

OCT 31 1985

R

TIME

OFFICER'S REPORT

No.

Place Rajneeshpuram

OREGON STATE POLICE

County WascoSubject DISCOURSE NOTES

October 27, 1985

Lasted for 70 minutes and attended by about 400 people.

Psychologists are all wrong - cannot live in the mind and look at it too

Enlightened ones have the best vision

Freud sees sex in everything, his vision is colored, clouded

Talked a lot about sex-positions and so on

The seven colors of the rainbow, each color is a state of the mind

Half truths are worse than lies

Talked about theory and objectivity for quite awhile

Sannasyns are neither east nor west

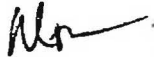
Talked about why people come here

Said he didn't want to talk about Sheela and her gang anymore - that is finished

Jim Smith

490-53 Jim C Smith, Sgt.

BY



Lieutenant Dean L. Renfrow

In advance of Lieutenant Renfrow traveling to West Germany, FBI Agents Hadly McCann and Paul Hudson accompanied by Chief Investigator for the Department of Justice, Paul Keller, proceeded to that area for the purpose of assisting West German authorities in serving INS arrest warrants and interviewing involved parties.

Sheela, Puja and Shanti Bhadra had been arrested earlier in the week in the state of Wurttemberg, West Germany and had been lodged in jail in the small village in Tiengen. Tiengen is the site of a State Police Headquarters. Subjects were actually arrested some 20 miles north of Tiengen at a hotel in a village called Hausen.

The Federal Agents and the Attorney General Investigator asked German authorities for a search warrant for the hotel at Hausen. In West Germany, a search warrant per se is not issued upon an affidavit, however verbal information is given to the State Prosecutor. In this case, a Herr Klein by German police. Klein then makes a decision as to authorizing a search. If the search is authorized and evidence found, the items are returned to the State Prosecutor and forwarded to a Judge. If the Judge holds that the evidence is applicable to the case, then the search is upheld.

Prior to the search, a number of legal problems developed. Because of a Treaty signed between the United States and Germany, no law enforcement official representing the United States of America can actively participate in any investigation in Germany unless specific authorization is granted by the Federal Republic of Germany. This authorization is granted only after a number of specific steps are taken by the United States in making a formal request for such action. It requires the State Department through the United States Embassy in Germany, Legal Attache's Office, present affidavits and specific requests for action requested in Germany, to be sent through the Justice of Ministry in Germany. The request is then translated into German and then acted upon. In this case it took several days before authorization was granted by the German Government to assist us in the investigation. Several stipulations, however, were attached to the granting of the request. One was that American Agents not actively participate in any search. Instead, German authorities were to conduct any searches. The American law enforcement officers could be present to provide advice only.

On October 28, 1985 at 6:55PM, parties conducted a search of the hotel and accompanying them were Hudson, McCann and Keller. Present were the following persons: Ma Vidya, Swami Julian, Swami Dipo, Ma Savita, Ma Su, Ma Homa, Swami Samir, Swami Anugiten, Ma Yogini, Ma Durga, Swami Rajan, Ma Rikta, Swami Deva, Swami Anubhavo, Ma Sagun, Ma Pratiksha, Ma Samadhi, Ma Bhagwati.

Officers involved in the search were: Hans Dovile, Gorg Fesser, Karl Heinz Nagele, Renate Schauble Abele.

THE DALLES TASK FORCE

OCTOBER 29, 1985 TUESDAY

Detective Hein and Bob Greene have started the interview in Portland with Krishna Deva. The interviews have been set up to last between 9:00AM and 3:00PM each day. This interview process is expected to run into next week.

We are attempting to obtain medical records from the State Medical Examiner's Board which is complicated by the Privacy Act. We had Trooper Dorman make contact with Ma Padma today at the Rajneesh Hotel in Portland, who declined to be interviewed without consulting an attorney.

We are preparing a time flow chart for investigative purposes until the representative from WSIN arrives.

Also, today Trooper Ogalvie has been listening to the tapes in Portland and nothing real eventful has come out of those. However today Krishna Deva made contact with them and pointed out a specific box of tapes that may have pertinent information regarding the crimes under investigation. They are going to concentrate on that particular box of tapes.

Tomorrow we have four officers scheduled to go to the Ranch and continue to ask for various records we still do not have and persons we still wish to interview.

The Grand Jury had only two people testify today; has recessed and will reconvene on Monday.

Sergeant Roger Morris

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October 31, -1985

Major Moine advises that Rajneesh at the ranch are upset about the manner Bhagwan is being treated - jail clothing, handcuffs, etc.

He has also been informed that Jerry Olson, a private security person, (phone 682-3187) is en route to Charlotte, North Carolina and will attempt to convince Federal authorities to release Bhagwan to his custody at Rajneeshpuram.

Major Moine talked to Lt. Renfrow by phone. Renfrow says that November 1, 2 and 3, is a 3-day holiday in Germany and apparently everybody stops to celebrate. He believes that on Monday, November 4, investigators will have clearance to commence interviews. There are about 40 Sannysins living in the house that Sheela occupied at time of her arrest.

Contacted Major Richardson, North Carolina Highway Patrol, Raleigh Headquarters, for information. He could not offer any assistance but referred me to FBI Agent Hal Landreth, (704) 529-1030, Charlotte. Contacted Landreth at 1:15 p.m. (4:15 p.m. Chalotte) who advised the hearing was still going on and there were about 6 Rajneeshees in the audience.

Major Moine has information that Karuna, who had been arrested by Scotland Yard, was released on recognizance and is en route to Portland.

The FBI scuba divers resumed diving and searching today as scheduled.

RAJNEESHPURAM INVESTIGATION
NOVEMBER 14, 1985

RAJNEESHPURAM

EVENTS OF EVENING OF

by

Captain E. D. Noland, District V Hdq, Bend

Arrived at the Ranch with Sergeant Searcey about 7:00PM.

Attended the press conference at 7:30PM in the lobby of the Rajneesh Hotel. News media and principals for the ranch were Dhyhan John, Niren and Isabel. They stated that the Bhagwan had left, going to the Himalayas and he would be in seclusion there for rest and health reasons, and members of the commune were not going to follow him.

Traveling with him were Hasya, Devaraj and his household staff.

They also said that although he maintained his innocence, he did plead guilty, but in no way was he guilty of any crimes. Had he not gone they they felt they would have been successful in his defense.

Questions were posed by the press as to what would now happen to the commune. The answer was the commune will continue and flourish. They will start developing the mineral rights on the Ranch. They say there is gold, silver, coal, gas, oil and geothermal in the area. They plan on investing in mining these resources.

Further questions were porposed as to where did the Bhagwan go? How did he go? Through New Jersey, through Alaska, etc., and there were no answers to these questions. They refused to answer his departure route.

Press was not allowed in the commune meeting, however our officers were. We were invited to attend by Chief Barkha.

We estimated 1,500 to 1,700 people in attendance. Here again, it was Dhyhan John and Niren controlling the meeting. They explained to the members that Bhagwan had left, would not be returning, and again explained the plea bargain where he had pled guilty but maintained his innocence, and also that they had felt they could have defended him successfully.

Again they didn't tell the members which route he had taken, but that he was enroutte to the Himalayas. They advised members not to try and follow him. They wanted him to be left in seclusion for health and relaxation.

Stated that one reason they did the plea bargain was for the body of the Bhagwan and not to be harassed. They then dealth with the harassment that he was getting from Governmental agencies. Stated that although things in India may not be the best, at least his body was not threatened there.

They also dealt with the financies of the commune and brought up the minerals on the Ranch that they will be developing. Admitted that Bhagwan's absence would have an adverse financial impact and they will now have to take a closer look at their financial corporate structure to evaluate what needs to be done at this time. Stated Bhagwan's Rolls Royces would be sold.

Also, if the people on the Ranch were to go in the morning and withdraw their funds from Trust, then the Ranch would go under.

continued

November 14, 1985 by Captain Noland
continued

It was noted that the people in attendance were not enthusiastic at all in the commune meeting. Rather quiet and subdued, notably low key, although there was some applause.

It was also noted that a lot of the members in attendance were leaving while the meeting continued as if they had lost interest.

The Indian members at the commune were told that if they wished to return to India, they could, but they were to go to Poona and not to attempt to find Bhagwan. European members were also told that if they wished to return to the European communes, they could.

They wished to continue the local commune and make it thrive and it would be the Headquarters of the Sannyasins of the United States. They appear to be backing away from this Ranch being the worldwide headquarters.

Also they mentioned that in the future attempts may be made to locate property in Indiato build a commune with Bhagwan, but they stress that this is only tentative. Just that this could occur in the future.

Questions were posed as to the security of Bhagwan in India in the Himalayas and the members were assured that he does have adequate security and he will be safe.

Hasya, who left with Bhagwan, will be returning to the Ranch, unknown when.

In conversations with the members of the Rajneeshpuram Police Department and Ma Barkha it was learned that due to their beliefs, the work and accomplishments on the Ranch could have very little value and could be left to go to a new experience with the last person leaving, turning out the lights.

Contacted Jeannie Senior at the Rajneesh Hotel about 11:30PM and in discussing present circumstances she advised they had been tipped off as to Bhagwan's movements on Wednesday afternoon. Did not relate her source.

A lot of air traffic in and out. The Convair is back. Lot of press coming in and out on aircraft.

The morning of November 15, 1985, Friday: Seems to be work as usual on the Ranch and appears to be a normal day.

RAJNEESHPURAM INVESTIGATION
NOVEMBER 14, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

by

Sergeant Roger Morris

We have continued working on each case file and are corroborate Ava and KD's statements on each case file.

Events today mainly dealt with the INS deal made with Bhagwan.

DOJ Attorney Hamilton spent most of today in Portland with the US Attorneys and also made contact with some of the Rajneesh person who are important to us regarding out State case files.

It was learned that Bhagwan was brought to Portland this afternoon, pled guilty to INS charges, was assessed a \$400,000 fine and his plane is waiting this evening which is prepared to take him and a few close followers to New Delhi, India. One of the persons important to us is Dr. Devaraj, who will be accompanying Bhagwan to India, but he and two of three people have verbally agreed to return to the United States when we need them for court.

Writer assigned Detective Fredrickson to attend the court hearing and whatever events occur following the court hearing today in Portland. He was advised only to observe and make notes, not to seek out individuals and ask questions, and to report back this evening when everything is concluded.

Detective Dorman and DOJ Investigator Kathy McGlaughin will be continuing follow-up in the Portland area the rest of this week and part of next week regarding the burglary of the Oregonian and seeking other corroborating evidence to Ava's information

Ava is scheduled to appear and testify before the Grand Jury, The Dalles on 11-15-85.

kv

RAJNEESHPURAM INVESTIGATION
NOVEMBER 15, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

by

Sergeant Roger Morris

The Task Force is continuing to work on the case files.

Have written up specific follow-up investigation to be assigned to the Task Force on Monday. Most of the follow-up is in the Portland area regarding the two "Safe" houses (apartments) that were used by the primary suspects. Information indicates these places were used during their criminal activities.

Also, Ava is present here in The Dalles and testifying at this time at the Wasco County Grand Jury. She will also be at the Task Force Office following the Grand Jury hearing, giving us a handwriting exemplar.

The Task Force will be closing this Friday about 3:00 to 4:00PM.

kv

Monday
November 18

AM

CAN THE GOVERNMENT FREEZE OUR ASSETS? IS THERE A PLAN TO APPLY THE
STATE RICO ACT?

There is talk in the press that the State Government "is not ruling out the possibility" of applying the State RICO Act to sannyasin activities. This could mean that some assets of one or more Rajneesh Corporations could be frozen. However, the Law provides that "innocent third parties shall not be affected" and that means that cash in currency card accounts, or notes or bonds and other individual investments, would remain accessible in the normal way, unless they are proven to be the ill-gotten gains of some kind of illegal enterprise.

The RICO Act is a complicated and untested legal tool in Oregon, which allows the Government to freeze assets of a corporation they wish to investigate, in order to ensure that the money that may later be forfeitable in fines or whatever (if the culpable persons are found guilty) stays accessible to them. That is to say that while an investigation is in progress the Government needs to know that the corporation under investigation is not going to stash all its money out of reach someplace where the Government won't be able to touch it in the event of fines.

The only assets they could possibly freeze are assets the Government could show to a court were involved in criminal activity.

The procedure would be as follows: The Government would file a complaint in court claiming criminal activity through one or more corporations. In court they would be expected to prove that a particular number of dollars would be forfeitable if that corporation is shown to have acquired those assets through criminal activity. They would then try to freeze that amount.

They would have to convince the court of three things: 1) that there was merit to their claim (i.e., sufficient evidence to warrant

action) 2) that the Government's need to freeze assets is greater than the harm the freezing of assets would cause the corporations and individuals, and 3) that no other arrangement could be made to guarantee that they money is available from another source if the Government should win the claim (~~for instance by posting a bond for~~ "x" amount of dollars -- rather like bail).

A FEW THINGS YOU NEED TO KNOW

The Attorney General's Office has been working on this possibility for a long time. Our attorneys and legal experts have known about it and are perfectly prepared for it and ^{consider} ~~it unlikely~~ that the Government could win in any RICO action. Your individual investments and accounts would not be touched unless the money is ill-gotten gains of some criminal enterprise. Even if assets were frozen, there is clear provision in the law for the day-to-day running of individual's needs, including the payment of bills, provision of food and clothing etc.

It is very clear to us that the Government has started talking about this again at this particular time in order to create fear in this community.

RNSIC's attorneys have information from a good source that it is extremely unlikely that there will be an RICO action soon.

Our only danger right now is from ourselves.

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RAJNEESHPURAM INVESTIGATION
NOVEMBER 18, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

by

Sergeant Roger Morris

Wasco County held Grand Jury this morning and for a short time this afternoon. They are still having problems getting the people to show up for the Grand Jury at the proper time. Same problems as before.

There will be no Grand Jury on Tuesday, November 19th, but are expecting to continue on Wednesday, November 20, 1985.

FBI will be executing a search warrant at the Ranch regarding additional evidence. We anticipate having Detective Roshak accompany them on this search warrant execution on November 19.

Detectives Fredrickson and Dorman will be doing follow-up work in the Portland area November 18 and 19 on information regarding the safe houses that were used by our principal suspects in the course of committing various crimes.

Photographs are being assembled for photo lineups to be used for identifying various Rajneesh principals that were involved in these crimes.

We are now reviewing Krishna Deva's statement for any new information and will be assigning investigators follow-up work for corroboration.

kv

RAJNEESHPURAM INVESTIGATION
EVENTS IN EUROPE
November 18, 1985 Page 2

The hotel was named Sonnhaide located at DM Schward 27821 Hausen.

Arriving and remaining at the scene was a defense attorney named Rechtsanwalt Wachenheim from 763 Lahr, Germany.

An abundance of items were seized, however some of the more interesting things included: a large number of prescription drugs for Ma Anand Sheela and Puja, thus corroborating their dependence for drugs. Also found was a box of hypodermic needles. Many of the prescriptions to Sheela were dated 9-14-85, the day before she left the Ranch. They were prescribed by Dr. Shunyo from Madras. An account in the amount of \$460,000.00 at the Bank of India in the name of Sheela. A brown suitcase containing five folders with various blank letterhead from Rajneesh Corporations, the medical files for Puja, Sheela, Shanti B, and Vidya. And information of a report done by Simlers Chartered Accounts, London, England on Rajneesh Services International and its subsidiary corporations. Rajneesh Services International is the largest corporation and money maker of Rajneeshpuram.

In addition, numerous other drugs, documents and other materials were discovered that would be important to the investigation.

It should be noted that Government of Germany officials limited the search to the following areas: Attempted Murder; cassette tapes, Wiretap; marriage documents, adoption documents, poisonings, and information concerning \$55,000,000 theft.

During the search, German authorities apparently permitted a German television crew to be on the scene who took footage of Agent Hudson looking through some items. Rajneeshes later used this footage in a complaint that American law enforcement officials exceeded their authorized limits of involvement. Due to the immense publicity concerning this case in Germany, this action obviously concerned German officials. The German State Police were apparently summoned to higher authority to provide an explanation regarding American officers' involvement.

In actuality, the FBI Agent's involvement, by looking into an overnight bag, was in the process of him assisting in an inventory of property of the defense attorney and then was later used against the officers by the same attorney representing the Rajneeshes.

On October 29, 1985 at 8:30AM, Lieutenant Renfrow arrived at the Frankfurt, Germany airport. He found his way to the Airport Police and contacted Officer Richard Dorfler. Several telephone calls were made and it was determined that no one in Germany, including the FBI Agents Hudson or McCann, was aware writer was coming. Through the BKA, German Federal Criminal Police, Agent Schonn, writer was referred to the American Consulate General's Office in Frankfurt. Contacted there was Gerhard Thielemann, Security Investigator, and his supervisor, Dave Ackerman. A telephone call was placed to the Legal Attache, FBI Agent Bob Fanning, US Embassy, Bonn, who advised that he was not advised Lieutenant Renfrow was coming to Germany.

That this developed complications as a formal request would have to be made for Lieutenant Renfrow, as in the case of the other agents, through the Foreign Ministry, Federal Republic of Germany.

Lieutenant Renfrow, later in the day, was contacted by BKA Agent Bundes, who advised that German officials had not decided at that point to clear Lieutenant Renfrow for involvement.

At 2:50PM, 10-29-85, Lieutenant Renfrow was contacted by Bob Fanning, Legal Attache. He advised that Agents Hudson and McCann and Keller were themselves waiting for further involvement in the case, and that writer's appearance had further complicated this procedure. Writer's arrival occurred right in the middle of the problem resulting from the search that occurred the previous evening at Hausen.

Lieutenant Renfrow remained in Frankfort on the night of 10-30-85, and the following day took a train to Tiengen, Germany, where he contacted Hudson, McCann and Keller at the State Police District Headquarters there. Also met there was BKA Agent Carla Merkeu from Wiesbaden, Germany and Chief Criminal Investigator for the State Police, Gerhard Lamm. Lamm was responsible for the operations on behalf of the German law enforcement personnel and arranged for the search on the evening of 10-28-85. Writer was informed at that time that the Foreign Ministry of the German Government was in the process of deciding whether or not officers could continue in the investigation and if the evidence seized from the Hotel was done lawfully and could be released to American officers.

At 4:00PM we were informed by Herr Lamm that his agency was approaching a three day holiday and that no decision would be made prior to Monday. A contact was made with Legal Attache Bob Fanning, FBI, Bonn, who confirmed this.

On Monday, November 4, 1985 Lieutenant Renfrow contacted Karl Heinz Nagele, listed above, and attempt to pin down the chain of evidence. He provided Lieutenant Renfrow with the names of the German officers who participated in the search. Nagele advised that the evidence from the scene was released to State Police Officer Novak. Lieutenant Renfrow contacted Novak who confirmed that he received the evidence on 10-28-85 and that on 10-29-85 he transported the evidence to Karlsraug and delivered it to Kaiser. Then on 11-4-85 the evidence was returned from Kaiser to Novak for the purpose of preparing a typed inventory list. The following day, 11-5-85, Novak returned it to Kaiser.

Lamm advised that any reports pertaining to the search and evidence seized would accompany the evidence when it was released to American authorities. On the afternoon of November 4th, Lamm advised Lieutenant Renfrow and other officers that still there was no word whether or not the arrested subjects or persons at Hausen could be interviewed. We were told that the papers requesting such action were sent to the Ministry of Justice which included several Judges. From there it went to Stugarrd

for review by the Ministry of the State, which includes several other Judges. From Stugarrd it then proceeds to Kaiser and Karlsraug, who would then contact Lamm with the information. Lamm informed us at that time that there may not be word until Thursday or Friday.

FBI Agents Hudson and McCann were informed by their superiors to return to Oregon the following day, Tuesday, November 5, 1985 if there was still no word of the interviews. Keller and Lieutenant Renfrow were informed to remain until word was received one way or another.

On November 5, 1985 at 8:30AM Lieutenant Renfrow placed a telephone call to London, England, Heathrow Police Station, and spoke to Superintendent M. Bedwell. It was explained to Mr. Bedwell that we were interested in contacting Simlers Chartered Accounts at 292 Wimpole, London, for the purpose of obtaining information of an audit they did for Rajneeshpuram on Rajneesh Services International, and it's subsidiary companies. Mr. Bedwell informed Lieutenant Renfrow that, in his opinion, there would be no problem obtaining this information. Also, that his officers had established good rapport with accountants in the London area. Lieutenant Renfrow requested that Mr. Bedwell research further and if a problem resulted, to recontact the writer by telephone.

By 2:00PM, after no word from Bedwell, Lieutenant Renfrow and Paul Keller proceeded to London.

On November 7, 1985 at 11:00AM Lieutenant Renfrow and Paul Keller contacted Chief Superintendent of the Heathrow Section, London Police Department, Stewart Higgins. At that time he explained that perhaps it would be better for officers to make their request formally through the Legal Attache's Office in London. No mention of this was made during the prior telephone conversation with Bedwell.

At 2:30PM, same date, at the US Embassy, FBI Legal Attache Darrell W. Mills was contacted. Mills contacted Paul Vollans, Detective Chief Inspector Frauds Squad, Metro London Police, who made a contact with Simlers Chartered Accounts. Mills stated that in his opinion the accountants in the London area would not cooperate with law enforcement agencies in providing that information. He stated that it was considered privileged information in England. Confirming Mills' opinion, Detective Chief Inspector Vollans confirmed that Simlers would not release such information without a search warrant. Lieutenant Renfrow and Keller expressed to Mills that any future request to obtain that information by search warrant would be made.

A phone call had been made to Lamm who advised that word did come down that interviews of the subjects at Hausen would be permitted, however still no word on the arrested subjects. Lamm stated that the interviews would have to be conducted with members of the German Police. That questions posed to the subjects would have to be prepared in advance.

On Sunday evening, November 10, 1985, a telephone call was made from Tiengen by Keller

to Lamm. Lamm requested that we meet him at the Police Station between 10:00 and 11:00AM on Monday concerning the interviews.

On November 11, 1985 at 10:00AM contact was made with Lamm. He stated that at that time a formal letter was being delivered to the subjects at Hausen by Novak. That the letter specified that they had a right to have lawyers. Lamm advised Keller and the writer to return at 2:00PM that date.

At 2:00PM, same date, Lamm was recontacted. At that time Lamm advised that Novak, during contact with the Hotel, found only one person present, the above listed Bhagwati. The Hotel landlord stated that during Wednesday or Thursday of the previous week, all persons with the exception of Bhagwati, had left to find work somewhere in Germany. Their baggage had remained behind and that they left to find work to pay for their lodging there at the Hotel.

At 4:20PM, same date, Lamm recontacted the officers and advised that Bhagwati had contacted a lawyer who had consented for her to be interviewed. Lamm advised that he was in the process of obtaining an interpreter from Constance. Lamm requested that the officers return at 9:00AM on Tuesday, November 12th. That evening Lamm placed a telephone call to us and advised that Bhagwati had obtained an attorney and that she may not wish to talk concerning any allegations.

On November 12th we were informed not to appear at the police station at 9:00AM, but instead 10:00AM. At 10:00AM at the police station, Lamm advised that he had been in contact with Bhagwati's attorney, Wachenhein, who advised that he was attempting to locate the other parties and that he would attempt to have them there at 9:00AM on November 13th for interviews.

On the evening of November 12th, Lieutenant Renfrow and Keller were contacted by Lamm and Novak. Novak stated that Vidya had also returned to Hausen and was at the Hotel, and that she was pleased to hear that Renfrow was in Germany. He was of the impression that she would talk to him on matters other than the allegations. Novak also stated that Sheela was glad to hear that Renfrow was in Germany. Renfrow, at that time, asked Lamm if he could speak to Sheela. That it was Renfrow's impression that Sheela would talk to him. Lamm stated that no request was ever made for American authorities to interview Sheela. The writer knows, as well as other officers in this matter, that the interviews of Sheela, Puja and Shanti Bhadra were top priority and that such a request was most definitely made.

Lamm advised us to return to the police station at 9:00AM on November 13. We informed Lamm that if we had no word of definite multiple interviews at that time, we were to leave for Oregon that same day.

On November 13, 1985, Wednesday, we were informed by Lamm that the situation had not changed. Vidya was not willing to discuss the case. Bhagwati is not listed in any police reports, not considered a principal party in the investigation. A decision was made to return to Oregon.

by

Sr. Trooper Robert D. Rasmusson

Writer arrived at Rajneeshpuram at 1:45PM, and made contact with Sergeant Edwards, Chief Barkha and Ma Prem Hannah.

Check of the city and in visiting with the people shows an uncertainty of whether they will stay or leave.

Ma Prem Barkha and some other officials had a big meeting in Portland this morning in regard to what has transpired. Not much activity in the city.

4:00PM Was invited and watched the latest news tapes with the Police Department.

5:30PM One small plane came in with people who attended the hearing in Portland.

7:05PM Left Rajneeshpuram Police Department.

November 18, 1:27 p.m. Major Madsen
Captain Nolan met with Isabel. She says media reports are not accurate about the commune closing. Just had a closed door meeting at the ranch. Bhagwan sent his urging that foreigners leave (about 500). U.S. citizens stay on ranch.
Cancelled hearing at LUBA.
Church/state hearing still on schedule for early December.

November 18 Superintendent Williams
Isabel has asked we help correct with contacts: Isabel wants correction. Did hold meeting and read statements telling what Bhagwan wants. Go back to own country. Too difficult to hold communes in USA together. Doesn't intend to start any more communes.
Three questions were asked: Does this mean we are folding up? No, but need financial support. Mineral deposits, etc., may be enough. Waiting for financial advisors. Some Rajneesh fellow spoke to press and did leave impression commune closing up. Isabel's last statement: if advisors advise against, may eventually disband.

November 18 Marla Rae
Briefed her on above. Tomorrow OSP and AG meeting on E Board request.

November 18 Marla Rae 1:50 p.m. Press is a "zoo."

November 21, 4:30 p.m., Dave Frohnmayer
K.D. case is ready to go; he will sign agreement tonight. Will waive grand jury proceedings and plead guilty to federal charge (Class A felony) for immigration violations. Appear on state charges before Judge Jelderks, 11 a.m., 11/22 in Wasco County Courthouse.
Then transport to federal courthouse to appear on federal charges before Judge Leavy at 3:30 p.m.
Immunity does not encompass any of possible criminal charges. KD's affidavit also leads to good evidence for us on our church/state case. A 15-page document admits to religious control, Bhagwan hand picking "city" officials, rigged election for city charter, manipulation of homeless people for election control. Even a statement that tells of Bhagwan admitting to his legal services people that we were absolutely correct in the church/state case but instructed the attorneys to "do their work" and try to win the case.

November 22, 9:30 a.m. Confirmed with AG "plan is a go."
confirmed with superintendant that KD enroute to The Dalles and tight security in place.

November 22, 12:05 p.m. Hearing concluded. All went as planned.

November 22, 12:45 p.m. KD enroute to Portland.

November 22, 1 p.m. Word is out. AG's office will drop plea agreement in AG's statement. OK to go with Governor's statement.

November 22, 1:15 p.m. Cleared statement with Governor.

November 22, 1:20 p.m. Dropped statement in press room.

November 22, 2 p.m. Frohnmayer conducted press conference. Arraignment in Portland still scheduled for 3:30 p.m.

RAJNEESHPURAM INVESTIGATION
NOVEMBER 19, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

by

Sergeant Roger Morris

Detective Fredrickson located a green Maverick that we suspect had been used during the commission of several crimes at an impound lot near the airport. Vehicle had been towed October 10, 1985. They were attempting to get a search warrant so the vehicle could be seized, searched and processed by the ID Bureau.

Detective Dorman interviewed a Male Negro named ERIC CROSS in Portland today. He is attempting to get information of narcotic trafficking by Rajneesh people, however Cross does not appear to be very reliable at this time.

We are compiling a list of evidence that is being held by the FBI that was obtained under US Grand Jury subpoena so we may subpoena that evidence for the State cases.

The Krishna Deva statement should be completed by tomorrow by Detective Hein and DOJ Investigator Bob Greene.

FBI search warrant that was to be executed at the Ranch today, got delayed and we anticipate it being executed tomorrow. Detective Roshak will accompany them on the execution.

We are compiling a considerable list of persons to be served with subpoenas in anticipation of a mass exodus from the Ranch.

Elva Makimoto arrived today from WSIN and she is reviewing our information before starting the flow chart. Writer discussed with Elva the guidelines for WSIN making a flow chart and due to the fact we have not indicted anyone at this time for any drug related charges, she is skeptical about getting authorization from her Department to do this.

kv

by

Sergeant Michael Searcey

At 7:45PM a general meeting was held in which the press was secluded. A few comments were made by the commune leader, Anaruda, and President of the International Commune, Kamareha (sp) after which, Niren, the Mayor of Rajneeshpuram, spoke. He started out by saying there was nothing much new to report. Someone from the audience asked him to speak English. In response he said he was an attorney and English is only a second language. (Indicating they wanted him to say something significant other than giving them the run-around.)

He gave an update on the Bhagwan. Said he was resting. He wanted to clear up a statement that the Bhagwan had made about people leaving. He said if they leave they could come back, but the Bhagwan felt that if they did stay the harassment would continue and maybe some of them should go home.

He told the people to expect the INS, in the near future, to move down onto the Ranch and he also told them to expect that applications for naturalization will be reviewed and probably rejected and that some of the people may be deported. He was asked a question from the audience about the people who already have green cards or have married citizens. He stated that these cases would probably be reviewed by the INS, but they may be able to stay.

He mentioned pending RICO action. He said that it is a rumor and that the State has admitted they do not have enough for RICO charges and that no assets have been frozen, as rumored on the Ranch.

He stated that those who do not have money to leave and wish to leave, do not need to ask the State Police for handouts as there is a rumor that the Oregon State Police may assist these people in leaving. The commune is now unable to make a decision on how to help these people leave and suggested that they be creative by going to their parents, friends or other relatives prior to coming to the commune for assistance.

Niren also made a plea to the people to stop the petty thefts that have been going on as people are leaving.

As of today, all cars are to be returned to the motorpool and a taxi service will be set up.

Niren also asked that people slow down their spending on their currency cards (this is a community credit card setup for commune members).

After some discussion as to whether they should leave or stay, a vote was taken of those who remained at the meeting. It divided out to approximately 1/3 wanted to leave the Ranch, 1/3 wanted to stay and about 1/3 were undecided.

RAJNEESHPURAM, EVENTS OF THE DAY
NOVEMBER 20, 1985 Page 2

Judging from the questions and comments from the audience, the main theme from the people in the audience seemed to be that they don't know what is going on, they do not want to learn what is going on from the newspaper. Someone made the comment that the "common" people wanted to be involved in the decision making and maybe committees should be set up. Niren countered with the fact that "we were all common people".

Niren expressed that the status of the commune is still being evaluated. People who stay will have to work harder and longer with no guarantees for the future. He said that anyone wishing to leave were to leave their malas behind. He advised that they are still Rajneeshees, whether they wear malas, red or not.

He expressed that Dhyana John did not want this meeting held (indications led Sergeant Searcey to believe that possibly Dhyana John and Niren were not agreeing on many issues).

Niren also made the statement that there was plenty of food available and that no one on the Ranch will go hungry. That food was not a problem.

Niren advised that pending legal action prevented him from making too many additional comments as he represents the commune in many of these matters. He said that he is not concerned with winning the Church-State issue (he was referring to the fact that the case looks good for the commune).

Sergeant Searcey advised that many of the people left during the middle of the meeting and that the general attitudes seemed much more hostile, however there were no cat calls or direct attacks on Niren, just that the people appeared to be upset and confused.

Sergeant Searcey received information that the Police Department has hired three more people at Rajneeshpuram. Indications are that they are setting up contingency plans in the event that buildings begin closing and people begin moving, they will be able to secure the facilities with additional help.

The general mood at the Ranch seems to be one of confusion and one of slight animosity toward the leaders for failing to inform the populace on conditions and status.

kv

by

Sergeant Roger Morris

Detective Roshak went to the Ranch today with 29 subpoenas and by this afternoon had only served two. An additional 10 will be added to these for tomorrow. He also contacted the FBI at the Ranch and they had already executed their search warrant. The only thing seized listed on the search warrant was a micro-organism freeze dryer.

The Task Force today set up security with the Wasco County Sheriff's Office, State Police and INS people regarding Krishna Deva's appearance the next few days in The Dalles. It is presently unknown what day he will appear. This is to plead guilty to two INS charges which are unknown to us at this time.

A search warrant affidavit was prepared today, but we did not get it to Portland to execute the seizure/search of the impounded green Maverick. The affidavit should be completed by morning and Detective Fredrickson and Byron Chatfield will take it to Portland tomorrow. We have asked for ID personnel to be available regarding processing this vehicle tomorrow.

Elva Makimoto of WSIN has finished her data request form. This information will be compiled and sent to her office next week. She will be leaving tomorrow morning for Sacramento.

Officers are now doing reports on follow-up information they collected in Portland regarding the two safe houses and as soon as the photo lineups are ready, officers will be returning to Portland to see if suspects can be identified.

kv

Information for Superintendent Williams

Rajneeshpuram November 20, 1985

John Lorenz of Western Equipment, Portland, Oregon was at the Ranch to buy anything or everything.

His attorney was with him: J. Reynolds Barnes, Attorney at Law
111 American Bank Bldg
621 SW Morrison Street
Portland, Oregon 97205
Telephone 222-9111

Major Moine

VICTOR ATIYEH
GOVERNOR



G.T.
FY 1

OFFICE OF THE GOVERNOR
STATE CAPITOL
SALEM, OREGON 97310

November 20, 1985

Mr. Philip White
Office of National Affairs
United States Department of Justice
Federal Triangle Building
315 Ninth Street NW
Washington, D.C. 20530

Re: State of Oregon v. Sheela Silverman

Dear Mr. White:

Formal request is hereby made that the United States Government commence extradition proceedings for the return of Sheela Silverman from the Federal Republic of Germany to stand trial for criminal charges in the State of Oregon. Enclosed are the necessary documents in support of the extradition.

Thank you for your assistance.

Sincerely,

Robert Oliver
Legal Counsel to the Governor
(and empowered by ORS 133.743
to authorize extraditions on
the Governor's behalf)

ALSO :
DIANE I. ONANG ("PUJA")
CATHERINE J. ELSEA

NOV. 22 1985 RTIME 9:04 AM

OFFICER'S REPORT

No.

Place The Dalles

OREGON STATE POLICE

County WascoSubject RAJNEESH MODERN CAR COLLECTION TRUST

November 21, 1985

On November 21, 1985, writer, while contacting The Dalles Department of Motor Vehicles Office, was advised by Diana Martinez, an employee of the state, that on the 18th or 19th two female Rajneesh came to her counter and presented a check for \$189.00 and two stacks of automobile titles for transfer this amount would cover 27 title changes.

They were requesting to transfer the titles on 27 Rolls Royce Automobiles from the Rajneesh Modern Car Collection Trust to a John Wallie. A Michael Anand signed off the titles with the word "trustie" behind his name. This is an improper way to sign off titles as they didn't sign, Rajneesh Modern Car Collection Trust, before his name. One female turned to the other and asked, "Who signed there?" She was told a name different than Michael Anand. They then left and haven't returned. A check was made with the Hood River Department of Motor of Vehicles Office on this date and no one has attempted or transferred any vehicle titles involving the Rajneesh Modern Car Collection Trust.

The person they were trying to transfer the cars to, John Wallie, is believed to be Dyan John, the announced head of the Rajneesh Modern Car Collection Trust.

A check with Salem by the local DMV office personnel reveals that a Ma Sat Prabodhi is listed on the application for title and only she is authorized to sign off the titles with out showing proof of being a trustee of the trust.

Ms. Diana Martinez recontacted writer and advised that she had checked with Madras DMV office and found that the titles had been processed through there.


Writer then contacted Ms. Reba Hamon, at Madras DMV Office and it was found that on November 19, 1985, two females had come into her office and transferred 27 titles to Rolls Royce Automobiles from the Rajneesh Modern Car Collection Trust to the following:

17 cars were transferred to: John Wallie
Sanai Grove, P. O. Box 10
Rajneeshpuram, OR 97734

10 cars were transferred to: Sue Z. Krejge
2120 Crestmore, Suite #2
Nashville, TN 37215

No proof of trustee accompanied this transaction. Reba Hamon is unsure of the spelling of the listed trustee and advised it looked like, Michael Auman, no address.

Mr. Bill Sealy, DMV Salem advised the local DMV that the applications will be rejected.


13-53 Russell R. Thiess, Lieutenant

RAJNEESHPURAM INVESTIGATION
NOVEMBER 21, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

by

Sergeant Roger Morris

On Tuesday, November 19th, two Rajneeshee persons went to the Department of Motor Vehicles in The Dalles and attempted to have the titles of 27 Rolls Royces changed over to John Wally aka Swami Dhyan John.

The Department of Motor Vehicle personnel felt there was some irregularity in the signoff and refused to transfer the titles without verification. A report regarding this incident has been written by Lieutenant Thiess.

Later this date, November 21, it was learned that they went to the Madras Department of Motor Vehicles and did initiate paperwork on about 17 Rolls Royces to have the titles transferred to John Wally.

The 1974 green Maverick was seized and is presently stored in the maintenance shop at the State Police Office in Portland. It will be processed tomorrow by ID and Crime Lab personnel.

Arrangements have been made for Krishna Deva to appear in court in The Dalles Friday morning, November 22, 1985, at 11:00AM. Security during his appearance is being handled between INS, Sheriff LaBrousse and Lieutenant Thiess.

We were informed on November 20 that on November 19, Rajneesh persons in one of their vehicles appeared to have been on a surveillance of the Wasco County Courthouse and the Task Force location. However, information was not sufficient to identify the car or people. This information has been communicated to the Wasco County Sheriff's Office and Lieutenant Thiess.

kv

RAJNEESHPURAM INVESTIGATION
NOVEMBER 22, 1985

ARRAIGNMENT OF KRISHNA DEVA

THE DALLES

by

Lieutenant Russell R. Thiess

On this date DAVID BARRY KNAPP aka SWAMI KRISHNA DEVA was transported from the Portland area to The Dalles State Police Office by INS Agents led by Tom Casey to await an appearance before Wasco County Circuit Court Judge Jelderks. All security precautions were taken in conjunction with the Wasco County Sheriff's Office.

At 10:54AM the above listed subject was transported by Wasco County Sheriff Deputies and escorted by unmarked State Police vehicles to the Wasco County Courthouse in The Dalles. The side entrance was used and a back staircase to the third floor courtroom was also utilized to avoid publicity and for security purposes. Members of the Oregon State Police and members of the Wasco County Sheriff's Office and Task Force personnel were used for outside and inside security.

At approximately 11:20AM Swami Krishna Deva appeared with his counsel, Des Connall, with Mr. Bob Hamilton and Mr. Byron Chatfield representing the Department of Justice. At that time, after preliminary manoeuvres and waiver of indictment, Krishna Deva entered a guilty plea to Criminal Racketeering(RICO) 166.720-3. The racketeering charge resulted from two lesser crimes which included ORS 165.450-a (Wiretap) and ORS 165.450-c (Eavesdropping).

The first one deals with the Conspiracy to Actually Obtain Whole or Part of a Telecommunication Conversation between other persons. (Wiretap).

The second one deals with obtaining wiretap conversations. (Eavesdropping).

The alleged crime was committed between July 1, 1984 and September, 1985. (No day date was given for September)

Persons alleged to be involved and listed in the information read in court are as follows: Ma Anand Sheela, Swami Julian and Swami Rajan (under RICO).

Krishna Deva entered guilty plea. At this point the Judge stated that he would not go along with any immunity insofar as relates to crimes against people. Example: Salmonella poisoning, attempted murder, etc.

The Department of Justice Attorneys and the defense attorney agreed with the US Attorney to ask Wasco County Circuit Court to only impose the same penalty as imposed, if imposed, in the US Court and to run concurrent. The defense attorney waived presentence and waived speedy trial for his client who has been placed in the Federal Witness Protection Act. The Judge placed no restrictions or bail, but he said he expected to be able to contact him through his attorney at any time for any appearance if required. The Judge agreed that any penalty will coincide with the Federal Court sentence.

ARRAIGNMENT OF KRISHNA DEVA
NOVEMBER 22, 1985
Page 2

At 11:56AM the court proceedings closed and Krishna Deva was transported back to the State Police Office in The Dalles where he was turned over to Mr. Tom Casey, INS, who in turn took him in custody and left.

During this proceeding, when writer arrived at the courthouse, one still photographer was present who allegedly worked for the Oregonian. One reporter came into the courtroom near the end of the arraignment and upon exiting the courthouse, two still photographers were present. No other news media were observed nor was writer contacted by any.

kv

RAJNEESHPURAM INVESTIGATION
NOVEMBER 22, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

by

Sergeant Roger Morris

Krishna Deva appeared with his attorney, Des Connell, and pled guilty to a charge of Racketeering, which includes two counts of Criminal Conspiracy. The first count is for Unlawfully Obtaining the Contents of a Telecommunication. The second count was for Unlawfully Obtaining the Contents of a Conversation.

Krishna Deva is enroute to Portland to appear in US Court this afternoon on Federal violations.

Due to the weather and the fact that it is Friday, all investigators are headed for home and the Task Force Office will close today at 1:00PM or 2:00PM at the latest.

kv

RAJNEESHPURAM INVESTIGATION
NOVEMBER 22, 1985

BUSINESS INTERVIEW (BUYING FROM RAJNEESH)

by

Sergeant Brian Mikkelborg

BUSINESS: JERRYS HOME FURNISHINGS
856 NW Bond Street
Bend, Oregon
PH: 382-7121

OWNER: JERRY SEED

MONEYPENNY'S FURNITURE ANTIQUES & JUNQUE
128 NW Greenwood
Bend, Oregon
PH: 388-2633

OWNER: DON HUGHES

Writer contacted Mr. Jerry Seed at 12:30PM. He advised that he and Don Hughes went together and about four months ago began buying tents, foam pads and sleeping bags. They were told at that time that Wasco County had limited the festivals to 10,000 people and that the commune was selling off the excess equipment. Since purchasing these items, the truck, owned by Jerrys Home Furnishings, has been down on the Ranch several times, hauling this stuff out of there.

Approximately three weeks ago he and Don were contacted to buy more items, such as tents and this time they included clothing. It was about a week ago that he went down and bought 800 sweatshirts, 200 pairs of pants, 80 red bib overalls and some women's jogging suits along with several blank video tapes. Having been on the Ranch several times and dealing with these people, he is of the opinion that this is all excess stock on hand. They have not been approached as of yet, to buy office furniture or items that would indicate the commune is shutting down.

Writer also contacted Don Hughes of Moneypenny's, who stated basically the same in substance as did Jerry Seed. Hughes advised he has been dealing with these people for approximately one year, a little bit longer than has Seed. He bought several chest of drawers and tables that came out of the Rajneesh Hotel in Portland. All of these items were old and were not in mint condition as most of the items on the Ranch are. He found these items that he had purchased from the Hotel Rajneesh in Portland were those items that were in the hotel when it was purchased by the Rajneesh. He has also recently purchased sets of steel bunkbeds, which, he was advised, were utilized in the Share-A-Home program for the homeless. When this program started, officials at Rajneeshpuram contacted him and requested he locate a couple of thousand sets of bunkbeds. He could not deliver within the three week time limit and he believes they purchased these beds from some place in Canada. He has since bought several hundred of these items, also including extra sets of China and serving trays which he believes were utilized in the cafeteria. Don Hughes advised writer that he also believed that the items they were buying at this time were of excess items that the Ranch no longer uses due to the dwindling population.

Handwritten: JHC Copy for AG
R

Handwritten signature: [Signature]

BUSINESS INTERVIEW - BUYING FROM RAJNEESH
NOVEMBER 22, 1985
Page 2

Both of the individuals contacted were given writer's card and advised that they would contact us in the event they were re-contacted concerning the buying of additional equipment, especially furniture. Both have indicated to the Rajneeshees that they would be willing to buy more items when they became available. They were not given any definite date or any particular items that would be coming up for sale, but are maintaining their contacts at Rajneeshpuram for business purposes.

It appears at this time there has been no attempt to sell items which would indicate office buildings or other buildings were being shut down.

kv

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EVENTS OF THE DAY
For November 23 & 24, 1985

By Sergeant M.A. Searcey

Saturday, November 23, 1985

Activity and traffic was quiet. The sannyasins appear to be concerned over their future plans. Some are making travel arrangements. Few vehicles have been observed to leave the ranch, everything seems to be in a planning stage at this point.

The Rajneesh Bank is not allowing money to be extracted from the people's accounts. The cards are still being used for purchased of either food, clothing or travel arrangements. an incident at the Rajneesh Bank earlier today in which a sannyasin attempted to obtain money from his account, the amount unknown, was told to come back for a cashiers check. His statement was "That's bull shit, that's what you told me yesterday." Both State Police and Rajneesh P.D. started increased visibility in the mall area by foot patrols as a result of this incident. Rajneesh P.D. has been appraised of possible trouble of till taps, shoplifting, burglaries, any method that might obtain cash for people leaving the ranch.

Activity of contractors and the press is quite prevalent. Bids are being proposed: however, the contractors and brokers are being advised by the sannyasins that no decisions or bids will be accepted until this evening. Swami Niren has left the ranch to an unknown location. Dhyan John has not been seen since Friday eveing at approximately 7:30 PM. His location is unknown. Complaints from the contractors and brokers are that no one at the ranch is available: for information as to what is for sale or when it will be sold. There appears to be no leadership in the higher echelons of the corporation. Contractors and brokers are becoming very impatient with the situation.

SUNDAY, November 24, 1985

Activity about the same regarding the sannyasins. Some vehicles were observed being packed, preparing to leave. The attitude of the sannyasins appears to be more organized about: leaving. Status of the ocntractors and brokers is the same. They are not being told what is for sale only that the decision process will be made this evening. They are still on hold.

The sannysans are still unable to remove cash from their bank and are using contractors and tourists to obtain money that is locked in their accounts. Example: A sannyasin and an individual will make a purchase utilizing the sannyasins' cash card. After the purchase is made with the sannyasins' card, the individual reimburses the sannyasin in cash. Rumor has it that some major purchases will be made. (\$1,000 or 2,000 for example) for computers, video equipment, etc, in the same manner.

continued

PAGE 2

The vehicle fleet of Oldsmobiles and trucks appears not to be for sale as these are on lease from GMAC. The restaurant business as other businesses, are suffering from sannyasins not coming to work and are becoming short-staffed. Items are not being replenished, example: restaurant business for breakfast utilized a menu as in the past. Lunch was written on a blackboard. This information was learned from the waitress at the restaurant.

Rumors are very prevalent of RICO, INS, and Oregon National Guard being at the ranch on Monday or Tuesday to freeze the assets, including the accounts of the sannyasins. This has increased some of the buying of larger items so that the sannyasins can not only get their money out but not have their accounts frozen.

Sannyasins are moving from other townhouses to other townhouses to consolidate as others leave. Some stores are consolidating, example: the men's store is moving into the women's boutique with their merchandise. The sale of the century is still on.

A head count taken by our patrols in Antelope is a total of 25 vehicles and three buses have been observed to leave with an estimated 150 sannyasins. From rumor talk, it is expected that this activity will increase as of Monday and will continue through the week, however there is no indication at this time of a mass exodus. It appears that things are going as scheduled per Swami Niren's instructions or suggestions, made during the meeting on Friday night.

601-51 Michael A. Searcey, Sergeant
Bend Patrol Office - Bend

MAS/br

1 STATE OF OREGON)
) ss.
2 County of Clackamas)

3

4 I, Swami Krishna Deva, also known as David Berry Knapp,
5 being first duly sworn, depose and say:

6 I served as Mayor of the City of Rajneeshpuram from August
7 11, 1982 until my resignation on September 15, 1985. From the
8 outset and throughout my tenure as mayor, my performance of
9 official duties and, in fact, almost the entire operation of the
10 City of Rajneeshpuram was conducted under the direct supervision
11 and control of the religious entities that own and operate
12 Rancho Rajneesh.

13 As mayor, I reported directly to Ma Anand Sheela, President
14 of Rajneesh Foundation International (RFI). Sheela, in turn,
15 reported to and consulted with Bhagwan Shree Rajneesh regarding
16 many of the day to day operations of Rancho Rajneesh, including
17 the operation of city government. In Sheela's absence, I
18 reported either to Ma Yoga Vidya, President of Rajneesh Neo
19 Sannyas International Commune (RNSIC) or Ma Prem Savita, or, on
20 occasion, Ma Anand Su, President of Rajneesh Investment
21 Corporation (RIC). Sheela, Vidya, Savita and in the last year,
22 Su, together directly supervised all of the operations at Rancho
23 Rajneesh irrespective of the various corporate, cooperative or
24 municipal entities involved.

25 I became interested in the teachings of Bhagwan Shree
26 Rajneesh in 1977 and I became a Sannyasin in Poona, India on

1 July 28, 1978. I lived and worked as a therapist and group
2 leader at the Ashram in Poona from 1979 until July, 1981 when I
3 returned to the United States. I was scheduled to go Geetam
4 Rajneesh Sannyas Ashram in Lucerne Valley, California where I
5 was to work as a therapist and group leader, but on a brief
6 visit to Chidvilas Rajneesh Meditation ^{Center SKD} in Montclair, New Jersey,
7 I met Ma Anand Sheela and my plans changed.

8 Sheela invited me to go to the Big Muddy Ranch (later
9 renamed Rancho Rajneesh) in Central Oregon which recently had
10 been acquired to serve as a home for Bhagwan Shree Rajneesh and
11 as a base of operations for the Rajneesh movement. I was
12 invited to Oregon because I had experience related to zoning
13 regulations and because I was a real estate broker. These
14 skills were needed in the development of the ranch. I arrived
15 at the Big Muddy Ranch on July 24, 1981.

16 There were approximately 30 or 35 people already residing
17 at the ranch when I arrived. These people were hard at work
18 building roads, building housing and attempting to get a farming
19 operation underway. Sheela told me that she had acquired the
20 Big Muddy Ranch pursuant to Bhagwan's direction that she find a
21 large tract of land on which he could develop an oasis, a com-
22 mune of Sannyasins. From the beginning, every effort at the
23 ranch was directed to the fulfillment of Bhagwan's vision. Upon
24 my arrival at the Ranch, I immediately began to study Oregon
25 land use law. My first assignment from Sheela was to obtain as
26 many building permits as possible, especially for housing. I

1 developed relationships with responsible officials of Wasco and
2 Jefferson Counties and used every legal means available to
3 obtain authorization for development at the ranch.

4 Rancho Rajneesh was located in an Exclusive Farm Use zone.
5 For this reason, residential development on the ranch was
6 severely restricted. Sometime late in 1981, while researching
7 Oregon law, I became aware of the provisions of ORS 221.010 to
8 221.100, governing the incorporation of municipalities. ORS
9 221.020 provides that any unincorporated area having more than
10 150 inhabitants can petition for the incorporation of a city. I
11 discussed the possibility of forming a city on Rancho Rajneesh
12 with Sheela. I told her that, although there were not 150 per-
13 sons presently residing at the ranch, we could probably have the
14 necessary number of inhabitants on the ranch by December, 1981
15 or January, 1982. However, Sheela instructed me to begin the
16 incorporation process immediately. She said that, if necessary,
17 she could bring Sannyasins to the ranch from centers in Southern
18 California to fulfill the population requirement. Pursuant to
19 Sheela's direction, I prepared and circulated the petition for
20 incorporation. At the time that the petition for incorporation
21 was submitted to the Wasco County Court, there were no more than
22 about 100 persons residing on the ranch.

23 The process of incorporation was completed and a
24 Proclamation of Incorporation was issued by the Wasco County
25 Court on May 26, 1982. At Sheela's direction, I set about to
26 organize the city government. I prepared a list of potential

1 candidates for all city offices, elective and appointive,
2 including the mayor and city council, city recorder, city attor-
3 ney and planning director. I consulted several people,
4 including Vidya and Savita, about who should go on this list. I
5 listed myself and Swami Prem Jayananda as potential candidates
6 for mayor. Sheela had said that Bhagwan always had wanted
7 Jayananda to be the first mayor of his city. However, Savita
8 wanted Jayananda to remain as president of RIC and she was con-
9 cerned that it would not look right if Jayananda was both the
10 mayor and the president of RIC.

11 In July or August, Sheela told me that she presented to
12 Bhagwan the list of candidates that I prepared. She said
13 Bhagwan selected the city officials from the list. Within a day
14 or so, Sheela called the selected persons to her bedroom and
15 informed them of the position they had been selected to fill. I
16 was told that I was to be mayor. Sheela told me that Ma Prem
17 Archan was to be president of the council. Swami Deva Sandesh,
18 Ma Prem Patipada and Ma Deva Jayamala were to be members of the
19 council. Ma Prem Sangeet was to be city attorney, Ma Sat
20 Prabodhi was to be city recorder and Swami Deva Wadud was to be
21 the planning director. Ma Deva Rikta, the sixth candidate whose
22 name was to appear on the ballot as a candidate for the council
23 also was present at the meeting. Sheela explained to Rikta that
24 she would not be elected because "someone has to lose."

25 / / / / /

26 / / / / /

1 Following Bhagwan's selection of city officials, Sheela
2 directed me to devise a way by which the election could be mani-
3 pulated so that I received the largest number of votes, Archan
4 received the second largest number of votes and Rikta received
5 the fewest votes. I devised a matrix that was used to make
6 "suggestions" to individuals as to how they should vote. Voters
7 were then called into Marpa office to pick up their precinct
8 cards. At that time, they were given a "suggestion" as to how
9 to cast their ballot. The system worked perfectly except for
10 one miscue: Sandesh rather than Archan received the second
11 highest number of votes. As a consequence, Sandesh was selected
12 to be president of the council.

13 During the entire time that I was mayor, vacancies for all
14 official positions within city government, whether elective or
15 appointed, were filled in the same manner as the initial posi-
16 tions. A list would be prepared by me, in consultation with
17 other persons, usually Vidya, familiar with residents at the
18 ranch. This list was submitted to Sheela. For the most impor-
19 tant positions, such as city council, Sheela said she would con-
20 sult with Bhagwan before making a decision. Otherwise, Sheela
21 would decide who should be appointed or elected without con-
22 sulting with Bhagwan. The same selection process was used for
23 filling positions with the school district, the City of
24 Rajneesh, the Rajneeshpuram Rural Fire Protection District and
25 precinct committee persons. Sheela, with and without Bhagwan's

26 / / / / /

1 approval, also chose persons to fill vacancies in RIC, RFI and
2 RNSIC, usually with the input of Vidya and Savita.

3 For approximately the first six months of the city's
4 existence, the city council did not even bother to meet unless a
5 public hearing was scheduled or there otherwise was reason to
6 believe that someone would attend the meeting. Someone working
7 in city hall, in consultation with Prabodhi and me, would pre-
8 pare an agenda and minutes of the meeting reflecting the coun-
9 cil's "actions" to make a record. The minutes usually were
10 reviewed by relevant city officials. Later, as public attention
11 was focused on the city, the council took greater care to
12 observe procedural formalities. Nevertheless, it was not uncom-
13 mon for council meeting minutes to be doctored to conform the
14 record of council action to policy decisions that were made out-
15 side of the council process.

16 The work of the ranch was supervised by coordinators.
17 Coordinators were assigned responsibility for various depart-
18 ments on the ranch that were designated as temples. Ramakrishna
19 Temple, for example, was the personnel office for the ranch.
20 Nanak Temple was the mail service. Coordinators received their
21 directions from Savita, Vidya and Sheela. Generally, they met
22 on a weekly basis, usually on Sunday's, to discuss the business
23 of the ranch. Sheela would conduct the meetings. At first,
24 Jayananda's secretary, Bhakti, kept very detailed minutes of the
25 coordinator's meetings. Attached to this memorandum as Exhibit
26 A is a true copy of Bhakti's minutes from a coordinator's

1 meeting on January 9, 1983 at which I was in attendance. The
2 minutes accurately reflect the discussion at the meeting.
3 Because most of the coordinators were women, residents at the
4 ranch came to refer to the coordinators as "The Moms." Sheela
5 was commonly referred to as "Mom."

6 Most of the city government functions were organizationally
7 grouped together with the legal department of the ranch for
8 supervision purposes. Throughout most of my tenure as Mayor, Ma
9 Prem Homa was the coordinator of this department. Sometime
10 during the beginning of 1984, Ma Shanti Bhadra became the coor-
11 dinator of city hall. City government's relationship with its
12 coordinator differed somewhat from that of other functions on
13 the ranch because, as mayor, I had direct access to Sheela.
14 Therefore, I generally was able to obtain directions from and to
15 obtain clearance for government actions through Sheela directly
16 without having to report to the coordinator. This changed
17 somewhat in the last year when the city hall coordinator took
18 more of that role.

19 Throughout my tenure as mayor, Sheela required that every
20 major decision regarding city business be referred to her. Her
21 involvement in city business was not, however, limited to major
22 policy decisions. I consulted with her and followed her direc-
23 tions with respect to such minor day-to-day matters as who
24 should attend conferences and meetings on behalf of the city.
25 The city's logo, twin doves symbolizing the master/disciple
26 relationship, was one of several designs prepared by the ranch's

1 graphics department, Naropa. Sheela said she presented the
2 various designs to Bhagwan, who selected the design that was to
3 be used on city stationery. Sheela also directed the adoption
4 of numerous city ordinances that still are on the books. For
5 example, the ordinances relating to public nudity, jails and
6 requiring that every council meeting begin with a joke were
7 drafted and enacted pursuant to Sheela's order.

8 All of the mail that came into the ranch was processed
9 through Nanak Temple. Workers in Nanak opened all corporate
10 mail, regardless of the addressee, and made photocopies of the
11 contents of selected letters. At first, Sheela reviewed every
12 piece of corporate mail that came into the ranch. As the volume
13 of mail increased, more people, first Savita and Vidya, then
14 others, including Su, Shanti Bhadra and Homa were given respon-
15 sibility to review the mail as well. In this review process, no
16 distinction was made between mail directed to the city, RFI,
17 RIC, RNSIC or other entities in the city. All ^{Selected SKD} incoming mail was
18 reviewed by Sheela or on her behalf and important matters were
19 always referred to Sheela. As mayor, I regularly received
20 copies of correspondence addressed to the city or to me with
21 notes from Sheela directing what action should be taken in
22 response.

23 Sheela's direct control of city government extended to the
24 Rajneeshpuram Peace Force as well. Generally, Sheela's direc-
25 tions with respect to the conduct of law enforcement matters
26 were communicated to Peace Force Chief Ma Deva Barkha through

1 Vidya or through Ma Anand Su, who was the coordinator of the
2 commune security temple. Barkha had difficulty getting along
3 with Vidya and Su and, although she was never removed as chief
4 of the Peace Force, there was an extended period of time in the
5 early part of 1985 when Su and Vidya effectively removed Barkha
6 from responsibility for Peace Force operations and placed Peace
7 Force reserve officers Ma ~~Prasad~~ ^{SKD} Dolma and Ma Anand Pathika, women
8 who had no law enforcement training other than a few classes, in
9 charge of Peace Force operations.

10 Su, Vidya and Sheela and the private Rajneesh security
11 force all had access to the Law Enforcement Data System through
12 the Peace Force. Shortly before the summer festival in 1985, it
13 was decided that the Rajneeshpuram Peace Force should be phased
14 out of direct responsibility for providing security to Bhagwan.
15 It was decided that security for Bhagwan would be provided
16 exclusively by the private Rajneesh security force. In
17 discussing this decision with Su, I pointed out that one
18 drawback to the shift in responsibility was that the security
19 force would not have access to the Law Enforcement Data System.
20 Su responded that this was not really a problem at all because
21 the Law Enforcement Data System information was available to the
22 private security force through the Peace Force.

23 In the early days of Rancho Rajneesh, there were many more
24 people who desired to reside at the ranch than there were faci-
25 lities to accommodate them. At first, Sheela personally decided
26 who would be invited or permitted to come to the ranch and who

1 would be excluded. Later, Vidya began making these decisions.
2 These decisions generally were based upon the labor needs of the
3 ranch. There was, at the beginning, a need for persons who had
4 knowledge of farming, construction and heavy equipment opera-
5 tion. There also was a need for lawyers. Persons with these
6 skills were actively recruited to join the effort to fulfill
7 Bhagwan's vision. Others who did not have needed skills usually
8 were excluded from residence.

9 During the entire time that I resided at the ranch, Sheela
10 retained the ultimate authority to decide who resided in the
11 City. As the services and housing inventory on the ranch
12 increased and the population grew, competition for the oppor-
13 tunity to reside on the ranch subsided. In fact, at Sheela's
14 direction, there was an active effort to recruit residents in
15 order to increase the political power of the ranch within Wasco
16 County. The controversial "homeless program", an idea which I
17 suggested to Sheela, was a part of this effort. The requests of
18 individuals regarding residency were funnelled through the ranch
19 personnel office at Ramakrishna Temple or the Rajneesh Humanity
20 Trust Office. Each request was referred to Sheela, Vidya, or Su
21 for approval or disapproval.

22 Sheela also retained authority to expel a resident from the
23 ranch. If anyone displayed an attitude or engaged in conduct
24 that Sheela or anyone in the power structure deemed to be
25 "negative," that person would be summoned to Ramakrishna Temple.
26 The people at Ramakrishna would collect information about the

1 situation and report to Sheela, Vidya or Su. Sheela, Vidya or
2 Su then would determine what should be "suggested" to the nega-
3 tive individual. A "suggestion" could be as minor as a change
4 in job assignment or as dramatic as permanent departure from the
5 ranch.

6 An example of the exercise of Sheela's power to exclude
7 persons from the ranch, which I personally observed, occurred in
8 late 1983 or early 1984. Bhagwan had indicated through Sheela,
9 his belief that Acquired Immune Deficiency Syndrome (AIDS) was
10 soon to become a major epidemic throughout the world. It there-
11 fore was "suggested" that Sannyasins should use rubber gloves
12 and prophylactics when engaging in sexual activity. It somehow
13 came to Vidya's or Sheela's attention that Ma Deva Priya and
14 her lover and Ma Prem Mahamati and her husband had been disre-
15 garding this suggestion. Sheela, through Vidya, therefore
16 "suggested" that all four persons should leave the commune.
17 They did so reluctantly. They later were permitted to return to
18 the ranch upon promise to conform their conduct to these rules.

19 Expulsion from the ranch was not the only sanction
20 available to Sheela for negative behavior and it rarely was
21 necessary for her to resort to such a drastic "suggestion" to
22 enforce her will. A change in job assignment generally was suf-
23 ficient to get the message across.

24 Shortly after the State of Oregon initiated this litigation
25 challenging the constitutionality of the exercise of governmental
26 power by the City of Rajneeshpuram, concern was expressed about

1 continued service on the city council by Swami Deva Sandesh
2 because of fears that he would not be an effective witness in
3 any legal proceedings. At the direction of Sheela and Vidya, Ma
4 Prem Patipada met with Sandesh and "suggested" that he resign.
5 Sheela selected Ma Deva Rikta to replace Sandesh on the council.

6 When Ma Prem Archan resigned from the council, a list of
7 possible successors was prepared in the usual manner I pre-
8 viously have described. In my stead, Ma Sat Prabodhi presented
9 the list to Sheela. Sheela selected Ma Prem Sangamitra and
10 Sangamitra was appointed to the council. Prabodhi and I both
11 were surprised by Sheela's choice of Sangamitra. After a short
12 time, Prabodhi, I and others became concerned about Sangamitra's
13 participation on the council. Sangamitra was unaware of the way
14 that the city government was operated and we feared that she
15 might be too straight to play the game. We brought the problem
16 to Vidya. At Vidya's suggestion, we talked to Sangamitra about
17 the stress involved in serving on the city council and our con-
18 cern for her health. Sangamitra agreed to resign from the coun-
19 cil.

20 In early 1984, Sheela was concerned that her husband, Swami
21 Prem Jayananda, was not doing an adequate job in his work
22 responsibilities. One of these concerns was the fact that she,
23 Savita and Vidya felt that Jayananda would make a poor witness
24 in court. Another factor was their complaint that Jayananda
25 would not listen to them and follow their, especially Sheela's,
26 instructions. Therefore, Sheela demanded that Jayananda resign

1 from all of his corporate posts including that of President of
2 RIC. During this same time, Sheela, Su and others went to see
3 Bhagwan about the situation with Jayananda. Sheela told me that
4 Bhagwan said it was fine for Jayananda to drop his corporate
5 roles. Sheela told me she suggested to Bhagwan that Su replace
6 Jayananda as President of RIC and that Bhagwan approved.

7 Whenever a person was elected or appointed to any position
8 in government or in any of the various corporations, they were
9 required to submit three undated handwritten letters of resigna-
10 tion. I was asked to submit three. One letter stated that the
11 resignation was for health reasons, one stated that I was too
12 busy to continue to serve, and one stated that I was leaving the
13 area. These letters were maintained in a file by Sheela's
14 secretary, Ma Prem Geeta.

15 In August, 1985, Ma Sat Prabodhi left the ranch without
16 notice. I went to Geeta and obtained a letter of resignation
17 from Prabodhi's file for the city's records. Approximately two
18 to three weeks later, I received a genuine letter of resignation
19 from Prabodhi. Because there already was a letter of resigna-
20 tion on file, the real letter of resignation was discarded and
21 not used.

22 After the State of Oregon initiated this litigation, in
23 late 1984, there arose a conflict among those involved in pre-
24 paring the defense. Some of the attorneys wanted to reorganize
25 and restructure the various corporate entities in an attempt to
26 defeat the Establishment Clause argument advanced by the state.

1 Sheela and others adamantly opposed any reorganization. The
2 controversy ultimately was submitted to Bhagwan for resolution.
3 Bhagwan called the entire Rajneesh Legal Services staff and city
4 hall staff to a meeting at his house to discuss the case. I
5 attended the meeting. He told the staff that it was understand-
6 able that they would have difficulty defending the lawsuit
7 because the state was correct: there was no separation of
8 government and religion at Rancho Rajneesh. Bhagwan told the
9 group a story about a skilled attorney who mistakenly argued the
10 wrong side of a case in the morning. When the lawyer was told
11 about his mistake, he returned in the afternoon to argue the
12 other side of the case. His argument in the afternoon was so
13 skillful, that he won the case despite his error. Bhagwan told
14 the legal staff not to worry and to argue for what we are.

15 After this lawsuit was filed by the state, there was much
16 greater care taken to maintain the appearance that the various
17 corporate and municipal entities on the ranch were separate and
18 distinct. Before the lawsuit, there was very little effort to
19 keep the various organizational entities on the ranch
20 separate. All of the corporate entities, including the city,
21 were run as one, through a single power structure with Ma Anand
22 Sheela and Bhagwan Shree Rajneesh having the ultimate authority.
23 After the lawsuit, collective references to the ranch organiza-
24 tions were forbidden. Words such as "we" and "ours" were to be
25 stricken from our vocabulary. Despite these cosmetic changes,
26 however, there was no practical change in the operation of the ranch.

1 Beginning in about April or May, 1985, officials at the
2 ranch began a concentrated effort to educate various officers
3 and directors of the different corporate entities at the ranch,
4 including the city, about the affairs of the corporations that
5 they supposedly had been managing. This effort was necessary
6 because the corporate officials were merely figureheads who had
7 no knowledge of the many paper transactions in which their cor-
8 porations had, or supposedly had been involved and they
9 possessed no real power. At Rancho Rajneesh, there was no
10 direct correlation between position and power. This educational
11 effort was ongoing at the time of my departure from the ranch.

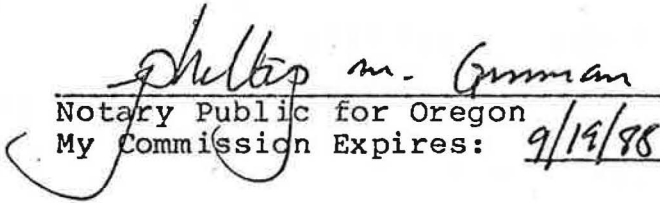
12 On the weekend of September 14 and 15, 1985, Sheela, Vidya,
13 Savita and several of their close associates decided to leave
14 Rancho Rajneesh. I also decided to leave the ranch as did coun-
15 cil members Rikta and Ma Prem Durga. Council member Ma Prem
16 Patipada telephoned in her resignation from the council. In the
17 chaos surrounding the exodus, Savita was faced with the need to
18 generate a list from which Bhagwan could select replacements for
19 more than 10 city and corporate officials. Savita, myself and
20 Ma Anand Sagun sat in Savita's room and brainstormed people who
21 would be suitable to put on the list. When the list was
22 complete, Savita took it to Bhagwan. Later that night, when
23 Savita returned from her visit to Bhagwan, she announced the
24 names of several new corporate officials.

25 The list that Savita submitted to Bhagwan recommended that
26 Swami Videh be appointed to replace me as mayor. However, Swami

1 Prem Niren ultimately was appointed by the city council to
2 succeed me. Several weeks after I departed the ranch, I had
3 occasion to speak with Niren. He told me that he first learned
4 that he was to be mayor when Bhagwan announced it at a press
5 conference. The announcement took everyone by surprise. I read
6 in a newspaper that Niren was referred to as "Mayor pro-tem"
7 until the city council formalized his selection as mayor.

8
9 
10 Swami Krishna Deva, aka, David Berry Knapp

11 Subscribed and sworn to before me this 22nd day of
12 November, 1985.

13 
14 Notary Public for Oregon
15 My Commission Expires: 9/19/88



NOV 27 1985

Department of State Police

District Five Headquarters
Bend, Oregon
November 25, 1985

Mr. John C. Williams, Superintendent
Department of State Police
Salem, Oregon

Rajneeshpuram Investigation
Affidavits

Dear Sir:

Enclosed are copies of affidavits by our members regarding observations made at Rajneeshpuram during last week and this past weekend.

Copies have been sent and are being sent to Mr. Cal Leitch of the Department of Justice, Salem.

Sincerely,


Robert R. Moine, Major

RRM/kv
enclosures

Copy

I, Robert D. Rasmussen, am a Senior Trooper with the Oregon State Police, having been employed with the Oregon State Police for over 24 years.

In the past two weeks I have been assigned to Rajneeshpuram and during this time I have observed Sannyasins leaving the Ranch and outside people coming in and bidding for Rolls Royces and a 520 Caterpillar with a dozer. I have personally talked to people in the ladies' boutique and purchased items at ridiculous prices, as follows: Two \$80.00 coats for \$10.00 each; \$28.00 sweater for \$3.00; two \$30.00 sweaters for \$3.00 each; 5 large handkerchiefs that were \$1.90 each for \$.50 each; and two ladies' scarves that were priced at \$14.00 each for \$2.00 each.

I have also contacted people at the men's boutique and purchased some items there at more ridiculous prices: Two lightweight jackets that were \$38.00 each for \$5.00 each; two \$12.00 T-shirts for \$3.00 each; and three handkerchiefs priced at \$2.15 each for \$1.00 each. Most items have 75% marked off.

I overheard conversations and talked to approximately a dozen people who were going to leave for Boulder and Loveland, Colorado, where several of their friends reside. Two people were leaving for Washington in a Volkswagen. Several people were observed to turn in their Sannyasin ID card and resignation, including Sodanho, a Peace Force officer who is heading for her parents' residence in California.


There were numerous Sannyasins visiting the Rajneeshpuram travel center and Rajneeshpuram finance center every day. Also overheard, a Sannyasin lady talking to another lady who advised that she had been down to the finance office and was inquiring about taking out her money and they advised her to come back in a couple of days. This conversation took place in the Rajneesh Hotel lobby.


Robert D. Rasmussen
Oregon State Police
Bend, Oregon

November 22, 1985

State of Oregon, County of Deschutes

November 22, 1985


Orville R. Oles

My Commission expires 2/25/87

copy

R

I, Robert R. Moine, District V Commander of the Oregon State Police, with the rank of Major and having been employed with the Oregon State Police the past 26 years, submit the following as to my personal observations and knowledge of certain events at Rajneeshpuram over the past couple of weeks.

On November 19 and 20, 1985, while visiting at Rajneeshpuram, I was advised several people were there to make bids on the Rolls Royces, equipment, tents, 20,000 battery lamps and 20,000 pieces of China settings.

Also, the video store and two clothing stores were visited and it was observed that almost everything was on sale. \$80.00 new winter jackets were selling for \$10.00; \$30.00 sweaters for \$3.00; \$28.00 shoes for \$7.50, etc. Most items were marked 75% off.

Pictures, tapes and various books and cards were for sale at about 50% less than the original price.

On several occasions I asked clerks about the possibility of ordering certain things and was told they weren't taking orders as they didn't know how much longer they would be in business.

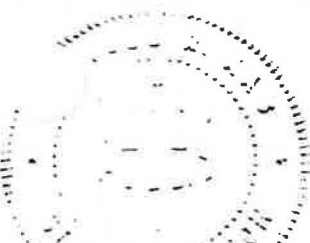
The people in authority during press interviews and meetings with their populace made statements that they were selling surplus items, i.e., vehicles, equipment, and Mayor Niren, in one talk, said the possibility of selling parcels of land from Rajneeshpuram was being considered.

I was also told, but can't remember who, that they were consulting their attorneys as to legal problems in closing down and that a prospectus was being developed to be presented to whomever for selling various items of Rajneeshpuram.

The above is true to the best of my knowledge.

Robert R. Moine
Robert R. Moine, Major
District V Commander
Oregon State Police, Bend

November 22, 1985



State of Oregon, County of Deschutes.
November 22, 1985
Dwight R. Case

RAJNEESHPURAM INVESTIGATION
NOVEMBER 25, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

By

V. M. Preston, Sergeant

On November 25, 1985 approximately 100 people left Rajneeshpuram (80 by bus and others by car).

At 5:00PM Major Moine and Sergeant Preston were shown the location of the semi-automatic weapons used by Bhagwan's guards. Weapons are located in a mobile home with iron bars on the windows, northeast of the ranch house. Weapons are secured in a heavy safe. Outside of the safe is the ammunition. The only person having access to this trailer and safe is Christ Chaitanya, aka "CC". We were advised there are approximately 53 long arms (28 of which are Uzi and most of the remainder are Guilio). There are approximately 40 handguns.

One subject at the Ranch this date was to make bid on all of the weapons. This subject: William Partridge, a dealer for "Trading Emporium" of Medford, Oregon.

kv

Confidential

RAJNEESHPURAM INVESTIGATION
NOVEMBER 25, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

By

Lieutenant Dean L. Renfrow

There was a meeting this morning at 11:00AM attended by Lieutenant Renfrow, Oregon State Police; Paul Keller, Department of Justice; Randy Banks, Department of Justice; Hadly McCann, FBI; Sergeant Roger Morris, Oregon State Police, Bob Hamilton, Department of Justice; and Byron Chatfield, Department of Justice.

It is doubtful that a civil RICO hearing regarding Rajneeshpuram will be scheduled in the near future as any attempt to do so could result in the requirement of a hearing within three days in which the State would have to lay out, in essence, the criminal case before a restraining order could be issued tying up the assets.

39 subpoenas were issued last week, 20 of which were served regarding State charges. It is hoped that service of the remaining subpoenas can be served before those persons leave the Ranch.

It looks like the good cases at this time that the State is prepared to proceed on are the Devaraj poisoning, Hulse and Matthews poisonings and the Planning Office arson. Cases that need to be firmed up through corroborating evidence are The Oregonian burglary, the Comini poisoning and the Byron poisoning. Cases that appear to lack evidence are the Karen Green poisoning and the Mike Sullivan poisoning.

New leads concerning information regarding possible poisoning cases are: Bob Muer and Mary Wilbur, employees of the Attorney General's Office; and Deputy Bill Windsor of the Jefferson County Sheriff's Office who died two to three years ago following what was thought to be a heart attack after a visit to Rajneeshpuram.

Also, we are looking into the possibility of illegal gambling scams committed at the Ranch. This information came from KD wherein he listed 20 dealers involved. All the profits were going to the Ranch and some of the money was being used for "dirty tricks" and salaries of specified persons. If we can verify this information through employee records, OLCC records and other data, it will be very useful in a RICO case.

KD has also mentioned the Peace Force running Criminal Histories for the commune. One such person named by KD was Felton Walker aka James Brook, who has been identified by Seattle Intelligence and ATF as a member of the terrorist organization, F.U.Q.R.A. This organization had been responsible for two bombing incidents in the Seattle area. A member of this group was Pasteur (sp) (the person who was responsible for the bombing incident at the Hotel Rajneesh in Portland). This group is still being actively investigated by those agencies and further charges against him are anticipated. Rajneeshpuram officials discovered Felton Walker's plot to assassinate Bhagwan while they were bugging a telephone conversation he had while at the Ranch in the Fall of 1984.

RAJNEESHPURAM INVESTIGATION
EVENTS OF THE DAY, THE DALLES TASK FORCE
NOVEMBER 25, 1985 Page 2

Leads that we are following up on are: Identifying and contacting a gun shop in the Beaverton area who was holding several AR 15's and a Browning automatic weapon for the Rajneeshees. Plans to subpoena all Rajneeshpuram travel agency records to show the movements of key persons from the commune. Obtaining photographs from the Oregonian, Rajneesh Times and other news agencies to associate them with the names of Rajneeshees for tracking purposes.

New indictments include Sheela and Puja charged with the Hulse and Matthews poisonings. Sheela and Puja charged with the contamination of Devaraj's IV solution. Anugiten and Yogini with the Planning Office arson. West Germany officials advised that these conventional charges will make extradition of these individuals much easier. Germany now states that they will now honor the INS charges also.

This information just in from the FBI that a source in Cologne, Germany last week was contacted and asked to arrange to move 900 cubic meters of household items and 900 cubic meters of farm equipment from Rajneeshpuram to Hintergarden, Germany by the middle of December. Customs and German police officials have been notified and are interested in this cargo. The instructions given to the Cologne source were that only Rajneesh people were to pack and unpack this material. This information is highly CONFIDENTIAL.

Sheela to appear in Germany on December 6, extradition hearing. Federal Government is to indict Sheela December 18 on wiretap charges.

We will be assigning additional uniformed personnel to the Ranch as it is felt there may be disgruntled persons there in light of the shutdown of the Ranch and the tie-up of their money, and we feel that they may be more apt to converse with our members.

The FBI is in the process of developing Harboring Fugitive cases concerning the Bhagwan's trip to North Carolina. Investigation centers around persons who accompanied him to Charlotte. Stops were made at Salt Lake City and Colorado and in Charlotte. FBI is in the process of locating people at these stopping points to develop information on whether or not anything was said about fleeing the country or about fleeing to avoid prosecution.

kv

MAO

I, Michael A. Searcey, Patrol Sergeant with the Oregon State Police in Bend, and having been so employed by the Oregon State Police for 17 years, submit the following as to my personal observations and knowledge of certain events at Rajneeshpuram for the past 2 weeks.

On November 23, 1985, I was advised by a Dan Mahony, a contractor whose business is located at 4000 N.E. Columbia Boulevard, Portland, Oregon, of a major purchase of heavy construction equipment. This purchase of unknown quantity of equipment was of the same equipment that Mr. Mahony was interested in purchasing for himself. Mr. Mahony stated that the purchaser of the equipment was a Wayne Hulmann, Finning Tractor Ltd. of Vancouver, British Columbia, Canada.

On November 24, 1985, I also observed two (2) clothing stores, mens and womens, both to have prominent signs posted in the windows stating 50% to 75% off on all sale items. Items for sale were: 1) Ladies leather full-length coat priced at \$200, on sale for \$50. 2) Wool sweaters priced at \$30, sale priced at \$3. 3) Levi brand jackets priced at \$38, sale priced at \$9.50. 4) Pull over shirts priced at \$20, sale priced at \$3. 5) Ladies blouses priced at \$30, sale priced at \$5. 6) Ladies shawls priced at \$30, sale priced at \$5. 7) Winter boots priced at \$90, sale priced at \$35. 8) Mens Stetson hat priced at \$90, sale priced at \$25. 9) Womens insulated winter vests priced at \$30, sale priced at \$5. 10) Womens scarves priced at \$14, sale priced at \$2. 11) Womens suede jackets priced at \$90, sale priced at \$34. I further learned from a clerk in the mens store that they would close on Monday, November 25 and consolidate their items with the womens boutique.

I further observed from a sannyasin, whose name was Padita, of purchases being made by sannyasins for people from outside the commune by using the sannyasins credit card. The sannyasin was to be reimbursed by the outside person in cash. This is due in part by the sannyasins being unable to withdraw cash from their accounts. It was further learned that sannyasins with large amounts of money in these accounts were making large purchases of video equipment and computers for contractors or anyone who had the cash to reimburse the sannyasin. This is a method of obtaining cash from their accounts.

AFFIDAVIT
PAGE 2

I have been in contact with several contractors and brokers who are at Rajneeshpuram to make bids and who are prepared to write checks for any and all items that they wish to purchase in the amounts of several millions of dollars.

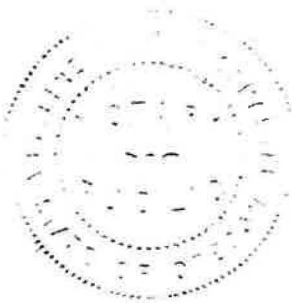
The above is true to the best of my knowledge.



601-50 Michael A. Searcey, Sergeant
Oregon State Police - Bend
Patrol Division

MAS/br

State of Oregon, County of Deschutes
November 25, 1985



Angeline M. Scheidmantel

My commission expires on 08-26-88.



Department of State Police

107 Public Service Building
Salem, Oregon 97310

November 25th, 1985

A F F I D A V I T

STATE OF OREGON)
County of Wasco) ss.

I, Jack T. Rogers, being first duly sworn on oath do hereby depose and say that:


I am a peace officer employed by the Oregon State Police having been so employed for the past thirteen and a half ($13\frac{1}{2}$) years. That I am the Assistant Station Commander at The Dalles Patrol Office and have on occasion been assigned to special duty at Rajneeshpuram.

On Tuesday November 19th, 1985, I was assigned to travel to Rajneeshpuram for a two day detail on the ranch. On Wednesday November 20th, 1985, I had brief conversation with Mr. Jay Reynolds Barnes, Attorney at Law, 111 American Bank Building, Portland, Oregon in the lobby of Hotel Rajneesh. Mr. Barnes advised that he was at Rajneeshpuram with three gentlemen representing Western Business Equipment of Portland, Oregon. These gentlemen were in contact with a Swami Atuilio who was responsible for property belonging to the ranch which was used for their annual festivals. They were attempting to negotiate the prices of 1,500 insulated tents, approximately 20,000 sleeping bags, 20,000 place settings for eating, 20,000 battery operated lamps, and other related types of equipment.

While in the lobby of Hotel Rajneesh this same date, I had conversation with a Swami David who was escorting two separate groups of interested buyers that were reviewing the ranch's Rolls Royce car collection. Swami David stated that he felt a deal would be consumated by the end of the week and that the entire collection of cars would go "as a group" and not be sold separately.

I took a tour of the various shops and boutiques on the ranch and noted that a considerable amount of merchandise was marked down to 75% off the regular price. Eighty dollar down-filled jackets were selling for ten dollars. Sweaters normally priced between twenty-five and thirty dollars were selling for three dollars. All sales were cash; the only credit cards being accepted were American Express. Several clerks in these stores stated that these sales were being held to liquidate old stock and that new shipments were being received daily to restock the shelves. It appeared to writer that these sales were being conducted to provide ready cash for unknown reasons.

I declare that the above statement is true and correct.


Jack T. Rogers
First Sergeant Jack T. Rogers
Oregon State Police
3313 NE Frontage Road
The Dalles, Oregon 97058
Ph. 296-2161

Subscribed and sworn to before me this 25th day of November, 1985:

Marie J. D... ..
Notary Public of Oregon

My commission expires: 6-4-89

By

Senior Trooper James F. Grammer

At 8:30 AM this date, writer attended the Antelope City Council Meeting in Antelope, Oregon. The meeting was also attended by Wasco County Sheriff Arthur Labrousse, 21 local Antelope residents and 8 Rajneesh person, most of whom are City Council members.

The main business of the meeting consisted of the repeal of a number of city ordinances for the city of Antelope. Basically, the ordinances repealed were ones that dealt with names of city streets, names of the fire hall and garbage dump, city park, and the repeal of police service by the Rajneeshpuram Peace Force. There was a vote to continue basic city services pending Wasco County appointment of a new city council.

Disincorporation of the City of Antelope was discussed; however, any future dealings with that will be made by the new city council.

During the meeting, it was determined that several weapons that belonged to the City of Antelope should be taken from the City and stored in a safe place. Wasco County Sheriff Labrousse took possession of these weapons and will store them at The Dalles. These weapons are listed below:

- 1 - Galil MP331308 Rifle, Serial #NR07036
- 1 - Uzi carbine, Serial ESA54044
- 1 - Smith & Wesson Model 66, Serial #AFY 1208
- 3 - Smith & Wesson Model 19, Serial #ACS 0922
Serial #AFD 0251
Serial #AFD 0204

Three (3) Rajneesh city council members resigned during the meeting. The remaining Rajneesh council members will resign as soon as their duties are over with, which is expected to be within the next few days.

JFG/br

RAJNEESHPURAM INVESTIGATION
NOVEMBER 26, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

By

Major Robert R. Moine

Major Moine conferred with Dhyan John, the head of the commune. It appears now there are approximately 500 people left on the Ranch with about 100 leaving daily. He advised Major Moine that as soon as everything is sold and taken care of, he, Dhyan John, is also leaving. Major Moine mentioned the attempted transfer of 17 Rolls Royces into Dhyan John's name and offered his assistance in straightening out any title problems to make sure the paperwork is done properly. It was at this point that Dhyan John mentioned he was taking title to the cars in lieu of cash owed to him by the commune. (At \$65,000 average per car, Dhyan John's dedication to the cause began to show.)

Last night the City Council met at Rajneeshpuram and it was decided that at a meeting to occur on Saturday at 10:00AM they would decide: 1. How many people would be left to maintain the commune. 2. Who would be left. 3. The salaries of those left behind. 4. Whether or not to fight the lawsuit challenging the incorporation of the city.

Major Moine plans to attend.

kv

RAJNEESHPURAM INVESTIGATION
NOVEMBER 26, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

By

Lieutenant Dean L. Renfrow

Today, all of the Attorney General's personnel left The Dalles for the holiday and will return Monday. Oregon State Police investigators will stay on through Wednesday and will return on the Monday after the holiday. Lieutenant Renfrow will be there on Friday.

Early next week they anticipate sending one Oregon State Police investigator and one Department of Justice investigator to San Diego for the purpose of interviewing Devam, a Rajneesh physician, concerning the Felton Walker case. The investigators will then fly to Tucson, Arizona to interview Probradhi and Siddah who have knowledge of the poisoning of Devaraj and plans to poison Vivek (Bhagwan's companion). The investigators will then go to Sante Fe, New Mexico to interview Helen Byron and her daughter concerning the attempted poisoning of Mrs. Byron by commune members.

Subpoenas were served today at the Rajneesh Travel Service and at the offices of the Rajneesh International Neo-Sannyasins Commune for records concerning movements of commune members for purposes of relocating them at a later date. Rajneesh Times Newspaper was also served with a subpoena for photographs to further aid in the identification of commune members involved in the investigation.

A note of interest was made that Grand Jury in these cases has been scheduled all the way up into June, 1986.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 3, 1985 8:00AM

RAJNEESHPURAM

EVENTS OF THE MORNING

R

by

Sergeant Edwards

Several buyers are still on the Ranch. All of the generators have been sold. Cattle had been previously sold and now hay is being shipped out. For the last two days, all of the farm equipment is being gathered up.

The Wasco County Sheriff's Office was at the Ranch yesterday, but as yet the injunction preventing sales of equipment on the Ranch has not been served. There is a problem with the bond. If things get straightened out, the papers should be served today.

Swami Niren is supposed to be served, but was not on the Ranch yesterday. He is supposed to be there today.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 2, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

by

Sergeant Edwards

There are two WascoCounty Deputies at the Ranch who may or may not be serving civil papers. If they are not served tonight, then possibly tomorrow.

Very, very quiet.

Major Robert R. Moine

Sheriff LaBrousse has 27 civil papers to be served. Each complainant was to post \$100,000 bond.

Trying to get restraining order that nothing can be taken out of state until after the hearing of December 6th. The hearing is to determine if there is justification in those claims to warrant a restraining order.

kv

DEC -2 1985 R

TIME 9:20AM

OFFICER'S REPORT

No. _____

Place MADRAS

OREGON STATE POLICE

County JEFFERSON

Subject RAJNEESH INFORMATION

NOVEMBER 30, 19 85

On November 23 and 24, writer was assigned to work the Antelope from 7AM to 3PM with Senior Trooper Shepard from The Dalles. During that time period the following number of vehicles and persons were noted coming from the Ranch area:

November 23

11 cars

26 occupants

1 bus

22 occupants (approximately)

November 24

16 cars

47 occupants

3 buses

85 occupants (approximately)

Majority of the above cars left Antelope westbound towards Willowdale on Highway 293. Buses left north on Highway 218 towards Shaniko.

Also on November 24, one old school bus left west on Highway 293 loaded with boxes and bags. Only the driver and possibly three (3) passengers were observed.

Total for the two (2) days:

27 cars

3 buses

183 occupants



453-51 L.N. Adkins, Sergeant

LNA:ams
12-01-85

R

DEC -2 1985

Form 3a-30M

TIME 12:00AM

OFFICER'S REPORT

No.

Place MADRAS

OREGON STATE POLICE

County JEFFERSON

Subject RAJNEESH INFORMATION

NOVEMBER 28, 19 85

Writer was assigned to patrol the Antelope area on November 25 thru 28 from 3PM to 11PM each day. The following is a daily and total tally of cars and occupants which appeared to be Rajneesh, which left Rajneeshpuram during the listed hours. No buses were observed. Listed vehicles consist of passenger cars, pick-ups, and vans.

	Cars	Occupants
November 25	12	31
November 26	28	64
November 27	13	30
November 28	7	13
	<u>60</u>	<u>138</u>

Kim Campbell
 253-51 Kim L. Campbell, Senior Trooper

KLC:ams
12-01-85

Rajiv's Movement

12-03-85 2⁵⁰

Bob Cannon advised

- (1) grey olds 4 door w/B w/6
- (1) yellow Datsun n/B w/2
- (1) blue Ford slw w/B w/2
- (1) old type ambulance w/B w/2
- (1) semi w/reefer w/Jager

Transport on door headed

* 12-7

towards ranch w/ PUC

KL 9833 - lic - T413747

(2) 2-ton trucks w/ Culver

Seed co. heading towards

Ranch H

* Antelope resident reported that they met bus going out back way full. - Tpr Cannon did not observe.

AS

0105 12/03/85 1528 (34WK)

** PAGE 01 **

CPS.120393

I,T413747

TY:T MA:WHITE ST:TR YR:56 L: SF:0

ID:WFS164T224? TI:8483681218

CD:L FXP:03 85 P/DT:012185 FL:

PR:0 WHEEL:0 WT:046000

OS:JAGFR,GERRIT ALBERT 000000

OS:JAGFR,PATRICIA MARIE 000000

R:0699 N HWY 97

R:PO BOX 362

TERRIBONNE 97760 0000 09

13:US NATIONAL BANK OF OREGON

L:REDMOND BRANCH

L:REDMOND BRANCH

L:PO BOX 866

REDMOND

DISPLAY COMPLETE R=Y C=N S=N

*** NO MORE PAGES ***

By

Various Officers

November 27, 1985 by Trooper Campbell

Transportation of livestock from Rajneeshpuram. Please refer to Information Report entitled Livestock Inspection Information by Trooper Kim Campbell dated 11-27-85. Driver, Rooker, Robert Stanley was op a 1975 Peterbilt truck, license F108212, transporting 89 head of cattle from Rajneeshpuram, 28 of which had no brand. The shipper was Norton Cattle Company of Madras. Driver was warned for having no license plate on the transportation slip and destination place was also not listed. Driver advised the Rajneesh had made out the transportation slip.

November 29, 1985

SP Bend received information that the Hammer Lumber Co. and Westside Cash & Carry, 1768 W. 6th, Eugene, are buying large amounts of building materials from Rajneeshpuram on a cash basis (cash deals only). Both of these firms are affiliated, owned by John Hammer.

December 2, 1985

Information From Trooper Cannon, SP The Dalles. He has made the following observations prior to Noon, this date. Two buses left northbound from Antelope with approximately 20 persons on board. Two trucks left. One had a front-end loader on it. An enclosed truck was reportedly carrying tires and pallets, by the truck driver. Items were not actually seen. Four cars left, two persons in each vehicle. Two vehicles left north and two vehicles left south.

December 2, 1985, information from Sergeant Edwards at the Ranch.

He has been advised that Sheriff LaBrousse will be arriving at the Ranch today to serve civil papers. He will be stopping at 1:30PM in Antelope to pick up the city records and then on to the Ranch. Dhyhan John has left the Ranch. Swami Niren is now in charge of the Ranch. Niren and Attorney Ransom of Portland are to be meeting secretly this morning at the Rajneesh Hotel on the Ranch.

INFORMATION

by Sergeant Edwards

This morning at 11:00 AM, the Antelope City Council is going to turn over records to Wasco County Sheriff Labrousse and the rest of the city council will resign.

Sunday, 12-01-85, 12 truck loads of Rolls Royces were removed from the Ranch. The new owner, a buyer from Texas, had 12 semi trucks haul the vehicles from the ranch using 6 sets of chains. Seems the gentleman was told that it might be rather difficult to remove the vehicles without chains and he didn't quite believe what he was told. The gentleman from Texas departed the Ranch on Sunday aboard his private jet.

Sgt. Edwards advised that he spoke to a truck dealer from Pennsylvania this morning (12-02-85). The dealer said that he had purchased 4 of the 1984 Mack dump trucks from the Ranch and will move them out in the next week or so, as soon as the weather improves. The dealer stated that he was going home today and that he thought he had gotten a fabulous deal on the trucks.

Sgt. Edwards listened to a conversation between an Oregonian reporter and a Ranch attorney. Nothing was learned as both individuals were attempting to gather information from each other.

There will be a meeting today, the subject of which has not been announced. At the present time (12-02-85, 8:20 AM), two attorney's are meeting and the subject of their conversation is being held secret.

Sgt. Edwards advised that not more than a half dozen people were on the streets on Sunday, which is rather unusual.

It is estimated that there are between 450 and 500 people still on the Ranch. It is estimated that approximately 150 people are leaving per day.

Sgt. Edwards stated that a truck salesman had told him that he thought that everything should be sold at the Ranch in about a week or so. It was his opinion that everything would be gone in that time.

In talking to a sannyasin, Sgt. Edwards was told that only one person was now wearing all the hats at the Ranch and that it was just too much for one person to be responsible for. No name was mentioned, but Sgt. Edwards would attempt to gather more information.

JE/br

RAJNEESHPURAM INVESTIGATION

RAJNEESHPURAM

11-29-85
7:55 AM

BY

Sergeant Michael A. Searcey, Bend Patrol Office

Sergeant Searcey advised that things on the Ranch appear to be about the same. The city council meeting scheduled for Saturday, November 30, 1985 is still scheduled.

The Dalles, Texas car buyer is expected to return today. Information is that there will be a press conference today concerning the car sales at 3:00 or 4:00 PM.

Rumors from the press are that people will be flocking to the Wasco County Courthouse to put liens on property before it is sold. No confirmation has been received on this.

Channel 8 News filmed a story about the Thanksgiving dinner at the Ranch. If the film gets out, it should be shown on the 5:30 PM news today.

MAS/br

Address:
 Rajneesh Financial Services Trust
 P.O. Box 23
 Rajneeshpuram, OR 97741
 U.S.A.

Personal Information
 (Please print)

Passport Name(s) _____
 First Middle Last

Sannyas Name(s) _____

Address _____
 Street City

State Zip Country

Initial Payment _____
 Currency Amount

APPLICATION

I hereby apply for the issue to me of a prepaid purchase card, "The Rajneesh Currency Card", and, if my application is accepted, I agree to be bound by its terms and conditions of issue printed on the reverse side which I have read.

Date _____ Signature: Passport _____

Sannyas _____

TERMS AND CONDITIONS

1. Rajneesh Financial Services Trust (hereinafter "Trust") undertakes that all businesses appearing on its published list from time to time ("listed businesses") will sell their goods and services to applicant, without requiring payment at the time of purchase by applicant of the price or prices of same. Such purchase price or aggregate purchase prices may not exceed the outstanding prepaid amount from time to time under the Card. Listed businesses will be published regularly at the offices of the Trust in Rajneeshpuram and at offices of agents of the Trust outside the United States of America. Listed businesses will also display an appropriate sticker.

2. Trust undertakes with applicant that Trust will immediately make payment to listed businesses of the purchase price or aggregate purchase prices of goods and services purchased by applicant in accordance with these terms and conditions up to the outstanding prepaid amount from time to time under the Card.

3. Trust acknowledges that applicant has the absolute right personally or by mail to require immediate repayment of an amount equal to outstanding prepaid amount at the principal office of the Trust in Rajneeshpuram, Oregon, or at listed offices of agents of the Trust outside the United States of America published by the Trust in THE RAJNEESH TIMES.

4. Trust undertakes to maintain records at all times of prepayments, purchases and the outstanding prepaid amount and to provide a full statement thereof to applicant upon request made personally or by mail to the principal office of the Trust or its listed offices.

5. Trust has no obligations to applicant in respect to the outstanding prepaid amount except as expressly set out in these terms and conditions.

6. Applicant undertakes strictly to observe certain essential conditions in making purchases with the Card which conditions are also set out upon the reverse side of the Card and which are as follows:

- "For use only by the authorized signatory (applicant) in accordance with the card terms and conditions current at the time of use.
- "Purchase invoice must be signed by the authorized signatory (applicant) at time of purchase in presence of the vendor.
- "Card number must be recorded on each purchase invoice.
- "Card remains property of the Trust.
- "Card may not be negotiated, transferred, circulated, or used as money.
- "If found please return to above address."

7. Applicant undertakes to use his best endeavors to make prepayments sufficient to maintain the outstanding prepaid amount at his expected level of purchase expenditure in order to avoid a denial of purchase authorization. At no time will credit be extended to the applicant by the Trust or a listed business vendor.

8. Applicant undertakes not knowingly to make or to attempt to make any purchase the price of which exceeds the outstanding prepaid amount.

9. Applicant undertakes that if at any time the outstanding prepaid amount for a period of three months remains less than \$10, a monthly service charge for an amount published as aforesaid by the Trust will be deducted from the outstanding prepaid amount.

10. Applicant undertakes and acknowledges that the Trust shall have no responsibility whatsoever under any Federal or State statute or at common law or in equity for or in connection with the quality, fitness or otherwise of goods and services purchased by the applicant.

11. Applicant undertakes that if applicant purchases goods or services by mail or telephone, the listed business vendor is authorized to sign the purchase invoice on behalf of the applicant at the time of dispatch of goods or supply of services. In such cases, the Trust undertakes to require production by the listed business vendor of documents evidencing dispatch or supply. Except as aforesaid a purchase of goods or services by mail or telephone is at the sole risk of the applicant in all respects.

12. Applicant acknowledges that the Trust is not the agent of the applicant or of listed businesses for any purpose.

13. Applicant undertakes to report any loss or theft of the Card within 24 hours thereof to the principal office of the Trust or to any listed office of an agent of the Trust. Applicant will be responsible for any loss to the Trust resulting from any failure to report such loss or theft.

14. Trust or applicant may at any time unilaterally and without cause, terminate this agreement by notice in writing given personally or by mail to the principal office or any of the listed offices of the Trust as aforesaid. Upon termination, an amount equal to the outstanding prepayment amount shall immediately be repaid to the applicant less only the costs of transfer or conversion of the prepayment in the case of repayment by mail or wire transfer. Termination shall not affect the existing obligations of the parties.

15. Subject to the provisions of any applicable local exchange control law applicant may make and Trust will accept prepayment from U.S. non-residents in any major currency. Any prepayment made in a currency other than United States dollars will be converted into United States dollars at the United States dollar purchase rate applying to that currency upon the date of conversion appointed by the Trust being not later than the last banking day of the month in which the prepayment is made in cash or cleared funds available to the Trust for purchase of United States dollars.

16. These terms and conditions may be amended from time to time by the Trust giving written notice to the applicant by mail or by publication of the same at the principal office of the Trust or at listed offices or in THE RAJNEESH TIMES. Unless the applicant terminates the agreement prior to the effective date of the amendment the same shall be binding upon the applicant.

17. This agreement and the terms and conditions shall be governed by the laws of the State of Oregon, USA.

RAJNEESHPURAM INVESTIGATION
DECEMBER 4, 1985

RAJNEESHPURAM

EVENTS OF THE MORNING

by

Sergeant Edwards

2
ju

The Trading Emporium, Inc. was the firm that purchased the weapons from the Security Force at an unknown price, apparently more than the \$15,000.00 that they had offered.

Ma Anarada, the person living in Jesus Grove who had a U-Haul there yesterday, is leaving the Ranch on December 10th. She has a Bronco she is trying to sell and is going to drive it to Seattle before selling it back to the dealer.

Niren and Isabel are both alleged to be in Portland and have not returned to the Ranch. Dhyan John has not been seen and no one knows where he is at. Sunshine has not been seen for a long time.

A couple of cattle trucks belonging to Let 'Er Buck are at the Ranch and they were heading down toward the farm.

kv

RAJNEESHPURAM INVESTIGATION
December 4, 1985 Morning

THE DALLES TASK FORCE

EVENTS OF THE DAY

By

Lieutenant Dean L. Renfrow



The Wasco County Grand Jury will be hearing the following witnesses today:
Jayananda (Former husband of Sheela)

Vadan

Pragitan (Attorney)

Niversh (Peace Officer)

Satsanga (Peace Officer)

Pritam

Detective George Roshak will be on the Ranch this date and attempt to interview Puja's secretary, Udgita. Also, he is attempting to identify what witnesses are remaining on the Ranch and attempting to obtain forwarding addresses of those who are out of the area.

This date Detective John Salle and Investigator Randy Banks (DOJ) will be departing for the following cities to interview witnesses: Tucson, Arizona, December 4th; Santa Fe, New Mexico, December 7th; Los Angeles, December 10th; San Francisco, December 11th, and return that date.

Persons interviewed during this trip will be Prabhodi and Siddah in Tucson, Helen Byron and her daughter in Santa Fe, Dr. Devam in Los Angeles-San Diego area. In San Francisco they will be checking motel records where Ava and accomplices stayed following the Planning Office fire.

We are tracing a vehicle that was used following the Planning Office fire to San Francisco and which was sold in Reno on a subsequent date. We have determined who the present owner is and will attempt to corroborate Ava's statement regarding this vehicle.

A request has been made to Lieutenant Renfrow to testify on Friday, December 6th in a civil hearing against the Rajneeshees, filed by a number of The Dalles restaurants. This is pertaining to the salmonella poisoning. The purpose of the hearing is to freeze assets on the Ranch. We are concerned that in this effort, attorneys will want to produce evidence concerning the salmonella poisonings that have been kept confidential and relative to our criminal investigation. The attorneys representing the restaurants have the writer's original affidavit, which is a public document, however are seeking more details. This matter has been referred to the Department of Justice attorneys, who are discussing this with them now.

Supt Williams
qu

FROM RAJNEESH NEO-SANNYAS INTERNATIONAL COMMUNE
P.O. Box 1, RAJNEESHIPURAM, OREGON 97741, USA.....

(Use carbon - copy to purchaser if
required; original and payment to accounts)

BILL OF SALE

Sold to:

Date of Sale: 12/04/85

(full name and address)

Trading Emporium
909 So Riverside, Medford, Or 97501
#772 4460

Description of items sold:

(include: Equipment as detailed on attached lists
RNSIC # (PAGES 1, 2 AND 3)
year
make

Quantities \$ (each)

(accurate or
estimate -
state which)

Cash \$12,500.00

Total \$ 15,000.00

Form of payment: check 2,500.00

Seller: *Sujato*

Purchaser to sign: *[Signature]* STE INC.

The above goods are sold with clear title and the purchaser's
title will be free and clear of any liens and encumbrances.
Rajneesh Neo-Sannyas International Commune makes absolutely no
express warranties regarding the condition of the herein
described items and disclaims all warranties of merchantability
and fitness for any particular purpose.

SMITH & WESSON ~~REVOLVERS~~
MODEL

OFFICIAL NR

19✓	AGK 2154
19✓	199K547
66✓	AED 6474
19✓	ACD 4577
19✓	ABK 4278
19✓	ABK 1132✓
19✓	199K198
19✓	ACD 6355
66✓	AED 8186
66✓	AED 3666
66✓	AED 4268
66✓	AEC 8185
66✓	AEC 1649
18✓	12.D.0611
19✓	ABH 0233
19✓	ABH 0367
19✓	AAT 1599✓
37✓	ADA 9900
36✓	17 1734480
469✓	A870311

Pistols

Remington 1911✓	924812	45 Pistol
COLT MK4✓	FG25896	45 "
COLT MK4✓	FG25912	45 "

I.M.I. ISRAEL 9MM UZI	B	SA 50033 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50025 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50032 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50021 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50026 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50023 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50030 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50024 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50027 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48545 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48534 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48533 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48541 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48531 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48542 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 48532 ✓

I.M.I. ISRAEL 9MM UZI	B	SA 48543
I.M.I. ISRAEL 9MM UZI	B	SA 48535
I.M.I. ISRAEL 9MM UZI	B	SA 48544
I.M.I. ISRAEL .308 SEMI AUTOMATIC RIFLE GALIL 332	MR	04671
I.M.I. ISRAEL .308 SEMI AUTOMATIC RIFLE 332 GALIL	MR	06813
I.M.I. ISRAEL .308 SEMI AUTOMATIC RIFLE 332 GALIL	MR	06650
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	06906
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	06902
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	07025
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	06850
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	07156
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	06914
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	06944
I.M.I. ISRAEL .308 SEMI-AUTOMATIC RIFLE MR 332 GALIL	MR	06934
WINCHESTER 30-06 BOLT ACTION RIFLE	70	17996 ✓

AUTOMATIC RIFLE	CAR-15	71400 ✓
OLYMPIC ARMS CORP. CAR-15 SEMI AUTOMATIC RIFLE	CAR-15	71464 ✓
I.M.I. ISRAEL .223 SEMI AUTOMATIC RIFLE 372 GALIL		MR03045 ✓
I.M.I. ISRAEL .223 SEMI AUTOMATIC RIFLE 372 GALIL		MR 02952 ✓
I.M.I. ISRAEL .223 SEMI AUTOMATIC RIFLE 372 GALIL		MR 03059 ✓
I.M.I. ISRAEL .223 SEMI AUTOMATIC RIFLE 372 GALIL		MR 03051 ✓
I.M.I. ISRAEL .223 SEMI AUTOMATIC RIFLE 372 GALIL		MR 03073 ✓
I.M.I. ISRAEL .223 SEMI AUTOMATIC RIFLE MR 372 GALIL		MR 02838 ✓
I.M.I. ISRAEL .223 SEMI-AUTOMATIC RIFLE MR 372 GALIL		MR 02762 ✓
I.M.I. ISRAEL .223 SEMI-AUTOMATIC RIFLE MR 372 GALIL		MR 02832 ✓
I.M.I. ISRAEL .223 SEMI-AUTOMATIC RIFLE MR 372 GALIL		MR 02621 ✓
I.M.I. ISRAEL .223 SEMI-AUTOMATIC RIFLE MR 372 GALIL		MR 02830 ✓
OLYMPIC ARMS INC. 223 SEMI AUTOMATIC RIFLE	CAR-15	70873 ✓
OLYMPIC ARMS INC. 223 SEMI AUTOMATIC RIFLE	CAR-15	70688 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50028 ✓
I.M.I. ISRAEL 9mm UZI	B	SA 50034 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50022 ✓
I.M.I. ISRAEL 9mm UZI	B	SA 50031 ✓
I.M.I. ISRAEL 9MM UZI	B	SA 50029 ✓

BRAND & DESCRIPTION	MODEL NO.	SERIAL NO.
AIMPOINT MARK III SIGHT & SCOP ATTACHMENT-3X	MARK III	
SPRINGFIELD ARMORY INC SCOP	ART IV	
SPRINGFIELD ARMORY INC SCOP	ART IV	
BIPOD JOR MIA RIFLE	MIA M-2	
BIPOD JOR MIA RIFLE #49	MIA M-2	
STURN RUGGER & CO. INC. .44 MAGNUM SEMI AUTOMATIC RIFLE		102-89557
WINCHESTER	MODEL 190	# 8142 423
WINCHESTER 12GA SHOTGUN	DEFENDER	L1339416
	1200	

~~1 BEAR* NARCOTICS DETECTION DOG~~
~~3 DOG FOR NARCOTICS DETECTION~~
~~7 DOG FOR EXPLOSIVES DETECTION~~

6 SAFE 72" HIGH, 2 DOOR COMBINATION LOCK

RAJNEESHPURAM INVESTIGATION
DECEMBER 6, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

By

Sergeant Michael Searcey



RICO talk is very prevalent at the Ranch. There is great concern among the Samnyasins about their assets being frozen in the bank (Rajneesh holding facility). They are being told that their accounts can be used for essentials such as food and small personal items. No other withdrawals or monies for travel are allowed.

Today is the last day for classes at the Rajneeshpuram school, officially closed as of 4:00PM today.

250 people are supposed to be leaving today. A group of 70 will be leaving at one time.

Rajneeshpuram is supposed to have observers down here regarding Chapter 7 with persons checking assets being removed and records, however have observed no one in person.

The attorneys on Chapter 7 have access to all records. No payments on any new debts, but they will allow payment on the old debts. Rajneeshpuram will be allowed to spend \$90,000 for essential expenses by December 10. They can continue to sell, but nothing over \$50,000.

The State RICO papers were filed on 26 corporations, but information is that the City of Rajneesh (Antelope) was not one of them.

Apparently there is a deficit around \$6,000,000. (Information from news media) Cash flow is reported as \$140,000 per day.

Apparently there has been loaning done from one corporation to the next. This is to cover day to day operations. They are going to try and repay the Trust Account, (Samnyasins banking facility and Samnyasins' loans).

Expenditures for food and essential items is running (reportedly) \$20,000 to \$30,000 per day?????

Shushia (sp) who has filed suit against the Corporations at Rajneeshpuram from either Germany, Sweden or Switzerland, was called by Niren and the message was she would be repaid Tuesday, December 10, 1985 of \$175,000 from the Car Trust Fund.

All sales by distributors coming to the Ranch are to be paid on a cash basis only.

The Samnyasins are SAYING they are receiving 25% to 120% on their investment dollar in the sale of the heavy equipment, irrigation pipe, etc.

Dhyan John is in London and Isabel says she doesn't know when he is coming back.

Regarding RICO, they are asking for seizure of the Hotel, property in Antelope, and 835 vehicles to be forfeited to the State, \$250,000 on each violation and no further business transacted in the State of Oregon. (Information from the media).

RAJNEESHPURAM, EVENTS OF THE DAY, continued
December 6, 1985

Extremely quiet at the Ranch. The main concern seems to be RICO. What avenues they had of leaving through the money they had in the Rajneesh "bank" has slammed the door for a few people trying to get out of here. Supposedly Rajneesh Corporation (unknown which one) has \$600.00 available for 200 to 300 people (Sannyasins) who might need help to leave.

Seven members of the Peace Force left today.

Reportedly Ma Barkha is in San Francisco and this is unverified.

December 9, 1985 - Rajneesh information

Auction for remaining property has been reset to December 17, 18 and 19.

All businesses have been closed except the restaurant, pizza parlor, delicatessen and hotel.

The weapons that were purchased left yesterday - one .357 revolver reported missing. Also we took a report that a life saving unit is missing.

There is some concern that there may not be 100 Sannysens left for caretakers after January 1, 1986.

We had a report that an Attorney General investigator was stopping traffic at Willowdale - our Troopers were unable to verify, however, it appears that Jerry Hightower of the Fraud Unit may have been in the area.

Wasco County SO were able to serve Niren with RICO charges yesterday completing the persons to be served.

Rumors on the ranch are that a group of bankers visited yesterday and made an offer of 40 - 45 million for the Ranch.

Rajneeshees estimate their population at 700, we estimate 250.

DAP:cgc

DEC. -6. 1985

*Copy for GHP
R
done*

Form 3a-30M

TIME 12:30AM

OFFICER'S REPORT
OREGON STATE POLICE

No. _____

Place Madras

County Jefferson

Subject RAJNEESHPURAM DEPARTURES:

December 5 1985

Departures from Rajneeshpuram for November 1985 are listed below.

November 28, 1985, Thursday

- 2 - Buses, loaded with an unknown number of passengers.
- 3 - Cars, 8 people.

November 29, 1985, Friday

- 3 - Buses, loaded with an unknown number of passengers.
- 2 - Cars, 5 people.

November 30, 1985, Saturday.

- 2 - Buses, loaded with an unknown number of people.
- 7 - Cars, 20 people.

[Signature]
30-51 L. L. Williams, Inc. 1985

RAJNEESHPURAM INVESTIGATION
DECEMBER 9, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

by

Sergeant James Edwards

Extremely quiet, nothing much going on.

McDonald Farms of Ashwood, truck license F110588 and semi-trailer van, HT29157 is at the Ranch and they are loading it full of bicycles from the bicycle shop. McDonald has been hauling loads of hay out of there to Ashwood for some time and had purchased about 100 tons of hay. He is now in the bicycle business.

Another two men that were at the Ranch were hay buyers. No other buyers this date that are known to the writer.

By Sergeant Brian Mikkellborg

1:25PM Information from Alex Fisher, Wasco County Electric

On Friday the following electrical services were disconnected at Rajneeshpuram:

15 trailers and 1 well in the area of the batch plant.

2 groups of trailers east of substation. These trailers believed to be restrooms.

1 well and 1 greenhouse near the vegetable wash.

4 irrigation pumps.

Crews are at Rajneeshpuram now for more service disconnections.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 10, 1985 NOON

RAJNEESHPURAM

EVENTS OF THE DAY

BY

Sergeant James Edwards

Nothing much going on. Traffic light. Few people around.

Talked to auctioneer, Jack Healey, P.O. Box 1, Moro, Oregon 565-3780.
Auction will be held Dec. 17, 18 and 19.

He is bringing in 10 auctioneers, leasing rooms for his best customers, and the Rajneesh will have 400 additional rooms opened to the public to accomodate buyers.

They are expecting 1,500 people. Their vehicles will be parked at the cafeteria location. Buyers will be transported by bus from one sale to another. Each buyer must sign in upon arrival and will be given a card and sticker for his car.

It sounds like Healey and his people will be involved in the security of the area and property. It also sounds like the Rajneesh security people will have extra people, about 30, and the Rajneesh Police Department will have extra people.

The Police Department said they expected extra State Police Officers during the sale.

Two restaurants will be opened too, at that time.

kv

December 11, 1985

On December 10 U. S. District Court Judge Helen Frye ruled that the city of Rajneeshpuram is unconstitutional and does not legally exist.

On December 10 Federal Bankruptcy Court directed that two persons, Koenig and Mitchell, have been placed in charge of the Rajneesh liquidation. Rajneesh are allowed to expend up to \$50,000 to fund the remaining residents to return to their homes.

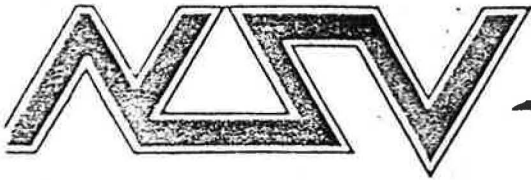
Commune members met last night and were advised of the court rulings and that the auction was cancelled. Estimated about 100 attended.

A letter has been distributed to all members scheduling a meeting and vote on December 16 at 2:00 p.m. for a Board recommendation on the sale, lease or exchange of all commune property.

The 100 caretakers have been selected.

Rajneeshees claim population of 350-400. We estimate 100-200.

Channel 8 is videotaping a religious meeting today, Bhagwan's birthday.



REPORT



VOL. 3 - NO. 3 - A QUARTERLY OVERVIEW OF THE NATIONAL SOCIALIST VANGUARD - JUL/SEP 1985

P.O. Box 328, The Dalles, Oregon 97058 7058

ST DIRECTOR R.E. COOPER — MANAGEMENT
ST DIRECTOR D.H. STEWART — OPERATIONS
ST DIRECTOR F.L. SURBER — BUSINESS

A VISIT TO RAJNEESHPURAM

On 22 Sep 85, ST/NSV Directors Dan Stewart and Fred Surber, conducted a fact-finding investigation of Rajneeshpuram, Oregon. The Rajneeshes have recently been given extensive media coverage as a result of a schism within the leadership of this cult settlement, headed by its guru, Bhagwan Shree Rajneesh, exiled from India. The Bhagwan's empire consists of three parts--Rajneesh which used to be Antelope, Oregon (population originally 51, but now 115); Rajneeshpuram which is a farm community (population 4,000); and Rancho Rajneesh (population 1,229).

In spite of our disapproval of the values and motives of the Bhagwan, it was apparent to us that this guru not only had a strong appeal to his followers, but he also was able to take over a small community in rural Oregon where relatively few people lived, build a large society out of almost nothing and amass a bank account of \$200 million (plus other assets). Since the NSV has aspirations of building a self-sufficient community of our own along National Socialist principles, we felt that perhaps there is something that could be learned from this guru, regardless of ideological differences.

For months now, we have seen busloads of newcomers heading to Rajneeshpuram along U.S. Highway 97 and Interstate 84, but never did any of the individuals explain the attraction to the guru except for maybe something like, "If you were one of us, you would know." Needless to say, that did not tell us much. Thus, Director Surber, a professional military man, and Director Stewart, a practical methodical person, decided it was time to investigate the Bhagwan's empire.

During the trip to the community, a number of anti-Bhagwan

epithets and slogans were seen along highways. There were road signs containing quotes from the Bible and graffiti--all against the Bhagwan and the Rajneeshees. Certainly, recognized Directors Stewart and Surber, Oregonians are at odds with this alien cult community, and even feel intimidated by its presence and the thought that this guru's influence could expand and eventually engulf other Oregon communities in a similar way without any checks or bounds. In this respect, we sympathize with Oregonians, but did not these cultists make something out of almost nothing, out in a "no-man's land", away from everybody else and with no intention to intermingle with others? Yes, apparently they did so and do so with all sanctions of existing laws! In fact, the skirmishes between the Rajneeshees and outsiders are as a result of the outsiders' traveling to the Rajneeshees. Not only that, but the outsiders, for the most part, are not Oregonians. Considering all things, Directors Stewart and Surber commenced with the mission about as unbiased as one could get.

Before taking the bus tour, The Directors were required to sign two forms by the Rajneesh Peace Force, stating that they had no firearms, bombs or drugs in their possession or vehicles. One form authorized a body search if contraband was suspected. Director Stewart asked if there were a lot of FBI and Oregon State Police out there for the recent investigations and the Rajneesh Peace Force officer replied, "We thought you were". (Note: The Rajneeshees are encouraged by their leaders to experiment with "mind-expanding drugs" so we suspected at least part of the preliminary search was for show.)

The first impression was one of amusement. The people wore lots of red and purple and almost all had bead necklaces. Upon closer inspection, almost every one looked weird. In San Francisco, weirdos are commonplace and can be seen interspersed among the general population. Almost every Rajneeshee was weird! About 75% were women and most of those were lesbians. The dykes were easily detected by crude behavior, unshaven legs and hairy armpits. Most of the men were homosexuals. Overt homosexual gestures were observed. Among the Rajneeshees, free open sex is not only permitted, but it is considered impolite to refuse the sexual advances of another! The Bhagwan himself publicly states that he practices what he preaches, and states that his swami male nurse has given him better service than any woman could.

Everybody shares everything they have--cars, food, housing, clothing, children and even bodies. Personal property does not exist as this is a Marxist commune in operation. The sewage is used as fertilizer for the crops. The society is cashless and the medium of exchange is a Rajneesh Currency Card. It has a medical clinic and most things any community has. No children have been born there in over 4 years and

birth control is encouraged and practiced to the maximum. The children there were not born there and they are shared by all also. Three people have died and were cremated. Cremations are done by the community members and everybody celebrates at these events. The ashes are disposed according to the desires of the deceased. There is no cemetery.

Recently, one of the commune members died. The community publication states the cause was cancer, but our representatives learned from an unofficial source that AIDS was the cause. The body of Lazarus was cremated on a funeral pyre three days prior to the arrival of our representatives. What the tour guide showed Directors Stewart and Surber was a pile of ashes from the funeral pyre. However, upon closer inspection, it was noted that the body was not completely cremated. The bones and charred remains were still visible. A couple children were handling the jawbones, ribs and other bony remnants. The tour guide exclaimed to the mother of the children, "That's Lazarus!" The children were then corrected.

After the tour, it was time for coffee break. Alcohol sprayers were present in the restrooms. As a courtesy to diners in the eating establishments, restaurant employees offered to spray the customers' hands with alcohol as the customers were seated at the table. Apparently, there is a major concern for sanitation in order to avoid contamination. AIDS is not uncommon to the commune. AIDS prevention kits are sold in the commune as the commune leaders know that the major attraction for the commune members is free, open unlimited sex and, without that attraction, the commune would cease to exist.

Directors Stewart and Surber concluded the following about the Rajneeshpuram commune:

1. Free, open sex is the main attraction.
2. Use of mind-expanding drugs is encouraged.
3. About 75% are women and most of them are lesbians.
4. Most of the men are homosexuals.
5. Almost all members lack self-esteem, are weird, are mentally defective and do not look others in the eye.
6. The agriculture is not sufficient to support the commune.
7. Sanitation is extremely poor.
8. AIDS problem is present.
9. Jews form the hierarchy and run the commune.
10. Rajneeshpuram is a model Jewish Marxist commune which survives on capitalist money supplied by wealthy Jews who use the donations as tax write-offs. (Sound familiar?)

Director Surber stated that the "hatred" that Oregonians have for the Bhagwan is more of a superstitious disregard and that if they would take a trip to learn the facts, only then would they truly hate him. Director Stewart stated upon return

that Rajneeshpuram was the most disgusting thing that he had ever seen and that he wished he had brought a flamethrower.

AMERICAN INDUSTRY--A "20/20" SEQUEL?

In August, the "20/20" television program produced a program which showed increasing numbers of financially and emotionally troubled farmers in the Midwest turning to such groups as the Posse Comitatus, Aryan Nations, The Order and the Covenant Sword and the Arm for leadership. "Representatives" of farm, civil rights and religious groups have denounced the efforts of these White survival groups and claim they are promoting anti-semitism and violence. These representatives warned at a news conference that unless government officials, religious and community leaders make a concerted effort to halt the economic crisis plaguing farmers, extremist groups would have greater success stirring up "racial bigotry" and violence.

An article on page 1 of USA Today, 30 Aug 85, illustrates the degree of American dependence on the minerals in South Africa for our vital industries. According to the article, we get the following percentages of essential minerals from South Africa: Platinum 66%, vanadium 45%, cobalt 61%, manganese 39%, palladium 50% and chromium 55%. According to the article, these figures are yearly averages for the years of 1980-1984 and the sources were the governments of the U.S. and South Africa.

Should American industry ever suffer an economic crisis similar to the ones that the farmers are now facing, you can be sure the White survival groups will be right there organizing. For those of you who lack perseverance for the future, you ain't seen nothing yet!

MANAGEMENT REPORT

TRIP REPORT: At 2130 hours on 3 Jul 85, ST/NSV Management Director Rick Cooper commenced on a 3.5-week cross-country goodwill and organizational trip which covered 9,404 miles. At about 2300 hours, Director Cooper encountered Movement activist and Comrade Wayne Raymond of San Jose as both vehicles were heading north on Interstate 680. Mr. Raymond was the procurer of the old NSWPP troop transport that was used in numerous demonstrations in Northern California from 1973-1976. Mr. Raymond, his wife Jeanette, his wife's sister and Mr. Cooper all converged at a cafe in Concord to brief each other on current events. At 0100 hours, 4 Jul 85, Director Cooper proceeded east with next stop being Omaha.

On the morning of the 6th, Director Cooper met with an ST stockholder and White survival activist in Omaha for several

hours before pushing on to the next stop. On the 7th, respects were paid to a former American Nazi Party member in Michigan. Other activists were visited on the 8th.

During the afternoon of the 9th, Director Cooper arrived at the Mountain Church where he visited with Pastor and Mrs. Robert Miles. Discussed were a number of things that could not be covered either through the mail or over the telephone. The Mountain Church was in the process of recomputerizing the prisoner mailing list to update the capabilities of the church's high tech operations. Any White survival activist commencing a prison sentence should not enter a prison feeling alone. This new prisoner computerization will allow The Mountain Church to alert our people within the institution when one of ours is being imprisoned by the system so the new inmate will receive the proper friendly reception. On the other hand, whenever one of our enemies is imprisoned, our people inside will likewise be appraised of the enemy's arrival so the enemy can receive the type of welcome and treatment he deserves during his stay. All White survival activists are encouraged to make note of any of our friends and enemies that are about to begin prison sentences and to send the information to The Mountain Church. Additionally, White survival activists are encouraged to support Movement prisoners either directly or through The Mountain Church in whatever way they choose as these prisoners will one day be out of prison and will be part of the Movement's "irregular forces". Thus, it is wise to help the prisoners now so they will help us later.

On July 10th, a visit was paid to Mr. Robert Brannen of Ohio, former Chairman of the National Socialist Movement. Although Mr. Brannen has retired from the NSM leadership, he still assists and advises the new chairman. Comrade Brannen is gradually recovering from the strokes that he suffered in the past and was in good spirits at the time of the visit. Of particular note is the fact that the long and bitter feud between Mr. Brannen and Mr. James Mason of the Universal Order seems to have ended. After visiting with Mr. Brannen, Mr. Mason was visited in the Chillicothe area.

During the 11th through the 13th of July, stops were made in North Carolina for more fact finding and information gathering. The Tri-State area of Maryland, the District of Columbia and Virginia was next visited on July 14th. It was New York State on the 15th for some legal research and the establishment of more contacts. Then back to the Tri-State area on the 16th and 17th. July 18th through the 20th took Director Cooper to North Carolina again. More contacts were established as well as a visit with the Braswells in Penland.

Frank Braswell had just recently been sent to prison in Kentucky after being convicted of a ridiculous charge of plotting to blow up Greensboro. The Braswells are respon-

sible members of their community and have stood their ground by filing legal suits against the crooks responsible for the charges. Although the case is far from over, at least the Braswells and their comrades have been shown more respect by the Ashville politicians and law enforcement people to the point that they receive no undue hassles at present.

On July 21st and 22nd, contacts were renewed in Alabama as well as legal research conducted in Wetumpka and Montgomery.

On the evening of 22 Jul 85, Mr. & Mrs. Michael "Poet" Gambrell were visited in the Nashville area. Poet has always admired the NSV's approach within the Movement. He and his associates in the Frei Korps plan to establish their own "Wolfstadt" in the Smokey Mountains. Anybody desiring to reach Mr. Gambrell can do so through the NSV.

On the morning of the 24th, Director Cooper headed west on I-40 through Arkansas, Oklahoma, Texas, New Mexico, Arizona and California with occasional stops. Salinas was reached at 2300 hours, 28 Jul 85, and it was back to work on the 29th.

WARNING: It has been brought to our attention that a handful of Movement personalities has been experiencing more and more difficulty living off their respective mailing lists. This, probably last spring, a meeting took place involving an unspecified number of these characters in the Washington, D.C. area, possibly undoubtedly concerned about their survival in the shadow of NSV successes. It is possible that these people will, in their publications, engage in a concerted attack against the NSV or The Directors in a last-ditch attempt to save whatever support they still have.

OPERATIONS REPORT

ATTENTION REAL ESTATE INVESTORS AND DEVELOPERS! The NSV/ST Operations Director has a desire to open a National Socialist headquarters on Interstate 84 and raise the swastika banners high above the Columbia River. The Director owns an 80-acre parcel of forest in the Midwest that he is willing to sell in order to finance this project. The property is secluded on a country road and electricity is in front of the property. This 80-acre parcel is valued at \$25 thousand, but The Director wishes to make a quick sale for \$20 thousand cash. For further information on this property, write to us.

WHITES FLEE TO NORTHWEST: The White territorial imperative discussed in the very first NSV Report is beginning to become a visible reality. In addition to the NSV, other White survival groups are encouraging our people to relocate to the Pacific Northwest and other states that are already predominantly White. For those who currently live in all-White areas, but are still living in states or regions that contain

a large percent of non-Whites, we wish to remind you that you are still part of the economic system of that state or region and thus are victims of unnecessarily higher costs of living.

For example, here in Goldendale, the cost of living is relatively low and the standard of living good. Our office here is a 2-bedroom apartment which is rented for \$175 per month. Minimum wage, just for illustration, is \$3.35 per hour which calculates to \$589.60 gross per month for a 40-hour work week. In your area, can you afford your own house or apartment, a car, feed yourself and have some money left over while earning minimum wage? You can here!

For those of you who own your homes or are retired, and live in a crime-infested neighborhood with high cost of living, consider that for a one-third to one-half of what your home is worth in your present area, you can buy the same home in this area or another all-White area and fatten your bank account with the remainder of the sale money.

Many of the small towns in Klickitat County have no police department and are not even incorporated. If formal law enforcement is needed, the Sheriff is called. For the most part, however, there is no crime to speak of and about half the homes that we enter have gun racks displayed prominently. We presume the remainder of the homes have a firearm of some kind tucked out of sight.

On a final note, a good percentage of the people living in these small rural towns are retired from California and are part of the White flight too so you won't have to feel alone should you move to the Pacific Northwest which is still a White bastion and where racist remarks are seldom criticized.

The NSV is still pursuing real estate investments to assist housing our people who are new to relocate to this area. For those of you who are unable to relocate and can afford to, you may consider investing in ST stock to help us get the job done at this end.

BUSINESS REPORT

During this quarter, ST Management Director Rick Cooper and ST Operations Director Dan Stewart finished their relocations to Goldendale to join ST Business Director Fred Surber. The additional manpower enabled us to get the increased demands of work done as our reputation is now well established. In Goldendale itself, the people have learned that only ST Enterprises not only has the most modern carpet-cleaning equipment in the world, but has the most affordable price. Our reputation increased by word of mouth more than anything else. Another indicator of our success occurred in August when the right-hand man of our leading "competitor"

approached us and asked for a job. It looks as though somebody is losing business and it sure isn't ST.

We found out quickly that homes in the small communities are desperately in need of carpet-cleaning service. If we do one carpet in one of these rural areas, we can figure on getting at least two more done that day also--just by word of mouth. We have learned from the residents in these areas that it is not uncommon to find people who bought new carpeting 10 years ago and never had it professionally cleaned because there was no such service available. In lieu of cleaning the carpets, they just vacuum often and throw them away when they become unsightly. Other people try to do the jobs themselves by traveling as far as 35 miles to rent portable machines from merchants, machines which are sometimes left inoperable or dirty by the previous users. Expense-wise, these people are usually surprised to learn that our cost is lower than the total cost to the customers when they pay the rental fee, the chemicals used, and the gas transporting the portable carpet-cleaner to and from the merchant's shop--not to mention the work they do and time used to do the work.

Business potential here is good, especially for entrepreneurs who have a badly needed service to offer people. We would like to see more of our people move to Goldendale and some have already written to us asking about visiting. This is fine with us although we would appreciate being informed prior to any such visit just when a person plans to be here.

SPECIAL OFFER: The NSV is offering a complete set of all the NSV Reports published to date for \$5. This collection will be sent in a three-hole loose-leaf folder for easy reference. This set is ideal for those who have not been on the NSV mailing list since its inception on 1 Jan 83 and who wish to follow our progress.

Hail Victory! The Directors of the National Socialist Vanguard

NSV REPORTS

RAJNEESHPURAM INVESTIGATION
DECEMBER 11, 1985 9:00AM

THE DALLES TASK FORCE

EVENTS OF DECEMBER 9
DECEMBER 10

By

Lieutenant Dean Renfrow

December 9, 1985 Monday

On Monday afternoon attorneys representing the State and Federal Governments and the attorney representing Sheela met in Portland to further discussions of potential plea negotiations. Mr. Beckman, representing Sheela, left on Tuesday for Germany to contact her with the Federal and State proposals, which are:

Federal: They want her to plead to the Turner assassination plot and the wiretap with a minimum 20 year sentence.

State: Want her to plead to any two felony charges, preferably the Hulse poisoning and the Planning Office fire and the third charge being RICO which would include aggregate offenses of all of the other allegations with a minimum 20 year sentence and no objection to the State charges running concurrent with the Federal 20 years.

December 10, 1985 Tuesday

On Tuesday, Lieutenant Renfrow was contacted by a former mother-in-law of Niren, who was concerned about Niren's 16 year old daughter, who had been a resident of the Ranch and who had told her mother, who is a physician in Long Beach, California, approximately one week ago, that she did not want to go to India, but rather wanted to go to her mother's and remain there for the holidays. The grandmother then got involved and made attempts to contact the grandchild without success. In the meantime, the grandchild called her mother again and advised that her plans had changed, she did not want to stay with her mother and that she was leaving the country with two men. The grandmother is extremely concerned for the safety of the child and has attempted to contact Niren without success. She has requested the State Police contact the grandchild. We intend to only contact Niren and ask that he get in touch with his former wife and mother-in-law.

On Tuesday, also, we were contacted at the Task Force by the Los Angeles Sheriff's Office, who found a purse in the desert belonging to KATHLEEN HARGROVE of Aloha, Oregon, DOB: 6-04-49, that contained a deposition dated 10-17-84 of former street person THOMAS J. VICKERY. The deposition contained information adverse to the Ranch. Authorities are concerned that Hargrove may be missing or perhaps deceased and have requested that we attempt to locate her. Detective Roshak is assigned to this and attempting to do so, however no contact has been made to date at the Ranch or Aloha, Oregon.

Detective Salle is expected to arrive in Portland today. His trip to Arizona and New Mexico resulted in the interview of several persons who were former Rajneeshees, that provided valuable background information. Probhati and Siddah were not contacted, but it is believed that we have information as to their whereabouts. Helen Byron and her daughter were interviewed concerning a plot to poison her and she will be a friendly witness. Dr. Shunyo was contacted and provided information relative to illegal gambling activity at the Ranch.

continued

RAJNEESHPURAM INVESTIGATION
DECEMBER 9 and 10, 1985 by Lt. Renfrow
Page 2

Six or seven witnesses appeared at the Wasco County Grand Jury on December 10th. Additional subpoenas are being prepared as witness information is developed. Witnesses leaving the Ranch are of a major concern because of the chance of not being able to contact them for future hearings.

Investigation into the various crimes are being continued by Task Force members.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 10, 1985

RAJNEESHPURAM

EVENTS OF THE AFTERNOON

BY

Sergeant James Edwards

The Court has ruled that the City of Rajneeshpuram does not exist. (Information from the Oregonian).

Bankruptcy Court has assigned two trustees for the liquidation of the assets, a KOENIG and MITCHELL, who have absolute authority over this liquidation. Mitchell is a professional trustee. They should be at the Ranch the next day or two and the auction will not go on as planned, unless the trustees allow it to.

The commune is authorized to spend up to \$50,000 to see that the Sannyasins have the ability to leave and go to their respective homes, etc.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 11, 1985 8:00AM

RAJNEESHPURAM

EVENTS OF THE EVENING OF

K

By

Sergeant Michael Searcey

Members of the commune had a Darshan last night (celebration). Basically it was a dual party for the Bhagwan's birthday and their last fling before leaving. Very festive atmosphere. Head count at the party, conservative 350 people.

Having more theft problems with a couple more burglaries reported yesterday involving Motorola radios from their rooms. Will continue to enter these items as missing into the computer.

Again, I was reaffirmed as of last night, that caretaker force, within two weeks, will be approximately 100 people. They have more volunteers than was needed and will have to weed them out.

Have two trustees coming in today. They are to take over in two weeks. Right now the corporation is still running the show.

Getting more increased activity from the outside. Cannot confirm, but there were a couple of deer killed on the Ashwood side of the Ranch. Sent Sr. Trooper Rasmusson out this morning to contact the Ranchers on the Ashwood side of the Ranch to be on the lookout for poachers, etc.

Will be going out patrolling some this date.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 11, 1985 8:00AM

RAJNEESHPURAM

EVENTS OF THE MORNING/EVENING

R

By

Sergeant James Edwards

The Commune had a meeting last night. Counted 62 in the restaurant after the meeting. Probably 100 in attendance. They were advised of the court rulings and also advised that the auction was off.

A letter was sent out to the members from the Commune Board stating a meeting will be held at the cafeteria on December 16th at 2:00PM for a vote on the Board's recommendation for the sale, lease, exchange or other disposition of all or substantially all of the property and assets of the commune!

The 100 caretakers have been advised who they are, but we do not have a list.

They say at the Ranch that there are 350 to 400 people there, however Sergeant Edwards estimates that there are over 100 and under 200.

Channel 8 is there this morning to cover a religious meeting for Bhagwan's birthday!

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 11, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

R

By

Sr. Trooper Robert Rasmusson

Two people have been appointed by the court to act as receivers.

There was a commune meeting this morning with 144 people counted and of those, about 15 people still working. About 7 are security, 1 at City Hall and 1 at the Hotel. The rest are miscellaneous.

Planes have been coming in bring the media.

The meeting for tonight is still in the works. The topic will be who is going to stay and who will have what jobs as caretakers.

Am trying to find out the names of the people appointed by the court to run things.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 11, 1985

THE DALLES TASK FORCE

EVENTS OF THE DAY

ℓ

By

Lieutenant Dean Renfrow

Learned this date that Niren appeared before a Federal Grand Jury in Portland and attempted to quash the subpoena by not appearing. He has refused to answer questions of the Grand Jury and was held to appear in Federal Court to show why he should not be held in contempt of court. Unknown what the results of that appearance was today.

No Wasco County Grand Jury this date.

Regarding Kathleen Hargrave, the person whose purse was found in Los Angeles County. Detective Hein has determined that this person has been heard of by a letter to a relative within the past week. We will still attempt to contact her to determine her exact association with street person, Thomas Vickery.

We are sending Detective George Roshak and DOJ Investigation Kathy McGloughlin to the Ranch on Thursday and Friday to investigate a possible death that occurred during the time the street people were on the Ranch. Details cannot be provided, however they do have two names of persons to contact.

In addition, they will be serving subpoenas and reviewing travel agency records and the Rajneesh Times records for any evidence that will assist us.

This date, members of the Task Force developed information that greatly corroborated KD's statement that Sheela, he and others visited the Albertson's Store in The Dalles during the time they were plotting against the Planning Office and it's director.

Also, the Oregonian burglary case received a boost when Trooper Dorman nailed down the date of some stolen property associated with that case, through an interview in Portland.

kv

MEMORANDUM

OREGON STATE POLICE

~~Salem~~, Bend December 11, 1985

To: Mr. John C. Williams, Superintendent


From: Robert R. Moine

Reference: STAFF MEETING GUEST - Representative Bill Bellamy

Representative Bellamy attended the District V Staff meeting on December 2, 1985.

All District V activities including an update on the Rajneeshpuram investigation were discussed.

Representative Bellamy asked numerous questions and in closing, was very complimentary in his remarks toward the Department.


Robert R. Moine, Major

RRM/kv

CONFIDENTIAL

RAJNEESHPURAM INVESTIGATION
December 5 and 13, 1985

DISCONNECT OF ELECTRICITY

By

Alex Fisher, Wasco Electric Co.

December 5

3 trailers, Susan 1, 2, 3, down by dairy barn.

A-frames behind Magdelana, 5, 6 or 7

Pilapa 1 and 2

Heruclitis, 4 trailers

Koran 4, dormatory trailer behind mall

Hassad, mobil cafeteria

Old barn by ranch house

Ohmar Kayahn, beer joint

Plato yard, stored wood, had saws etc in there

University, single phase (lights off, heat on)

Recycling, out by rock crusher

December 13

Started on Allan Watts today and did 8 or 10 buildings in that area.

Will be going back tomorrow.

Crematorium disconnected, have underground cables there.

Basho Pond pump disconnected

Spray Valley disconnected, 3 irrigation pumps.

Pao connection irrigation pump near Big Muddy Ranch house.

Rock crusher

Mirdad irrigation pump

RAJNEESHPURAM INVESTIGATION
DECEMBER 12, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

By

Sergeant Michael Searcey

Auctioneer Healey and his people have left the ranch. There may be a question as to who the auctioneer will be next Spring, as there will have to be a new contract bid. Healeys already had 30 to 35% of items catagorized ready for sale.

The restriction of patrols on the Ranch property has been resolved. Everywhere except the townhouse area is open to our officers. The townhouse area is the living quarters where most of the people are staying right now. As they phase down out of the townhouse area they will move into the hotel and possibly the University Heights directly across from the airport.

The two trustees are at the Ranch, arriving today. Will be talking with them tonight at the hotel.

The Rajneeshees are upset over the Church/State resolution by the court, but they are VERY, VERY hopeful regarding the LUBA (Land Use) hearing that is to be held January 2 or 3, 1986 regarding the Ranch, and if LUBA upholds THEIR position, anyone could buy the Ranch and turn it into a city, resort and even subdivide.

Writer and Sr. Trooper Rasmusson had an interview with Jeanie Senior of the Oregonian today regarding the poaching problems on and near the Ranch boundaries. She is going to do an article regarding this problem, the fact that Sr. Trooper Rasmusson has visited the neighboring ranches and that our officers are in the area well aware of the problems. This may discourage any more "hunters" coming into this area if it is known that the area is being patrolled.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 13, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

P

By

Sergeant Michael Searcey

Regarding the Medical Corporation, they found a container at Pythagoras Clinic yesterday that was "misplaced" and then turned up today, containing nitrisoxide. Made an announcement that if anyone were to breathe it they would become an instant fatality.

They are still talking about a 100 person caretaker force. Asking persons to make a commitment to this. Information from the trustees concerning a problem of losing 25 people in January and 25 in February, if they keep leaving, then they cannot replace people back up to the 100 figure.

There is a feeling going around the Sannyasins may not be paid during this time, that it's time to leave or they may not ever be able to leave, and they may just leave anyway.

There was a press conference today and was ^{we went} not aware of it. The trustees stated that they are satisfied the way things have been going and all indications are they are going to continue the buying and selling. The women's boutique was emptied, moved in office furniture and opened it up to individuals who are buying.

The delicatessen with drug store items is going to close. Have no date, but it should be soon.

Trustees are expecting a flood of people there next week. Potential buyers and sightseers because of the announcement of the auction previously.

Saw Ma Prem Isabel today.

They are trying to get travel tickets for the Sannyasins by this weekend. Give reason that this is because of increased fares.

One of the trustees, Koenig, will be staying at the Hotel and on the Ranch 24 hours a day.

Reorganization going on regarding the operating of the commune, i.e., dispatch center at City Hall, such as fire, security.

Press corp is leaving. Will not be there 24 hours per day any more.

kv

RAJNEESHPURAM INVESTIGATION
DECEMBER 16, 1985

RAJNEESHPURAM

EVENTS OF THE DAY

By

Sergeant James Edwards

Everything is going well. Trustee Koenig reports members are reporting sales to him and turning in money down to amounts of \$20.00. Usually the sale has to go through about five different people before he approves the sale.

There are going to be some large loads coming out. Each will have a bill of sale, signed by Koenig. Apparently they have made a large sale of trailers to a religious commune in Montana and the commune wishes to be anonymous. The sale is somewhere around a quarter of a million dollars.

There is a meeting at 2:00PM today to approve and/or vote on the sales that the council has agreed upon.

Not many people wandering around. Pizza parlor and restaurant are still open.

kv

2

BY Sergeant Michael A. Searcey, Bend Station

SATURDAY, 12-14-85

A council meeting was held at 10:00 AM. Ma Prem Sangeet and Ma Prem Barkha will probably resign but nothing has been received by way of formal resignations as of this date. Trustees are going to hire police and firemen (commune members) for \$1,000 a month as part of the care taker force on the Ranch. The reason for the fire fighter force is that apparently their fire insurance is becoming very expensive.

The next city council meeting will be on 12-18-85 at 10:00 AM.

SUNDAY, 12-15-85

In a meeting with Trustee Koenig regarding the State Police role at the Ranch, a request was made to have the State Police incorporated in all meetings that involve the operation of the Ranch. Writer was assured that this would occur. Mr. Koenig advised that there are several decisions coming forth from the hearings by 01-01-86 which will have a direct bearing on either the operation of the Ranch or the closure of the Ranch. These hearings are the bankruptcy hearings. The trustees have issued paper cards which will be used by the sanyassins as currency cards. They are allowed up to \$10 a day for essential items. These cards are a punch/scratch-out-number type. The trustees are not too optimistic as to the commune's chances in the forthcoming bankruptcy hearings.

Attorney Swami Prem Niren is becoming extremely difficult to work with and apparently is having several temper tantrums with the trustees. However, the trustees are letting business go on as usual regarding the selling of property, equipment, etc. Reports have been received of offers of cash on equipment such as electric welders, etc, whereas the trustees are not aware of these transactions (illegal back-door selling). It is unknown if this is on an individual basis or if it is sanctioned by the commune.

The corporation structure is still intact. This is what the State Police and the trustees are being told. However, it is known that decisions are being made by the legal services regarding disposal of property.

The care taker force, as previously mentioned, will be in effect by Christmas. This is by agreement of the trustees and the commune. The strength of the force at the ranch as of this date (12-15-85) is estimated to be between 250 and 275. The breakdown of the care taker force at the Ranch is to be: 1) 100 commune members, 2) 30 additional corporation heads (attorney's, ect.) and 3) an unknown number of outside operational personnel (ie: State Police). There is a pool of commune members who will reside off the Ranch and who will be subject to recall in the event that some of the 100 commune care takers leave the Ranch. This pool will include electricians, plumbers, etc.

RAJNEESHPURAM INVESTIGATION
NOTES - SGT. M.A. SEARCEY
12-14-85 and 12-15-85
PAGE 2

The townhouses are slowly being consolidated and closed. The women's boutique has been reopened and is being used as a second hand store for buyers on an individual or company basis. The type of property being sold is office furniture, book shelves, etc. There has been an increase of outside traffic of buyers, but mostly sightseers who mayb purchase some items. This is one reason for the opening of the second hand store - to take advantage of the cash flow from the outside.

The week of 12-16-85, traffic is expected to increase as many contractors and private buyers have not received information that the auction has been called off. This will probably occur if the weather remains good.

Received on Monday, 12-16-85, is the following list of electrical shut offs by the Wasco Electrical Co-Op as given by Mr. Fisher of that company:

- B-Side (Bhagwan's residence)
- Allan Watts, Low A (Upper-class housing area)
- Mid-A area
- A Area
- B Area
- C Area (8 through 11)
- Desi Booth (Pole S-85)
- Desiderate (Trailers) 1, 2, 3, 4, and 5

It should be noted that the press contingent has left the Ranch and will be in and out on a temporary basis from now on.

MAS/br

Date:

Board of Directors
Rajneesh Neo-Sannyas International Commune
P.O. Box 1
Rajneeshpuram, OR 97741

Beloved Friends,

I hereby resign from membership in the Commune as of the above date. All notices, correspondence, income tax schedules, and other documents may be sent to me at or care of the following address:

I acknowledge and agree to abide by my responsibilities under the By-Laws of the Commune not to disclose in any way any information about or which in any way relates to the business and affairs of the Commune (including, but not limited to, information regarding the Commune's business operations, personnel, equipment, facilities, finances, customers, suppliers and relationships between the Commune and other persons and entities with which it does business and otherwise relates.)

Love,

Signature

Sannyas Name (Print)

Legal Name (Print)

CONFIDENTIAL

RAJNEESHPURAM

B

JAN 08 1986
Governor Atiyah

INFORMATION FOR SUPERINTENDENT BRANDAW FROM MAJOR MADSEN,
CRIMINAL DIVISION

Information was received from Lieutenant Renfrow that plea negotiations with Sheela are still in progress. Sheela made a counter offer of pleading guilty with a maximum five year jail sentence. This was countered with a five year jail sentence, and, in addition, Sheela sign an affidavit stating that she had no money to also pay a fine. Sheela refused this part, and negotiations are continuing.

We have scaled down from six to two members of the department being assigned to the task force headquarters at The Dalles. The other four members have returned to their stations; however, they are assisting by conducting investigations regarding the Rajneesh in their respective area.

The Attorney General's Office RICO situation on Rajneeshpuram is reported to be broken down where two and one half million dollars will be set aside for possible suits regarding the salmonella poisoning. Fifteen to thirty percent of the sale of the ranch would be used to reimburse investigative expenses to agencies involved. It is reported that the ranch would probably sell for approximately 40 million, with 17 million still owed.

RBM:smh

January 7, 1986

Copy sent to Gov. office
1-8-86 @