923 and that his father was Edward SCHWARTZ, age 32, a tailor, born in Russia and his mother, Sadie FRIEDLAND SCHWARTZ, age 30, a housewife. In his Seaman passport application which he executed on August 17, 1942, he stated that his father was Edward Isaac SCHWARTZ, born at NESWIZ, Poland on March 15, 1890, and that his mother, Sadie, was born during June, 1894 at Minsk, Russia.

The same information was repeated on his passport application of April 9, 1946 when he listed his occupation as a radio operator for TWA, and on the passport application executed by him on April 21, 1950 listing his occupation as Aviation Executive (Intercontinental Airways, 2027 Vine Street, Hollywood, California).

However, in his passport application of October 9, 1958, which he executed at Montreal, Canada, SCHWARTZ gives the birthplace of both his father and mother as "Poland". In the same application he stated that he served in the "USAF from 1941 to 1945". This would seem to conflict with the seaman passport issued to him on September 10, 1942. The change of his parent's place of birth from Russia to Poland during 1958 may have some significance because it was during this period that his activities with the Latamer Shipping Company were being investigated.

A thorough investigation of SCHWARTZ' activities in the international arms traffic, the sale and promotion of worthless or stolen Canadian securities and possible Communist affiliation is indicated. In representing GALANTE and ZICARELLI in their various illicit enterprises, he must have developed a comprehensive knowledge of their underworld activities. His closeness to GALANTE is emphasized by the fact that GALANTE had represented that his mistress, Ann ACQUAVELLA, is now married to "Steve SCHWARTZ".

In applying for passports, SCHWARTZ has, on several occasions, sworn to a non-communist oath before Foreign Service officials of the Department of State.

4. Carmine GALANTE was indicted for conspiracy to violate the U. S. Narcotic Laws at the Southern District of New York during July, 1958 (Case NY:s 10047). He was a fugitive from that time until June the year following. During this period a number of individuals knew of his flight and aided him in this. Among them are Ann ACQUAVELLA, Angelo PRESINZANO, Anthony MACALUSO, and Gary MUSCATELLO. PRESINZANO and MACALUSO were charged at Newark, New Jersey with harboring GALANTE immediately following his arrest on June 2, 1959, but the charges against both were dismissed by the office of the United States Attorney at Newark, N. J. several weeks later.

Others believed to have aided GALANTE in his hiding were Joseph ZICARELLI, Alfred CHIECO of Eastchester, N. Y. and Irving SCHWARTZ and Michael CONSOLO.

Ann ACQUAVELLA now resides at Montreal, Canada as Mrs. Steve SCHWARTZ. A U. S. Grand Jury investigation into the possible violation of harboring fugitive GALANTE might reveal a Conspiracy to Harbor this fugitive on the part of several of those named, and might result in obtaining the cooperation of one or two as worthwhile sources of information.

The Bureau of Narcotics has had recent success in the prosecution of a harboring case against David GIAMPA, charged and convicted at the Southern District of New York with harboring fugitive Nicholas TOLENTINO. GIAMPA was also harboring fugitive John ORMENTO (NY:S 10047), but was not charged with this.

The case prosecuted at the Southern District of New York was one in which the evidence presented by the prosecution was primarily circumstantial. GIAMPA's conviction has been affirmed on appeal. There is reason to believe that such prosecution, if attempted, might meet with success.

If the development of such a harboring case is contemplated, it would be necessary to compile all investigative reports from the various agencies who worked on GALANTE and his associates during the period he was a fugitive. The composite of such information might expose elements of proof not otherwise available.

5. The information relative to the activities of SCHWARTZ and his associates in the promotion of worthless or stolen Canadian securities is worthy of investigation. SCHWARTZ claims to have been employed by the Harry B. Canib & Co. of Montreal, Canada and the Kensington Consultants, Ltd., also of Montreal, Canada.

He is said to have made several trips to Europe, particularly to London, England, in connection with Bonneville Oil Co., Ltd. and Cold Lake Pipe Lines, Ltd. stock promotion. In the past, Carmine GALANTE, through Joseph NOTARO of New York, is said to have been in communication with the Bonneville Oil Co. offices at Montreal, Canada.

It is noted that John YETMAN, mentioned in the Bureau of Narcotics files as a close associate of Frank KAFTEL in stock swindle ventures, pled guilty in U. S. District Court, New Haven, Connecticut to a charge of perjury. He, with some fifty other individuals, were arrested in the Atlas Gypsum Co. stock swindle, Yetman should be in a position to give information as to the current activities of KAFTEL, SCHWARTZ, et al.