

JFK Assassination System
Identification Form

Date: 4/1/2015

Agency Information

AGENCY : FBI
RECORD NUMBER : 124-90086-10117

RECORD SERIES : HQ

AGENCY FILE NUMBER : CR 92-3141-99

Document Information

ORIGINATOR : FBI
FROM : CG
TO : HQ

TITLE :

DATE : 12/17/1965
PAGES : 28

SUBJECTS :
JOSEPH STEIN
FELIX ALDERISIO

DOCUMENT TYPE : PAPER, TEXTUAL DOCUMENT
CLASSIFICATION : Unclassified
RESTRICTIONS : 4
CURRENT STATUS : Redact
DATE OF LAST REVIEW : 07/14/1998

OPENING CRITERIA : INDEFINITE

COMMENTS : RPT

2025 Release under the President John
F. Kennedy Assassination Records
Collection Act of 1992

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 12/17/65	INVESTIGATIVE PERIOD 8/21/65 - 12/13/65
TITLE OF CASE FELIX ALDERISIO, aka.		REPORT MADE BY SA ROBERT L. MALONE	TYPED BY flk
		CHARACTER OF CASE AR	

REFERENCE: Report of SA ROBERT L. MALONE dated 8/20/65, at Chicago.

- P -

ENCLOSURES

TO BUREAU

Two (2) copies of LHM characterizing informants utilized in this report.

LEADS

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct logical investigation to determine if subject is or has acted in violation of the law.

Pending Over One Year - Yes

Pending Prosecution Over Six Months - No

APPROVED	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		92-3141-99	REC-19
③ - Bureau (92-3141) (Encl. 2) 1 - USA, Chicago 1 - Detroit (87-11713) (Info.) 2 - Chicago (92-415)		DEC 20 1965	EX-107 REC-27 ST-107
DISSEMINATION RECORD OF ATTACHED REPORT		NOTATIONS	
AGENCY	REQUEST RECD.	STAT. SECT.	
DATE FWD.	HOW FWD.	DEC 25 1965	
BY		DEC 31 1965	

53 DEC 30 1965

U.S. GOVERNMENT PRINTING OFFICE: 1965 O - 70324-1

10089-10111

CG 92-415

ADMINISTRATIVE

An information copy of this report is being furnished to the Detroit Division inasmuch as that division has requested a copy of any reports containing information concerning ALAN ROSENBERG. *Kil*

It is noted the investigative period of this report is lengthy; however, it is felt that an earlier submission of a report would have been for status purposes only inasmuch as subject has been most concerned about his appeal since a report was last submitted and he has participated in very little criminal activity during the past several months.

The following information, furnished by CG 6588-C-TE, is being reported under the administrative section of this report in order to fully protect the informant's identity. The information furnished by this informant is quantitative in character and continuing in detail, and anyone reading it would be able to easily conclude his identity. Also, it is felt that this information furnished by the informant would be of no particular value to the USA:

On 8/13/65, CG 6588-C-TE advised ALDERISIO usually patronizes a wholesale diamond dealer who is a friend of IRWIN WEINER, when dealing in jewelry. He stated this individual has his jewelry shop in the Marshall Field Annex building. *FW*

Informant related ALDERISIO was remarking the other day that he was becoming of the opinion that attorney E. BENNETT WILLIAMS was more for the Government than for the "outfit" as he is a close friend of both the President and Attorney General of the United States.

On 8/13/65, this informant stated ALDERISIO had five or six electric check writers and gave one of them to JOE STEIN for use in his office at the First National Mortgage Company. Informant expressed the opinion that JOE CORELI had *FW*

- B -
COVER PAGE

10088-10115

CG 92-415

no doubt made the check writers available. He said that several months ago ~~SCORELI~~ was selling small adding machines to various currency exchanges. Informant related ~~SCORELI~~ had about 100 of these adding machines at that time.

Informant further stated ~~LARRY ROSENBERG~~ recently told ALDERISIO that he had two large deals to close; one of which involved \$6,000,000. Informant was unable to learn the nature of these deals. *IW*

On 8/16/65, informant stated ALDERISIO told him that ~~LENNIE FELDMAN~~ who owned and operated the Whisky A-Go-Go Club on Rush Street, now has a movie contract. Informant related ~~FELDMAN~~ was in a floor show at the Whisky A-Go-Go and the entire act is going into the movies. *IW*

According to the informant, recently a friend of a friend of ALDERISIO's complained to ALDERISIO that JOE STEIN had taken \$4,300 from him. Informant advised ALDERISIO took the victim to JOE STEIN and instructed STEIN to pay him back. STEIN wrote out a check and gave it to the victim. When the victim complained to ALDERISIO because the check bounced, ALDERISIO became enraged and took the telephone off the wire in STEIN's office, threw it at STEIN, and struck him several times. ALDERISIO admitted that he should not have done this, but stated that that was the only language that JOE STEIN understood.

On 8/17/65, informant stated that when ALDERISIO arrived at informant's office he sent ~~TONY PANZIKA~~ to LEO RUGENDORF's store to tell him to meet him at informant's office at 10:30 AM the same date. RUGENDORF arrived at 11:00 AM and handed ALDERISIO a large roll of bills. ALDERISIO reprimanded RUGENDORF for being late. RUGENDORF said that ~~MICKEY RAPPAPORT~~, who had come with him, was late. RAPPAPORT said that he had been delayed by a wreck on the expressway. ALDERISIO did not believe this excuse. Informant described RAPPAPORT as male, Jewish, curly hair, wearing glasses, and being between 40 to 45 years of age. Informant stated he is of the opinion RAPPAPORT is in the dry wall business. RAPPAPORT was telling ALDERISIO *IW*

- C -
COVER PAGE

CG 92-415

TU
that BERNIE ~~KRONE~~ owed him \$4,200 and their attorneys had settled for \$2,000. Later RAPPAPORT called KRONE on the telephone and demanded the balance of \$2,200. ALDERISIO told RAPPAPORT he should never try to collect money like that over the telephone but should confront KRONE in person.

On 8/23/65, informant advised ALDERISIO brought a man to his office the same date whom he introduced to him as MARVIN. Informant stated MARVIN was Jewish, 5'10" tall, age 50 to 55 years, gray hair, and had a nice appearance. He stated MARVIN said he was presently managing a fighter and operated the Kool Vent Awning Company, until he was called to testify before the KEFAUVER Committee. ALDERISIO and MARVIN were talking in low tones, however, informant heard ALDERISIO tell MARVIN to go see PHIL VALLEE, Vice-President of the Hotel, Restaurant and Bartenders Union, Milwaukee, Wisconsin. ALDERISIO later told informant that MARVIN used to be a millionaire and was a close friend of TONY ACCARDO, *TU* who requested ALDERISIO to help MARVIN out if he could. Informant stated that MARVIN had been at his office on one prior occasion, however, he did not think anything about him until he heard ALDERISIO tell him to see PHIL VALLEE.

ALDERISIO stated he had put MARVIN onto a deal where he made \$3,000 a week, however, he does not want to give any back to him.

Informant stated SAM ~~BATTAGLIA~~ called ALDERISIO and was very upset. He stated BATTAGLIA's son, who recently graduated from Niles High School, was an all state football player and as such was offered several football scholarships. *TU* BATTAGLIA's son accepted a scholarship at a school in Arizona and went there to take an examination. After the examination BATTAGLIA's son was told that the school could not use him. SAM BATTAGLIA thinks his son was turned down because of his father's reputation. BATTAGLIA said he was attempting to get his son into the University of Kentucky on that date and would be back in Chicago the following day.

- D -
COVER PAGE

0008P-10115

CG 92-415

Informant related ALDERISIO on this date called someone in Florida and instructed this someone to give "BROOKSIE" the sum of \$500. ALDERISIO said that "BROOKSIE" was in trouble and that he, ALDERISIO, was going to Florida to see him. Informant was of the opinion ALDERISIO was going to Miami, Florida, in order to see "BROOKSIE".

On 9/2/65, informant advised ALDERISIO told him the same date he wanted informant to meet a young man who has been very successful in dealing with real estate. He stated this individual had purchased Marina City, Chicago, from MC FETTRIDGE (Phonetic) of the Janitors Union, who had built Marina City. ALDERISIO thought that this individual and the informant could get together and make some money on real estate deals. *FW*

True
ALDERISIO also stated LENNIE SCHALLER, one of his associates, had recently been indicted for bringing illegal perfume into the country.

Informant further stated he recently advised DARRYL GRIFFIN that FELIX ALDERISIO was thinking of completely taking over GRIFFIN's store and turning it into a surplus store. GRIFFIN remarked that if ALDERISIO started pushing him around, he now had a way of handling ALDERISIO.

Informant was shown a recent photograph of JOE ROCCO, aka. Joe Zay (Phonetic). He stated both JOE ROCCO and ANTHONY ROCCO were in on the deal with ROCCO POTENZA which enabled ALDERISIO to get a foothold in the Gaylur Mercantile Company several years ago. Informant stated ALDERISIO continues to use Gaylur Mercantile Company as an office during the mornings and receives frequent telephone calls from SAM BATTAGLIA and other hoodlums on the Gaylur telephone. Informant stated the adding machines he had previously mentioned that JOE CORELI was peddling about a year ago were Olivetti Burroughs machines.

On 8/10/65, informant advised that upon ALDERISIO's instructions he called IRVING DEVINE in Las Vegas, Nevada, and suggested to DEVINE that HYMIE LNU may be the man to operate DEVINE's discount house in Las Vegas. DEVINE agreed

- E -
COVER PAGE

1008P-10113

CG 92-415

with informant and said he would look up HYMIS whom he had forgotten about. DEVINE advised informant he would be in Chicago to see informant on Saturday, 8/14/65, inasmuch as he has an appointment with attorney GEORGE BEIBER at 2:00 PM on that date. Informant stated ALDERISIO said it would be alright to furnish DEVINE with merchandise, however, he was of the opinion DEVINE would expect to get the merchandise for almost nothing.

ALDERISIO told informant he and ~~FRANK~~ BALISTRIERI, the restaurant owner in Milwaukee, Wisconsin, are to get together for a meeting on 8/11/65.

ALDERISIO said he is financing VITO ~~ROCCO~~ NICASIO who has been working for informant in a house repairing company. ALDERISIO said he would be half owner. He further said he is doing this in order to provide NICASIO with a living. According to informant, ALDERISIO keeps saying he and informant must make more money now that he is taking care of the gambling boys who are out of business due to police crack downs and new state gambling legislature. Informant stated that the "Little Joe" he had reported on previously is ~~JOE~~ SCAFA, who has been in conference with ALDERISIO on several occasions, and who informant suspects of being involved in burglaries or thefts of merchandise.

Informant stated he recently received some electric organs in salvage. ALDERISIO instructed informant to send one of these electric organs to ~~TOM~~ WADDEN who is assistant to attorney E. BENNETT WILLIAMS. Later that same date informant and ALDERISIO saw Detective ~~BILL~~ HANDHARDT on the street. ALDERISIO called HANDHARDT over to the car they were in and invited HANDHARDT to come to informant's place of business and pick up an electric organ for one of his daughters.

On 9/20/65, informant advised ALDERISIO told him that ALAN ROSENBERG was scamming the largest department store that he had ever had, and that this department store was not in the city of Chicago.

- F -
COVER PAGE

Joseph-10/11/65

CG 92-415

ALDERISIO mentioned that SAM BATTAGLIA had purchased another farm near the one that he already owns. Informant related the farm that ALDERISIO wants informant to live on is in the same area as BATTAGLIA's farm.

On this date informant stated he had spent the previous week in New Orleans, Louisiana, buying salvage goods that had been destroyed by the hurricane. He stated he intended to buy over \$3,000,000 worth of these salvage goods before he was finished. ALDERISIO had IRWIN WEINER write informant a check in the amount of \$10,000 to use in the purchase of some of the salvage goods.

On 9/14/65, informant advised FELIX ALDERISIO told him the same date that ALAN ROSENBERG had just taken over a large department store. He did not name the store nor the city in which the store was located. ALDERISIO also remarked ALAN ROSENBERG had a load of merchandise on a truck in Chicago.

While talking about ALAN ROSENBERG, ALDERISIO said he knew ROSENBERG was a good standup guy and did not furnish information concerning ALDERISIO, however, he was worried because ROSENBERG was facing a possible 70 years in prison. He said ROSENBERG might be smart if he left the country or maybe his wife would have him committed in order to avoid prison. Informant had not seen ALAN ROSENBERG for several weeks.

Informant stated ALDERISIO asked him for \$2,850 to pay his income taxes. Informant wrote a check in this amount to ALDERISIO, drawn on the Gaylur Mercantile Company account. He gave the check to JOHN WOZY of the Cermak-Halsted Currency Exchange, who cashed the check and made out a money order from ALDERISIO to the Internal Revenue Department in the amount of \$2,850. Informant had WOZY note the Gaylur Mercantile Company check number on the money order in his handwriting so that he would later recognize it and could thus refresh his memory. Informant stated he feels certain ALDERISIO will not declare this \$2,850 as income and thus will subject himself to income tax evasion charges. *JW*

- G -
COVER PAGE

1008P-1011J

CG 92-415

Informant stated on this date ~~SUBBI~~ SCORELI told ALDERISIO that his boys had just stolen four Allen Wales Adding Machines and four Allen Wales Registers, all of which machines were new. Informant further related last week ALDERISIO asked him if he had asked SCORELI what ALDERISIO owed him for the two lifts that he had gotten for him. This was the first that informant knew that SUBBI had given them to him. *Scoreli*

Informant stated he was in Miami Beach, Florida, on some salvage matters, arising from the hurricane recently. While there he called ALDERISIO and was told by ALDERISIO that if he needed anything he should contact PETE LNU in Miami Beach. Informant related he has PETE's full name and the hotel where he is contacted. He said PETE LNU is the same PETE that ALDERISIO had called to give "BROOKSIE" \$500 recently.

Informant advised IRWIN WEINER and TOM WADDEN, assistant to E. BENNETT WILLIAMS were in Las Vegas on that date. He said WADDEN called ALDERISIO and asked ALDERISIO to get him a hotel room inasmuch as he would be in Chicago for the GIANCANA hearing on 12/16/65.

On 10/2/65, informant advised he was called back to Chicago by ALDERISIO for a conference on 10/1/65. He said ALDERISIO was worried over a recent newspaper article concerning a probe that was being made concerning the hoodlum infiltration into private business. ALDERISIO instructed informant to meet IRWIN WEINER in Los Angeles, California, on 10/7/65, to close a deal involving the sale of radio time wherein the radio time sellers receive payment in merchandise rather than in currency.

Informant related he heard from ~~NICK~~ MITTI that ALAN ROSENBERG takes over possession of a large department store in Louisville, Kentucky, on 10/4/65, which ROSENBERG intends to scam. *Mitti*

- H -
COVER PAGE

01088-10115

NITTI told informant JOE STEIN wrote him \$4,000 worth of bad checks in order to finance the payment of travel tickets to Italy and Nassau. Informant said NITTI is supposed to peddle some hot merchandise for ALDERISIO in the near future.

AKA Joseph SCAFA Pete Shang
On 10/27/65, informant was shown photographs of PATRICK SHANG, ANGELO BOSCARINO, JOHN PECAROTTI, DANNY BAMBOULAS, and ANGELO JANNOTTA. He immediately identified SHANG as JOSEPH SCAFA, who had been to his place of business on several occasions with ALDERISIO, and who ALDERISIO has said was doing a good job for him. *ju*

ALDERISIO said that SCAFA knows a jewelry contact in the Marshall Field Annex building. SHANG has been observed in ALDERISIO's home on several occasions by this informant. Informant identified JANNOTTA as "RIBS" who had wanted ALDERISIO to give him \$1,500 to use as juice money.

Informant stated ALDERISIO was complaining to IRWIN WEINER because ALAN ROSENBERG had not come to Chicago on 10/26/65, to return the \$10,000 he had borrowed from ALDERISIO a week ago. WEINER said ROSENBERG was tied up in Louisville, Kentucky, as he was taking over seven new auto supply stores similiar to the Western Auto stores. ALDERISIO then told WEINER that either he, ALDERISIO, or WEINER should go to Louisville to look over ROSENBERG's operation there.

ALDERISIO mentioned IRWIN WEINER had made \$70,000 on a deal ALDERISIO gave him with only three days work. When informant asked ALDERISIO why he did not give him as good a deal as that, ALDERISIO said that type of deal was no good for informant.

Informant stated last week he and IRWIN WEINER, acting under instructions from ALDERISIO, went out to Bridgeport, Illinois, and informed DARRYL GRIFFIN that ALDERISIO was giving him two weeks to vacate the store,

- I -
COVER PAGE

0000 - 10113

CG 92-415

Informant said GRIFFIN was drunk and cried like a baby when furnished the above information.

On 10/23/65, informant advised that on 10/22/65, attorney GEORGE BEIBER informed ALDERISIO that JOE STEIN should be more careful inasmuch as he had learned STEIN had peddled some fraudulent bonds to the Appolo Savings and Loan Association and that they could cause a lot of trouble. ALDERISIO immediately called JOE STEIN and ordered him to report to him. When STEIN arrived, ALDERISIO took him into the back room and held a heated discussion with him following which STEIN left hurriedly. ALDERISIO explained that prior to this, someone had tried to peddle the bonds to PAT LNU, operator of the Bureau Currency Exchange, and that PAT had taken them out to ALDERISIO's home for his approval before he purchased them. ALDERISIO stated that upon examination of the bonds, he told PAT LNU not to touch them as they were fraudulent. He said JOE STEIN had denied to him he had peddled the fraudulent bonds to the Appolo Savings and Loan Association, however, he, ALDERISIO, felt sure that STEIN had done so and he told him that if he did peddle them he had better do something about them quick. ALDERISIO said he did not want any heat now as the Yamo Bakery investigation is starting. Informant stated several months ago ALDERISIO brought the manager of the Yamo Bakery to his place of business and purchased about 200 bags of flour. Informant was of the opinion the manager of the Yamo Bakery is the attorney son-in-law of TONY ACCARDO.

On 10/25/65, informant advised ALDERISIO has a catalog of merchandise which ALAN ROSENBERG has issued to sell his scam merchandise in Louisville, Kentucky. He stated he overheard ALDERISIO talking to ROSENBERG long distance and he told him that he expected ROSENBERG to return the \$10,000 he loaned him for next week. Informant stated that on 10/23/65, ALDERISIO gave him a certified check to cash for him. This check was in the amount of \$1,495 drawn on the Western Springs Bank, payable to the Gordon Motor Company, and endorsed by this company. Informant

- J -
COVER PAGE

10088-10115

CG 92-415

stated this check was in payment of some scam merchandise that the owner of Gordon Motor Company had purchased from ALAN ROSENBERG, presumably from the Kentucky scam. Informant said he cashed the check at the 18th and Wabash Currency Exchange and deposited the check with the Peoples National Bank on 10/25/65. ALDERISIO told informant they expect to gross \$1,000,000 from the Kentucky scam.

Informant further stated recently a former Italian, about 45 years of age and 5' in height came to his place of business looking for ALDERISIO. This individual said that SAM BATTAGLIA had sent him to get \$1,500 from ALDERISIO as he had a client that wanted \$1,500 juice money at once. ALDERISIO told the man to get out and that he did not mix with juice money. Later ALDERISIO told informant that SAM BATTAGLIA had sent this individual to ALDERISIO in order to get rid of him.

Informant stated he met IRWIN WEINER in Los Angeles, California, to go over a deal in which WEINER was to invest ALDERISIO's money. He said that AL PECTOR who recently had a heart attack and DICK GREENBERG, formerly of Chicago, operate a company in Los Angeles which sells package giveaway schemes and products to radio stations. For instance, a radio station distributes a large number of keys, one of which opens a chest which contains a large number of products such as appliances. The radio station pays this company either in cash or due bills in radio time. He said this company had sold the Hamilton Beach Company \$600,000 worth of air time and were to receive in exchange \$600,000 worth of appliances. IRWIN WEINER wanted to invest \$175,000 in the company owned by PECTOR and GREENBERG. GREENBERG was supposed to have \$1,280,000 worth of Hamilton Beach appliances on hand in a warehouse as security, however, when informant insisted upon examining the warehouse inventory, he discovered that they had only \$75,000 worth of appliances. GREENBERG explained he had an arrangement with Hamilton Beach Company that they would deliver the balance in \$100,000 lots, however, he could show no security for this arrangement.

- K -
COVER PAGE

2008F - 1011

CG 92-415

Informant turned down the above proposition inasmuch as no security could be given for the \$175,000 investment, which was ALDERISIO's money.

Informant stated ALDERISIO told him SAM BATTAGLIA was going to acquire a building in Addison, Illinois, through some sort of a deal. BATTAGLIA wanted to put this building in informant's name, however, ALDERISIO told BATTAGLIA he wanted informant to look over the building and the deal before it went through in order that informant would be able to determine if it is alright. Informant was to check on this deal in the near future.

ALDERISIO insisted that he wants the informant to "stay clean" as he is to handle the legitimate business deals of BATTAGLIA and ALDERISIO.

Informant advised that on 10/22/65, FNU ~~PALERMO~~, owner of the ~~Melrose Plumbing Company~~, Melrose Park, ~~Illinois~~, who also has a contracting business, came to informant's place of business with ALDERISIO. When informant tried to sell PALERMO some Crane plumbing fixtures, PALERMO said he did not want to have anything to do with them because he had at one time been caught with some hot Crane plumbing fixtures.

Informant stated ROBERT ~~FERRELL~~ is the employee that ALDERISIO made JOE STEIN fire because ALDERISIO thought FERRELL was an FBI informant.

The informant related ALDERISIO recently told IRWIN WEINER that he had told an individual believed to be named either WILLIE or DANNY that he could fix him up for \$30,000. WEINER remarked he was not going to tell him that until he had laid it all out on paper. Informant stated they mentioned that WILLIE or DANNY was out on bond and had been arrested with two other men recently and that he felt that the kidnapping charge loged against these individuals would not hold up because they had not demanded a

- L -
COVER PAGE

50080 - 10115

CG 92-415

ransom. WEINER said he was not interested in helping the other two men that were arrested. Informant did not know what the above discussion pertained to, however, he was informed that the individuals referred to were probably DANNY BAMBOULIS, PETE SCHANG, and RICHARD E. ~~FREDERICK~~ who were recently arrested in connection with the hijacking of a load of silver from the Spector Freight Lines in Chicago. *SW*

Informant stated that on 10/20/65, ALDERISIO reached Chicago, purportedly to travel to Washington, D.C., to confer with attorney E. BENNETT WILLIAMS.

On 10/14/65, and 10/15/65, ALDERISIO was also out of circulation and claimed to be sick. Informant feels that ALDERISIO may have been actually out of town inasmuch as he usually lets everyone know when he is home sick expecting them to come and visit him there. *2*

On 11/5/65, informant advised that on 11/3/65, he received a telephone call from an individual who identified himself as Mr. JOHNSON who wanted to know where he could get in contact with FELIX ALDERISIO. He said he had flown into town for a conference with ALDERISIO and when informant advised him ALDERISIO was out of town and was expected to return in a day or so he said to tell ALDERISIO that he, JOHNSON, could be contacted at the Sahara Inn Motel.

ALDERISIO returned to Chicago, purportedly from Florida during the evening of 11/4/65. When informant advised ALDERISIO of JOHNSON's call, ALDERISIO said he wanted to meet with JOHNSON. Informant feels that the name JOHNSON is fictitious.

On 11/2/65, informant advised that on 10/30/65, FELIX ALDERISIO stated he was going to Washington, D.C., to bring E. BENNETT WILLIAMS back to Chicago to talk to SAM GIANCANA. He said WILLIAMS would not come to Chicago

- M -
COVER PAGE

10088P-10115

CG 92-415

by himself as he is still sore at GIANCANA because he did not testify before the Federal Grand Jury as WILLIAMS had instructed him to.

On 11/1/65, ALDERISIO was in informant's place of business and was expressing concern over the fact that ALAN ROSENBERG had still not paid him back the money which he had borrowed. ALDERISIO suggested he and informant drive down to Louisville, Kentucky, in a day or so and look over ROSENBERG's operations and locate the money. At this time ALDERISIO informed him that he was leaving for Florida that evening for some important business and would not be back until the following Friday. ALDERISIO promised to call informant in a few days and let him know where he was staying. The informant stated he did not know the purpose of this trip but he has a feeling ALDERISIO made the trip to Florida in order to collect on the last theft of silver loss.

- N -
COVER PAGE

CG 92-415

On November 16, 1965, informant advised that both ALAN ROSENBERG and "PINKY" ~~DAVIS~~ have been in town recently concerning either he and ALDERISIO. DAVIS complained to ALDERISIO that ALAN ROSENBERG is not putting up his share of the money on the Kentucky deals. He said both ROSENBERG and DAVIS were to both put up \$2,000 each for financing of both the purchase of the seven stores and the Blue Grass Company. "PINKY" said ROSENBERG is trying to take everyone in these deals, including himself and ALDERISIO. He said that they were to purchase the seven stores from their creditors for \$350,000. They were to pay \$40,000 for the stock to the former owners of the stock. ROSENBERG gave the owners two \$5,000 checks with the understanding that the balance would be paid in installments, however, both checks bounced. DAVIS borrowed \$20,000 from ALDERISIO, took one of the checks and paid out \$9,700 in order to get back the Zenith floor plant which had previously been taken out from the stores. The creditors were to be paid \$3,000 per month for nine years on the \$350,000 owed.

KY
True

ALAN ROSENBERG said that they plan to operate the seven stores legitimately as they can be operated at a profit; however, they plan to scam the Blue Grass Company.

ALDERISIO suggested that he and the informant enter the seven store deal as it is to be legitimate. He suggested that he and the informant go to Louisville, Kentucky to look into the store deal. ALAN ROSENBERG strongly objected to ALDERISIO appearing in Louisville, Kentucky in connection with their deals. He said that one ~~JENKINS~~, a postal inspector, and another individual have been following them around in Louisville, Kentucky. He bragged that his photograph has been posted with all

-0-
COVER PAGE

5508P-1011

CG 92-415

credit lenders in the jewelry business.

ALDERISIO instructed "PINKY" DAVIS to tell informant anything that he wanted to know about the Kentucky deals. Informant questioned PINKY as to what was being taken out of the business at this time. DAVIS said that he, ALAN ROSENBERG and ALDERISIO were each getting \$400 per week salary. ALDERISIO didn't overhear DAVIS make this remark, as it apparently was a slip about ALDERISIO making money from the deal.

ALDERISIO remarked to informant that he would get some jewelry boxes in order to take his uncut rocks with him when he goes to prison. ALAN ROSENBERG said he has more uncut rocks than ALDERISIO and that he had one 15 carat uncut rock that IRVING HACKSTEIN had offered to buy at \$450 per carat and he, ROSENBERG, had just laughed at HACKSTEIN for this offer. Informant said ALDERISIO told him to send a RCA Television set, a radio and two toastmasters to Mr. COLUCCI, 1339 North Lathrope, Forest Park, Illinois. ALDERISIO described COLUCCI as a big man in pinball machines.

ALDERISIO recently had a couple of young Italians in his office who ALDERISIO described as doing a good job for him. ALDERISIO said informant should not charge these individuals for the merchandise they wanted. One of them told ALDERISIO he would soon get ALDERISIO that nice gift he had promised him, that took him a long time to support it but that he would get it now. Informant stated he had seen both these individuals in ALDERISIO's home in the past.

Informant said ALDERISIO said he had made a trip to Florida for the purpose of visiting an old friend who had just been released from prison. He said this ex-convict friend had been the former manager of a well-known fighter and that he had just completed a 10-year prison sentence.

-P-
COVER PAGE

10088-10113

CG 92-415

INFORMANTS

<u>Source</u>	<u>Date of Contact</u>	<u>Contacting Agent</u>
CG T-1, CG 6884-PC	August 16, 18, 24, and 26, 1965	SA PAUL B. FRANKFORT
CG T-2, CG 6443-C-TE	August 26, 1965	SA JOSEPH G. SHEA
CG T-3, CG PCI ROBERT EDWARD WALTON	September 2, 6, 8, 24, 1965	SA ROBERT L. MALONE
CG T-4, CG 6769-C	September 15, 28, 1965	SA RALPH E. WILLIAMS
CG T-5, PCI RUDY DROZD	September 27, 1965	SA SAM T. GALOVICH
CG T-6, MM1003-C-TE	October 18, 1965	SA RALPH R. HILL
CG T-7, PCI WILLIAM HENRY O'BEIRNE	On numerous occasions during the month of September, 1965	SA MICHAEL G. SIMON
CG T-8, CG 6670-C	November 4, 1965	SA PAUL B. FRANKFURT

-Q*
COVER PAGE

1008P-1011

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1- USA, Chicago

Report of: SA ROBERT L. MALONE
Date: 12/17/65

Office: Chicago

Field Office File #: 92-415

Bureau File #: 92-3141

Title: FELIX ALDERISIO

Character: ANTI-RACKETEERING

Synopsis: Subject reportedly operates R. B. Supermarket, 3660 South Indiana. Subject allegedly turned down opportunity to assume a position in Chicago crime syndicate after SAM GIANCANA's incarceration for contempt. Subject an almost daily visitor at the office of Bieher and Brodwin, as well as Postl's Health Club. Information received that subject is a partner with "BUTCH" LAVERDI, a baseball bookmaking operator, past season which lost \$360,000. Chicago north side formerly under control of ROSS PRIO reportedly has been given to subject and ALBERT FRABOTTA because PRIO "too soft." Additional information regarding subject's activities, travels and associates set out. ALDERISIO IS TO BE CONSIDERED ARMED AND DANGEROUS IN THAT HE IS ALLEGED TO BE ARMED WITH A GUN IN A SHOULDER HOLDER.

IL

-P-

CG 92-415

DETAILS:

I. LEGITIMATE ENTERPRISES

On August 18, 1965, CG T-1 advised he had recalled that FELIX ALDERISIO and LEO RUGENDORF operated the R. B. Supermarket, 3660 South Indiana, Chicago, Illinois, which source understands is a meat packing house. He stated ALDERISIO and RUGENDORF are at this location everyday. He also stated they have a health inspector who works very close with them whose name is (FNU) LEWIS, a Negro individual who resides at 7500 South Evans, HU 3-119. Source further advised a policeman named KEARNY(phonetic), from Area 1, watches out for the interest of the R. B. Supermarket in this area.

On August 26, 1965, CG T-1 advised he believed ALDERISIO is in the swimming pool business and connected with an individual named FRANK GREEN, who has an office on Oak Park Avenue near North Avenue. He stated GREEN drives a white Cadillac, is 6' tall, grey hair, weighs 200 pounds, and is 50 years of age.

On September 28, 1965, CG T-4 advised that FELIX ALDERISIO has the cigarette machine at Mr. J.J.'s Lounge, 4615 North Sheridan, and he believes ALDERISIO has most of the cigarette machines on Chicago's north side. He stated ALDERISIO comes in to Mr. J. J.'s Lounge on a frequent basis and if damage is done to ALDERISIO's machine there he will come in with his "muscle boys."

II. ILLEGAL ACTIVITIES

On October 9, 1965, CG T-2 advised that during the past tweek he had visited the home of SAM LEWIS, Owner of More Finance Company and a juice loan operator. During a discussion on the occasion of this visit, LEWIS stated he had a Chicago

10080-10113

CG 92-415

sheet whereas did many other Chicago bookmakers in connection with baseball book making operations. LEWIS stated BUTCH LAVERDE and FELIX ALDERISIO were partners in a baseball bookmaking operation this past season with him.

LEWIS stated that up until 10 days prior to this visit, he and his partners were losing \$360,000 in their bookmaking operation.

On November 3, 1965, an anonymous male individual advised that a bailiff named PROHO (ph) who is employed for a judge in the Cook County Building in downtown Chicago is involved in the scam racket with FELIX ALDERISIO. This bailiff has a wholesale, cut rate outlet store in the city of Chicago. He is a Democratic Precinct Captain in Chicago, however, he lives in either Lombard or Niles. The caller also advised that the bailiff formerly used Mr. B's Furniture Store in Skokie as an outlet for the scam merchandise.

III. ASSOCIATES

On August 26, 1965, CG T-2 advised that one ~~JOE~~ PIZZO, who owns a pizzeria in Riverside, Illinois, located across the street from Frank Bond's Supper Club, is a close associate of FELIX ALDERISIO. He stated ALDERISIO's son and PIZZO's son are about the same age and are pals. Source further advised that PIZZO and his wife presently socialize in the home of a jockey, R. ~~NONO~~, who rides at both Sportsman's and Arlington Race Tracks. *FW*

On August 24, 1965, CG T-1 advised that one (FNU) ~~LEWIS~~, a Negro health inspector, is a close personal friend of PHIL ALDERISIO. This source also stated that LEWIS does many favors for ALDERISIO and *FW*

00089-10115

CG 92-415

ILU
~~LEO RUGENDORF~~ in the operation of a meat company.

Joe Stein
Italy
On September 2, 1965, CG T-7 advised that ~~JOSEPH STEIN~~ of the First National Mortgage Company, 645 North Michigan, Chicago is reportedly in trouble with the outside. *ILU* STEIN reportedly has been in too much trouble recently involving many matters and source stated he would not be surprised if STEIN "ends up in a trunk." This source stated he has been in contact with PHIL ALDERISIO on numerous occasions in order to work out some kind of deal wherein the source could make some money. He stated ALDERISIO has been bookmaking and he would not become involved with him.

On numerous occasions CG T-7 had seen ALDERISIO with a young white male, apparently of Italian descent, about 5'10", short dark brown hair, brown eyes, slender muscular build, in his late 20s or early 30s, who acts as ALDERISIO's body guard. Source stated he has information that this individual's name may be ~~HENRY PERELLI~~. *ILU*

On September 2, 1965, the source stated he had observed FELIX ALDERISIO at ~~ANTHONY~~ ACCARDO's home. *ILU*

On October 13, 1965, source advised JOE STEIN has been to Italy about three times in the past year. He stated stated from the information he can obtain ALDERISIO is laying low because of the heat being applied by the FBI.

This source further advised that reportedly ~~BILL RILEY~~ of the Riley Management Company, who is presently out on bond, had set up the King Arthur Sub-division for ALDERISIO and others on the northwest side of Chicago. *ILU*

10080 - 10115

CG 92-415

On November 4, 1965, CGT-8 advised he had attended a wedding reception for JACKIE ~~SENATO~~, daughter of DANNY ~~SENATO~~ which was held on Sunday, October 31, 1965, at the Fontana D'Or Corporation, 6425 West Grand Avenue. He stated approximately 300 people were present at this dinner and reception. Source recalled the following as being in attendance:

SAM "TEETS" BATTAGLIA
PHIL ALDERISIO
MARSHALL CAIFANO
LARRY RASSANO
WILLIE MESSINA
LEO MANFREDI
LEE LAINO
MIKE BRIATTA, LOUIS BRIATTA
ROCCO POTENZA
MITCH ROMANELLI
TOMMY RUSSO
RO ~~SAM~~ ENGLISH (who sat at ALDERISIO's table)

IV. TRAVEL

On August 30, 1965, Lieutenant FRANK NASH, Intelligence Unit, Chicago Police Department, advised he received information from a reliable source who stated ALDERISIO, MARSHALL CAIFANO and SAM BATTAGLIA reportedly left Chicago on Tuesday night, August 24, 1965, on a three passenger flight to Atlanta, Georgia. NASH stated he has received no information at O'Hare Airport to obtain the foregoing information, inasmuch as the possibility exists that these hoodlums could be considering making influence in Atlanta, Georgia.

CG 92-415

V. MISCELLANEOUS

On August 24, 1965, CG T-1 stated he has heard that because of the incarceration of SAM GIANCANA the number one spot in the syndicate had been offered to SAM "TEETS" BATTAGLIA, however he has turned it down as he does not want it. He also stated he also heard that PHIL ALDERISIO also has turned down this spot. He indicated also that "outfit" does not want JACK CERONE to have it as he is too much in the public eye. Because of this situtation, various contacts of the source are of the opinion CHARLES "CHUCK" ENGLISH is the man to watch to take over the number one position.

-6-

100890-1211J

CG 92-415

On September 2, 1965, CG T-3 advised SA ROBERT L. MALONE he received a telephone call at his home in Toledo, Ohio, on August 31, 1965, from CHARLES YORK, former Mascoutah, Illinois, banker currently connected with JOSEPH STEIN, First National Mortgage Company, 645 North Michigan, Chicago, Illinois. YORK told informant he and ROBERT FERRELL, also connected with First National Mortgage Company, that they would fly to Toledo to discuss a business proposition. On September 1, 1965, YORK and FERRELL arrived in Toledo and both told informant they represented some people who have a lot of money to invest and that their principals are putting some of their money into the construction of a condominium high-rise apartment building they plan to build on Sheridan Road near Loyola University, Chicago, Illinois. They asked informant if he would be willing to participate in this project to the extent of doing the preliminary engineering work and to help secure a contractor to build the condominium. They asked him to come to Chicago with them in order to meet their principals, which he agreed to do. On the same date informant flew into Chicago with YORK and FERRELL. They took him to the Sahara North Motel and while en route they told him their principals were highly placed members of the Chicago crime "syndicate" and he was going to be introduced to "TEETS" BATTAGLIA's right hand man, an individual more powerful in the "outfit" than FELIX ALDERISIO. Upon arrival at the Sahara North informant was introduced to one JOE ZAY (PH) and a TONY ROCCO. ZAY told informant he and three unnamed associates planned to finance the erection of the aforementioned condominium as well as a building complex and shopping center to be built at a proposed interchange where Milwaukee Avenue meets the Tri-State Tollway. ZAY asked informant to do the preliminary engineering and to get RAY HARRINGTON, Shamrock Construction Company, Gary, Indiana, to agree to construct these projects. Informant told ZAY about the problems he had had in the past with people like GUIDO FIDANZI, HARVEY POWERS, GUS RUBINO, and others. ZAY told informant not to worry about these people as he would get them off informant's back. Informant agreed to meet with ZAY again on September 3, 1965.

-7-

JDDSP-1011J

CG 92-415

On September 6, 1965, informant advised as follows:

On Friday, September 3, 1965, he took UAL flight number 727 from Toledo, Ohio, to Chicago, arriving O'Hare Field 7:12 PM, CDT. He was met by CHARLES YORK at 7:45 PM and driven in his 1961 four door Pontiac to the Sahara North Motel, where they were met by Mr. and Mrs. ROBERT FERRELL. At about 8:20 PM they were joined by a man introduced as JOEY FERRARO (PH), said to be the manager of the Sahara North and a partner of JOE ZAY for 30 years.

At about 8:25 PM the above were joined by ZAY and his associate, LOU VERIVE (PH). At this time ZAY told informant that his three associates in the building projects above are JOEY FERRARO, TONY RICCO, and LOU VERIVE.

In about an hour ZAY, who has been identified as JOE ROCCO, invited informant to meet with him privately in Room number 217, where it was evident to informant by the clothing, photographs, and other personal effects there, ROCCO permanently resides or frequently stays. At this meeting ROCCO quizzed informant intently as to his past associations with GUIDO FIDANZI, HARVEY POWER, BOB FERRELL and YORK. He further wanted to know about the progress made to date on the Denver Towerland project. ROCCO then told informant that informant would be his partner if he made money on the Denver project first. He further advised that this would afford informant protection from then on from anyone "especially from nobodies like GUIDO." He further confided that he and his associates had an "in" with the George W. Fuller Company, a very large New York construction firm and he was going to participate in a \$300,000 commission to be paid by George W. Fuller Company for having received the general contract to build the Denver Towerland project. Informant told ROCCO this was strange inasmuch as ROBERT OSTRANDER, who works with JOE STEIN at the First National Mortgage Company, had previously told informant that the \$300,000 commission was to be paid to his office. ROCCO became upset when he learned this, went downstairs to the

JP 88P-1P112

coffee shop, got FERRELL and YORK, and confronted them with OSTRANDER's claim concerning the \$300,000. FERRELL and YORK explained to ROCCO the circumstances under which the commission was to be paid. OSTRANDER originally introduced YORK to one BUCKLEY, who is in the insurance business in Chicago and whose son is the God-son of the chairman of the board of George W. Fuller Company. BUCKLEY prevailed upon his son's Godfather to agree to construct the Denver project and to pay the commission. YORK felt the commission should be split three ways. BUCKLEY was to receive \$100,000, OSTRANDER to receive \$100,000; and the remaining \$100,000 to be split three ways between YORK, FERRELL, and ROCCO. When ROCCO heard this he became incensed and said OSTRANDER would not receive one cent of the commission because he had failed to pay informant his heretofore agreed to engineering fees. He said he would talk "to the man" (ALDERISIO) in STEIN's office and take them all out of it. ROCCO's cut of the commission then became \$100,000 and informant became a "partner" with ROCCO.

On September 6, 1965, JOE STEIN and OSTRANDER insisted that informant meet with them and he did so, at the Water Tower Inn. STEIN asked informant what ROCCO had said about the \$300,000 commission. STEIN became very upset and called ROCCO on the telephone in front of the informant. STEIN told ROCCO he and "PHILLY" (ALDERISIO) were coming right out to see him. STEIN departed presumably to see ROCCO with ALDERISIO at the Sahara North.

On September 8, 1965, OSTRANDER told informant, ALDERISIO and STEIN did go to see ROCCO on September 9, 1965, and when they returned from this meeting ALDERISIO said STEIN's office was not going to participate in the \$300,000 commission.

In addition to the foregoing, ROCCO on his first meeting with informant said he "would get a hold of JIMMY CATUARA and have him handle that SOB GUIDO FIDANZI once and for all."

10088-1011



*In Reply, Please Refer to
File No.*

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
December 17, 1965

Title FELIX ALDERISIO

Character ANTI-RACKETEERING

Reference Reference is made to the report
 of Special Agent Robert L.
 Malone 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.



In Reply, Please Refer to
File No.

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
December 17, 1965

FELIX ALDERISIO
ANTI-RACKETEERING

Reference is made to the report of Special Agent Robert L. Malone dated and captioned above.

CHARACTERIZATION OF INFORMANTS

CG T-1 is an individual who is well acquainted with hoodlum activities in the Chicago area.

CG T-2 is an individual who numbers many hoodlums among his associates in the Chicago area.

CG T-3 is an individual from Toledo, Ohio, who has been thrown in with certain Chicago area hoodlums.

CG T-4 is an individual who is acquainted with several hoodlums on Chicago's north side.

CG T-5 is an individual who is in a position to furnish information concerning individuals who enter the building at 188 West Randolph Street on a frequent basis.

CG T-6 is an individual who is acquainted with numerous Chicago hoodlums who frequent the Miami, Florida, area.

CG T-7 is an individual who has had occasion to come in contact with certain Chicago area hoodlums.

CG T-8 is an individual who is knowledgeable concerning Chicago hoodlums and their activities.