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EA59(GUILA)

EA59(GUILD)IWX

EGUILD NL (780)

WASHINGTON, FEB. 18 (AP)<sup>1967</sup>-OFFICERS OF THE AMERICAN NEWSPAPER GUILD SAID TODAY THE UNION HAS RECEIVED MORE THAN \$1 MILLION FROM FOUNDATIONS FOR OVERSEAS ACTIVITIES BUT, TO THEIR KNOWLEDGE, NONE OF IT CAME FROM THE CIA.

COMMENTING ON PUBLISHED REPORTS THAT THE AFL-CIO UNION HAS BEEN GIVEN FUNDS FROM FOUNDATIONS WHICH REFUSE TO DISCLOSE THEIR SOURCES OF INCOME, THE GUILD OFFICIALS SAID:

"THE GUILD HAS NO KNOWLEDGE THAT ANY OF THE MONEY CAME FROM THE CENTRAL INTELLIGENCE AGENCY OR ANY OTHER U.S. OR OTHER GOVERNMENT SOURCE...THE GUILD IS INQUIRING INTO THE ALLEGATIONS PUBLISHED ABOUT FOUNDATIONS AND, OF COURSE, WILL IMMEDIATELY TERMINATE ITS RELATIONSHIP WITH ANY FOUND LINKED TO CIA."

THE PHILADELPHIA INQUIRER, THE NEW YORK TIMES AND THE WASHINGTON POST PUBLISHED ARTICLES TODAY SAYING THE GUILD HAS RECEIVED GRANTS FROM FOUNDATIONS WHICH DO NOT ACCOUNT FOR THEIR RECEIPTS OR DISBURSEMENTS. ALL THREE ACCOUNTS QUOTED GUILD OFFICIALS AS SAYING THEY DID NOT KNOW THAT THE CIA WAS INVOLVED.

ONE OF THE FOUNDATIONS NAMED WAS THE ANDREW HAMILTON FUND OF PHILADELPHIA, WHICH THE WASHINGTON POST SAID "WAS IDENTIFIED YESTERDAY BY GOVERNMENT OFFICIALS AS A CIA FRONT." THE GUILD OFFICERS' STATEMENT SAID THE UNION HAS RECEIVED \$90,000 FROM THAT FOUNDATION.

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WASHINGTON GUILD NL (A59WX) INSERT AFTER 5TH GRAF "ONE OF THE FOUNDATIONS X X X FOUNDATION.":

, IN PHILADELPHIA, ATTORNEY FRANK ROGERS DONAHUE JR., SAID THE ANDREW HAMILTON FUND NEVER HAD ANY CONNECTION WITH THE CIA. HE SAID THE FUND WAS ESTABLISHED SEVEN OR EIGHT YEARS AGO FOR SOME CLIENTS HE DECLINED TO NAME, AND THAT IT HAS BEEN DEFUNCT FOR THE PAST FOUR YEARS.

DONAHUE ESTIMATED THAT THE FUND DONATED MONEY TO SOME 15 OR 20 CHARITABLE ORGANIZATIONS AND PERHAPS TO ONE OR TWO INDIVIDUALS, USUALLY IN GRANTS OF \$10,000 TO \$20,000. HE SAID THE FUND EXPIRED BECAUSE ITS BACKERS "DECIDED TO GIVE THEIR MONEY TO CANCER RESEARCH." HE SAID HE DOES NOT RECALL ANY OF THE BENEFICIARIES, OR HOW MUCH THE TOTAL DONATIONS AMOUNTED TO.

DONAHUE SAID HE COULD NOT RECALL WHETHER THE FUND HAD GIVEN ANY MONEY TO THE AMERICAN NEWSPAPER GUILD, AS THE UNION'S OFFICIALS OUTLINED IN THEIR STATEMENT.

THE STATEMENT SAID XXX ETC., 6TH GRAF

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THE STATEMENT SAID THAT ALL OF THE FOUNDATIONS' GRANTS HAVE BEEN USED FOR GUILD ACTIVITIES ABROAD, INCLUDING THE HOLDING OF SEMINARS, DISTRIBUTION OF PUBLICATIONS, AND MAKING STAFF ASSISTANCE AVAILABLE.

IF NECESSARY, THE GUILD SAID, IT WILL SEEK ALTERNATIVE FINANCING SOURCES TO CARRY ON THIS PROGRAM.

THE UNION'S OFFICERS ASSERTED THAT NONE OF THE FOUNDATIONS EVER ATTEMPTED TO INFLUENCE OR INTERFERE WITH THE GUILD'S OVERSEAS ACTIVITIES.

THE STATEMENT WAS ISSUED BY ARTHUR ROSENSTOCK, PRESIDENT; WILLIAM J. FARSON, EXECUTIVE VICE PRESIDENT; AND CHARLES A. PERLIK JR., SECRETARY-TREASURER. IT SAID:

"THE AMERICAN NEWSPAPER GUILD HAS BEEN AFFILIATED WITH INTERNATIONAL ORGANIZATIONS ALMOST SINCE ITS BEGINNING IN 1933.

"AS ONE OF THE WORLD'S LARGEST UNIONS OF NEWSPAPER WORKERS, IT VALUES SUCH ACTIVITIES BECAUSE IT BELIEVES IT CAN BE HELPFUL INTERNATIONALLY, AS IT IS DOMESTICALLY, IN ACHIEVING BETTER WAGES AND WORKING CONDITIONS FOR NEWSPAPER WORKERS THROUGH FREE AND DEMOCRATIC TRADE UNION PROCESSES. IT HAS NO OTHER OBJECTIVE.

"IN 1960, THE GUILD INTENSIFIED ITS INTERNATIONAL AFFAIRS PROGRAM THROUGHOUT THE WORLD, BUT PRINCIPALLY SEEKING TO EXTEND ITS SERVICES AND EXPERIENCE IN LATIN AMERICA. IT RECOGNIZED AT THE OUTSET THAT IT COULD NOT ENGAGE IN AN ENLARGED PROGRAM WITH THE LIMITED FINANCIAL RESOURCES SUPPLIED BY ITS MEMBERSHIP.

"THIS PROGRAM CONSISTS PRIMARILY OF HOLDING SEMINARS ON JOURNALISM AND TRADE UNIONISM, PRODUCTION AND DISTRIBUTION OF ASSOCIATED PUBLICATIONS, AND MAKING STAFF ASSISTANCE AVAILABLE TO CARRY OUT THESE ACTIVITIES. NO GUILD MEMBERSHIP DUES ARE USED FOR THIS WORK.

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"INITIAL ASSISTANCE WAS SOUGHT AND RECEIVED FROM THE AFL-CIO AND FROM THE SOLIDARITY FUND OF THE INTERNATIONAL CONFEDERATION OF FREE TRADE UNIONS. LETTERS REQUESTING ASSISTANCE WERE ADDRESSED TO APPROXIMATELY 50 AMERICAN FUNDS AND FOUNDATIONS. THROUGH JAN. 31, 1967, FINANCIAL ASSISTANCE TOTALING \$1,004,000 HAS BEEN RECEIVED BY THE GUILD, AND USED SOLELY FOR ITS INTERNATIONAL AFFAIRS PROGRAM, FROM THE LABOR MOVEMENT (\$10,000) AND FROM FIVE FOUNDATIONS, THE GRANARY FUND OF BOSTON (\$200,000), THE ANDREW HAMILTON FUND OF PHILADELPHIA (\$90,000), THE BROAD-HIGH FOUNDATION OF COLUMBUS, OHIO (\$343,000), THE CHESAPEAKE FOUNDATION OF BALTIMORE (\$328,000) AND THE WARDEN TRUST OF CLEVELAND (\$33,000). THE FIRST TWO TERMINATED THEIR ASSISTANCE IN 1963 AND 1964, RESPECTIVELY; THE OTHERS HAVE MADE GRANTS WITHIN THE PAST YEAR.

"THESE ACTIVITIES HAVE BEEN REPORTED, REGULARLY, INCLUDING THE IDENTITY OF THE FOUNDATIONS, TO DELEGATES, TO THE PRESS AND TO THE GUILD; THROUGH REGULAR REPORTS TO QUARTERLY MEETINGS OF THE INTERNATIONAL EXECUTIVE BOARD; AND THROUGH PERIODIC STORIES IN THE GUILD REPORTER, THE GUILD NEWSPAPER WHICH GOES TO ALL MEMBERS.

"THE GUILD HAS NO KNOWLEDGE THAT ANY OF THE MONEY CAME FROM THE CENTRAL INTELLIGENCE AGENCY OR ANY OTHER U.S. OR OTHER GOVERNMENT SOURCE. THE GUILD HAS NEVER USED ITS INTERNATIONAL AFFAIRS PROGRAM AS A FORUM TO DELIVER ANYTHING BUT ITS TRADE UNION MESSAGE. NO ONE HAS SOUGHT TO HAVE IT DO OTHERWISE.

"THE GUILD IS INQUIRING INTO THE ALLEGATIONS PUBLISHED ABOUT THE FOUNDATIONS, AND, OF COURSE, WILL IMMEDIATELY TERMINATE ITS RELATIONSHIP WITH ANY FOUND LINKED TO CIA. THE GUILD HAS EVERY HOPE OF CONTINUING THIS WORTHWHILE PROGRAM, AND WILL, IF NECESSARY, SEEK ALTERNATIVE SOURCES OF FINANCIAL ASSISTANCE FOR THIS PURPOSE."

THE GUILD REPRESENTS EDITORIAL, COMMERCIAL AND SOME MAINTENANCE EMPLOYEES OF NEWSPAPERS, MAGAZINES, NEWS SERVICES AND SOME BROADCASTING MEDIA. IT HAS LOCALS IN THE UNITED STATES, CANADA AND PUERTO RICO.

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WASHINGTON--FIRST ADD GUILD NL A59 X X X PUERTO RICO.

A SPOKESMAN FOR THE WARDEN TRUST SAID IN CLEVELAND THERE WOULD BE NO COMMENT ON THE GUILD STATEMENT.

GEORGE W. CONSTABLE, ADMINISTRATOR FOR THE CHESAPEAKE FUND, WAS UNAVAILABLE IN BALTIMORE FOR POSSIBLE COMMENT.

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(100) WASHINGTON--SECOND ADD GUILD NL A59-92WX X X COMMENT.

JOHN MCCOY, PRESIDENT OF THE CITY NATIONAL BANK, COLUMBUS, OHIO, AND A DESIGNATED INCORPORATOR AND TRUSTEE OF THE BROAD-HIGH FOUNDATION, SAID ITS INCOME SOURCES COULD NOT BE REVEALED, BUT THAT THEY WERE FROM "PRIVATE SOURCES" AS OPPOSED TO PUBLIC ONES.

THE FOUNDATION WAS INCORPORATED IN OHIO IN 1955. ITS STATED PURPOSES INCLUDED "CONTRIBUTING TO THE ADVANCEMENT OF THE CONSTITUTIONAL PRINCIPLES UPON WHICH THE POLITICAL AND ECONOMIC SYSTEM OF THE UNITED STATES IS FOUNDED...FURNISHING ASSISTANCE... TO REFUGEES FROM COUNTRIES OF ASIA, EUROPE AND OTHER AREAS OF THE WORLD WHO ARE FORCED BY THE SPREAD OF TOTALITARIANISM TO LEAVE THEIR HOMELANDS."

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