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NET PROJECT

MOUNT VERNON

DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SOURCES METHODS EXEMPTION 3 B 2 B NAZI WAR CRIMES DISCLOSURE ACT DATE 2001 2007

FOR COORDINATION WITH ARMY

Approved for Release by the Central Intelligence Agency Date:

NAZI WAR CRIMES DISCLOSURE ACT

SECRET

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Activation Bate - Description

Underlined

Network "MOUNT VERNON" was activated on 1 October 1948 by the CIC Gmunden Field Office.

This net is generally described as a network of Austrian informants operating in the Russian occupied zone of Austria who are charged with reporting all information that would be of value to the U.S.Armed Forces.

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Chief CIC Soud Upper Austria

Mission

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Penetration of the Central KPOe Committee, the KPOe itself, the Cominform and all other Communist organizations, espionage of all Soviet activities to include industrial, information scientific and military

Control Chief

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HOETTL, Dr. Wilhelm alias GOLIBERG, also known as "WILLI" (10/6333), "Operator" of project "Mount Vernon*. Born 19 March 1915 in Gumpendorf, Vienna, presently living at Alt Aussee 53, (telephone Alt Aussee 16) Permanent address, Salzburg, Ernst Thunstrasse 9. Description: Oval face, 179 cm tall. grey eyes, black hair, no scars or marks. Married to Elfriede (ZELINGER) born 11 April 1912, has two chifldren. HOETTI is a writer by profession and holds Australia ID Card No. 64.788 issued 19 December 1947 in Salzburg. Brief History: HOETTI graduated from the University of Vienna in 1938 with a degree of Doctor of History. In May 1938 he was appointed Chief of SD Foreign Political Intelligence Section in Vienna, with the rank of SS Hauptsturmfuehrer. He was thrown out of that job in October 1941 and became a war corresspondent for the Waffen SS until February 1943 when he was reinstated to his former rank and made Deputy Chief for Southeast Europe of Amt V- RSHA. He moved his headquarters to Budapest in March 1944 and during his stay in Budapest was in contact with the Americans in Bern. Switzerland. In December he was promoted to SS Sturmbannfuehrer and shortly thereafter retreated in front of the advancing Soviets until he reached Steyrling, Bezirk Kirchdorf in March 1945. In March 1945 he contacted OSS authorities in Switzerland and in May 1945 surrendered himself to American authorities in Bad Aussee. HOETTL was then taken to Germany where he was confined until October, 1947 when he was transferred to Austria and confinded in Lager Klessheim, Salzburg. He was released from confinement in December 1947. Subject first came to the attention of this office in late March 1948. He is presently "Control Chief for Projects "Mount Vernon" and "Montgomery".

Evaluation: "B" (usually reliable); "3" (possibly true)
During the past twelve months that this operator
has been in contact with this office he has proven to
be an excellent source for ideas. Concrete and theoretical.
on the expansion of American Intelligence in Asstria.
His background as a former Deputy Chief of Amt VI RSHA
for southeast Europe enables him to evaluate incoming
reports on the Soviets with Chief accuracy.

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Administrative Personnel

MOSER, Werner (assistant in the Gnunden Center). Born 14

March 1903 in Vienna. Is a Diply Kaufmann and a specialist in economics, speaks English, is married but has no children. Is a former SD officer, presently residing at Villa Schneditz, Gnunden, Upper Austria.

Born 17 May 1915 in Vienna. Has worked for the Past fifteen VEARS
as secretary and co-worker of KOWARIK. Presently resides at Ort, Gmunden
Upper Austria. Speaks, reads and writes English.



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Operations Chief

KOWARIK, Karl alias BERGER Karl (10/5553) *Key

Operative*. Born 22 April 1907 in Vienna, Gersthof,
presently living at Ort 55, Gmunden, Upperaustria.

Description: oval face, blue-grey eyes, dark blonde
hair, 186 cm tall, no scars or makers. Married to
Gertrude (DOEHFLER) born 15 March 1913. KOWARIK
is an engineer for civic culture and also a journalist by profession. He holds ID Card No HN.

46968/48 issued in Vienna 26 February 1948.

Evaluation: *B* (Usually reliable); *3* (possible true)

KOWARIK has been working as a Key Operative for this

network sime July 1948 and during that time he has always shown a conservative attitude, all work done
by sources and subsources. We is not one to over-evaluate
information received, it is not one to over-evaluate
evaluate.

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Sources - Evaluation

"HERBERT" (10/5543) located in Vienna. Bezirkshaupt mannschaft official who reports on all possible VP activities in the Vienna area, also reports items of interest that may be followed up by other sources or subsources.

Evaluation: "C" (fairly reliable); "5" (possible true)

WALTER (10/5573) located in Vienna. Emp@lived as an office clerk. Manager of dispatch and courier post for subsources; processes reports for forwarding to the Gmunden Center.

Evaluation: (2-3) Although this source is not personally known to the Control Agent he has turned in some well received reports during the past few months.

"ERWIN" (10/5583) located in Vienna. Is a Boctor of Technics, is a long-time friend of SCHIMBERT Scientists. Peports on all possible phases of the scientific field, also follows leads as assigned by the Gmunden Center.

Evaluation: (C-3) According to reports coming back from Technical Intelligence Section, this men's work is excellent.

MASCHER, Josef alias ROMANY, Josef, also known as "SEPP". 10/6343) Presently living at Linke Wienzeile 56/II, Vienna VI. Capters all types of information from six subsources, and acts as dispatch-post manager for the group, and forwards information to Gmunden by courier.

Evaluation: (C-3) MASCHER who is well known in ClC circles has, during the past seven months turned in a tremendous number of reports, covering all phases of intelligence activity. From information received here, from ODI, the majority of his reports include and new information and can neither be denied nor confirmed.

EDI (10/6353) located in St. Valentin. Is a former SD Captain who is now a salesman. Manager of a dispatch-courier post, and exercises control over a number of subspaces. Also processes reports of these subsources.

Evaluation (C-3) As a former Captain in the SD he is capable of good evaluations on reports received from his subsources and has submitted a few excellent reports.

"FRANZ" (10/6363) located in Vienna. Has excellent USIA contacts. Is a wholesaler by trade. Reports all possible USIA information.

Evaluation: (C-3) This man is fairly new to the Network and has as yet to prove himself, although several of his reports have been reported confirmed.

"WALTHER" (10/7113) located in Leoben. Is a former SS
Lietenant who worked under SKORZENY and is presently
occupied as a mechanic. Reports on items of general intelligence value covering the southern part of Burgenland and
Styria.

Evaluation: (C-3) This man is also a new addition and has to date submitted only a few reports, but according to perative is a very good intelligence man, particularly in the industrial field.

EWIN" (10/7143) located in Linz. Is a former Lietenant of the SD and presently a secretary in the OeVP Headquarters in Linz. He manages a dispatch-post and letter-drop. Reports on the VP and KPOe through subsources

Evaluation: (C-3) Good reports have come from this source and have been well received by ODI.

Subsources

"HERBERT" (10/7883) located in Fischamend. A mechanic by trade. Reports on items of general intelligence interest in the Fischamend area.

"WALTER" (10/8433) located in Zistersdorf. A locksmith by trade who reports all items of general intelligence interest and follows any specific leads from the Gmunden Center.

"GEORG" (10/8443) located in Lilienfeld. A Gemeinde clerk who reports on all items of general intelligence interst and follows any leads as assigned by the Gmunden Center.

"KARL" (10/8453) located in Wiffeer-Neustadt. electrical engineer by profession who reports on items of intelligence interest and follows leads as assigned by the Gmunden Center.

"HANS" (10/8463) located in Neunkirchen. Is a factory foreman who reports on items of general intelligence interest as personally observed.

MAZ (10/8473) located in Neusiedl/See. Is an office worker who reports on items of intelligence interest as personally observed.

"FRANZ" (10/8472) located in Eisenstadt. Is a shopkeepse who reports on items of general intelligence interest and follows leads as assigned by the Gmdunden

"TONI" (10/7872) located in Linz. Is a former NCO in the Wehrmacht and a Doctor of Law. Is presently in the Linz Land Government and is also a member of the KP Headquarters Upper Austria. Reports on KP activities.

FERDINAND (10/8462) located in Amstetten. Is a former Lietenant of the Wehrmacht, now a salesman who reports items of general intelligence interest as personally observed and follows leads as assigned by the Gmunden Center.

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"HANS" (10/8452) located in Waidhofen/Y/. Is a teacher
by profession; on items of general intelligence
value and follows leads assigned by Gmunden Canter.

HANS (10/8442) located in St. Poelten. Is an office clerk in St. Poelten, and gathers information of general intelligence value.

"GEORG" (10/8432) located in Korneuburg. Is a Doctor of Law, reports information of intelligence interest as observed and follows leads as assigned by the Gmunden Center.

"KARL" (10/7882) lecated in Krems. Is a shopkeeper by profession and reports on items of general intelligence interest as observed and follows leads as assigned by the Gmunden Center.

"HEINZ" (10/7123) located in Vienna. A construction engineer, ex-Wehrmacht officer who, primarily reports on Soviet military activities in the Vienna area.

"HANS" (10/7133 located in Eisenstadt, a former NCO of the Wehrmacht and presently a storekeeper. Reports on general information of intelligence interest in the Eisenstadt area.

FRANZ (10/7843) located in Baden. A former Wehrmacht Sergenat, who is presently employed in Soviet neadquarters in Baden as an interpreter. He speakes Russian and reports on Soviet military activities as controlled by Bad Headquarters.

JOSEF (10/7853) located in Vienna. Is an employee in the offices of the Central Committee of the KPOe who reports of activities of that office.

MARIA(10/7863) located in Vienna. A secretary on the office of Dr. HOLITSCHER of the Vienna Cominform. She reports on the activities of that office.

FRANZ (10/7873) located in Vienna. A civil engineer who is now a clerk in the office of the Communist provincial Headquarters in Vienna. Reports on the activities of that office.

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Methods of Communication

All reports are handled either by courier or letterdrop. The breakdown of these methods by sources is as follows:

- 10/6343 Makes a trip once weekly from Vienna over the Enns bridge to Attnang-Puchheim where a package containing reports is picked up, from the courier by a representative of the Gmunden Center. When traveling through the Russian zone the courier wraps his reports in an old newspaper and places them on the baggage rack above the person opposite him in the train compartment, upon which bags, coats and other items are placed. Source also makes one monthly trip to the Gmunden Cheter, he hides his package of reports inside the water tank of the men's toilet when passing through the Russian zone.
- 10/5573 The same methods as mentioned above are used except that different couriers are used and the contact point is in Steyr.
- 10/6353 The courier travels to Linz by train, crossing at Enns. He is met in Linz by a representative of the Gmunden Center who picks up the reports from the courier.
- 10/7143 Reports are picked up from a letter-drop in Linz by the same representative who contacts 10/6353.

10/5543 10/5583

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10/6363 - A special courier who travels by motorcycle takes reports from all three of these sources and delivers them to a representative of the Gmunden Center at Wels. The courier does not receive the reports direct from sources but through three cut-outs.

10/7113 - The Linz letter-drop as memtioned above is also used by this source for transmitting information.

NOTE: None of the couriers are known to any of the other couriers and none of them are in direct contact with the Gmunden Center; in special cases all sources can be contacted by special courier from the Gmunden Center. Information, once it has been processed by the Gmunden Center, is delivered to CIC Gmunden by 10/5553 twice weekly.

Control Methers

receipt of information from subsources give all reports a check for completeness and correctness, and if there are any glaring or obvious errors the reports are immediately returned to subsources, other wise they are forwarded to the Gmunden Cemer by courier.

Upon receipt of information from sources through couriers and letter drops the information is again chelded for its accuracy and completeness.

For corss-checking purposes the Gmunden Center receives information from seveel sources who are unknown to each ofter, on the same topic, by which the Center is able to check on the accuracy of reports or on the reliability of a particular source or subsource. In instances where there is any great doubt about an important report or where reliability of a source or subsource is doubted, several sources and subsources are asked to check the points questioned.



Summary of Information

The type of information supplied by each source and subsource is indicated after the name of each individual. The percentage of reports by type is as follows. (This is based on reports received during the past four months):

Economic and Industrial	15%
Technical	5%
Military	20%
Political (COCCAL)	10%
Political (Communist)	50%
Total	100%

Information received covers all fields:

Communist political
Communist para-military
Scientific, Austrian and Russian
Soviet military activities
Soviet industrial activities
Soviet economic activities
General political



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Processing

Upon receipt of information by sources from subsources it is carefully checked. Once the source feels that the information is as complete and correct as possible he forwards it by courier to the center in Gmunden. When it arrives in Gmunden it is first processed by KOWARIK who is a political and economics specialist, and also by MOSER a former SD officer who fought against the Russians during the past war. The information is then passed on to KOLLER who checks the new reports with reports previously forwarded and makes references on the reports to the ones. Once the information has gone through these three persons it is translated either by KOLLER or MOSER into English.

When the information has been completely processed by the Center it is taken to CIC Gmunden by the Key personal control agent take each report separately and go over it point by point for discrepancies and detail. If there are any points that cannot be cleared upon the spot the report is returned by the Rev Operative to source for clarification. This is only done, however, if the time factor is of no great importance on the information being reported. The accepted reports are then prepared by CIC Gmunden for forwarding as SOIs. The same procedure is used when evaluation slips are received from ODI and there are questions to be answered.

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Costs

The total amount given to "Mount Vernon" per month is presently set at 33,000 schillings. This is broken down into the following categories:

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	555	3
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<i>555</i> 3	
10/99	2,000
MOSER & KOLLER (total)	1,900
Sources:	
10/6343	4.000
10/7853	1,000
10/7863	1,000
10/7873	1.000
10/7143	3.000
10/6353	2,000
10/5573	2,000
10/5583	2,000
10/6363	2,000
10/5543	1,000
10/7113	1,000
Amount being used to expand	
USIA reporting and Bacterio-	
logical information.	4,000
Payment to 4 couriers (total)	3,000
Payment to people at corssing	
point in Steyr	600
Office Expenses:	•
Rent	600
Heat and lighting	400
Miscellaneous Expenses	500

33,000 Schillings Sua - Total

Estimated cost of maintaining 4 radios in Russian occupied zone. EXPECTED TO BE IN OPERATION

MAY 1949

8,000

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Documentation

All individuals carry Austrian . Cards. All are Austrian citizens.

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Future of Personnel

The future of all personnel connected with Network
"MOUNT VERNON" appears to be fairly stable as all
are Austrian citizens. None are planning to emigrate. There are no projected changes in personnel
except for a few possible additions in the USIA and
bacteriological fields.

Expansion Possibilities

It is a nticipated that in the near future radios will be established in four areas of the Russian occupied zone of Austria for expeditious reporting on military movements. Approximately 8,000 schillings per month would be necessary for this operation.

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COVER INSTALLATIONS

The Gmunden Center for Project "Mount Vernon" is located in the Villa Bauer, Ort 55, Gmunden, Upper Austria. The house is in the name of KOWARIK who is registered as a journalist. HOETTL has his own home in Alt Aussee 53.

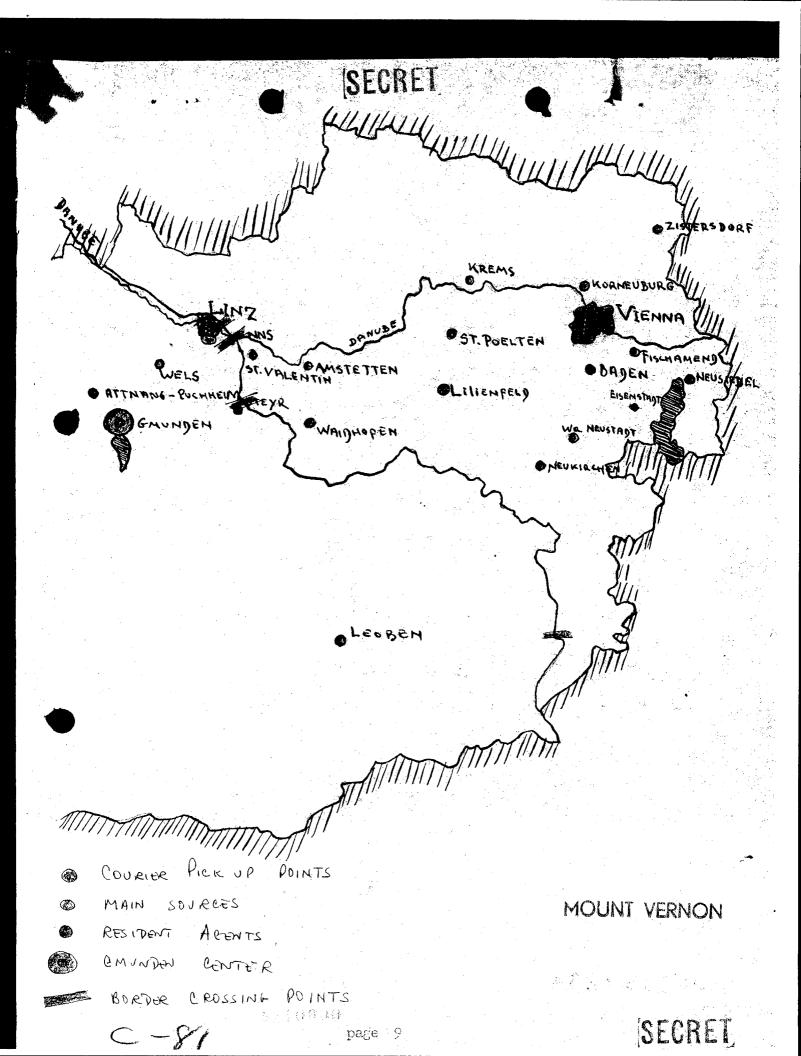
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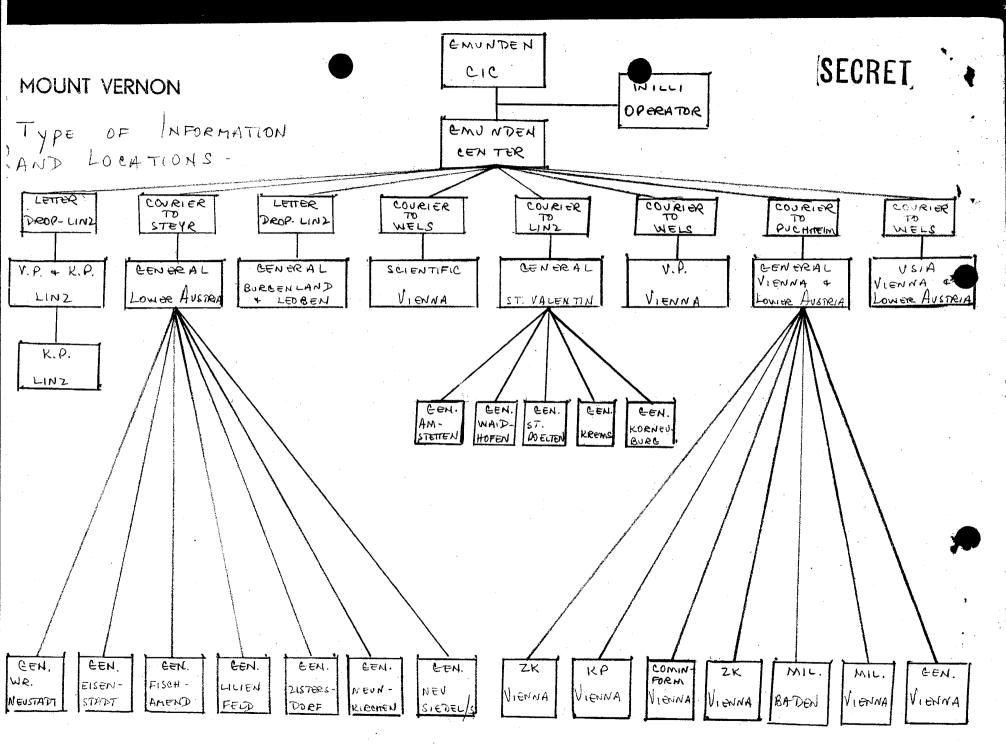
Mistakes and Compromises

Insufficient liaison with sources, which accounted for a great deal of time wasted by informants on reporting information of little or no intelligence value. More direct control of sources required by Q/C Control Agent.

Injudicious selection of sources and subsources by operative without consulting Control Agent.

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