From: Goldberg, Stuart (ODAG)
To: Cole, James (SMO)
Sent: 5/3/2011 9:54:14 PM

Subject: FW: Grassley, Issa Press Justice Department to Provide Congress with Accurate Representations of

Operation Fast and Furious

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From: Schmaler, Tracy (SMO)

Sent: Tuesday, May 03, 2011 3:49 PM

To: Axelrod, Matthew (ODAG); Goldberg, Stuart (ODAG); Wilkinson, Monty (OAG); Richardson, Margaret (SMO); Monaco, Lisa

(ODAG); Miller, Matthew A (SMO)

Subject: Grassley, Issa Press Justice Department to Provide Congress with Accurate Representations of Operation Fast and

Furious

For Immediate Release

Tuesday, May 3, 2011

Grassley, Issa Press Justice Department to Provide Congress with

Accurate Representations of Operation Fast and Furious

WASHINGTON - Senator Chuck Grassley and Congressman Darrell Issa today pressed Attorney General Eric Holder to provide a complete and accurate accounting of the policy to allow guns to be purchased by known straw buyers and then transported across the border into Mexico.

In a letter received yesterday from the Office of Legislative Affairs, the department once again denied any knowledge of the policy. The denial comes despite the documents that have been provided to the department that are contrary to the official stance.

Grassley and Issa said in a response to Holder that they will continue to conduct constitutionally mandated oversight of the Justice Department and the Bureau of Alcohol, Tobacco, Firearms and Explosives' policy to allow guns to be purchased by known straw buyers.

We are extremely disappointed that you do not appear to be taking this issue seriously enough to ensure that the Department's representations are accurate, forthcoming, and complete. We will continue to probe and gather the facts independently, as it has become clear that we cannot rely on the Department's self-serving statements to obtain any realistic picture of what happened, Grassley and Issa wrote.

Grassley began looking into allegations brought forward by Agent John Dodson, and more than a dozen other ATF agents after the Justice Department Inspector General failed to investigate their concerns. The agents indicated that their supervisors kept them from stopping gun traffickers with the normal techniques that they had been successfully using for years. They instead were ordered to only watch and continue gathering information on traffickers instead of arresting them as soon as they could. In the meantime, the guns were allowed to fall into the hands of the bad guys even as agents told supervisors that it could not end well. Many of the guns have subsequently been found in firefights along the border, including a December 14, 2010 firefight where Customs and Border Patrol Agent Brian Terry was killed.

Grassley and Issa's requests for information from the Justice Department have gone mostly unanswered about what transpired at the ATF and the Department of Justice during the time when Terry was killed and the policies instituted during Project Gunrunner that allowed guns to be sold to known straw purchasers and moved across the border without intervention.

As chairman of the Committee on Oversight and Government Reform, Issa has begun issuing subpoenas to uncover the facts about how this reckless policy was approved.

Here is a <u>copy of the text of today's letter to Holder</u>. Here is a <u>copy of the May 2 letter to Grassley</u> and the <u>February 4 letter to Grassley</u>.

May 3, 2011

VIA ELECTRONIC TRANSMISSION

The Honorable Eric H. Holder, Jr. Attorney General U.S. Department of Justice 950 Pennsylvania Avenue, N.W. Washington, DC 20530

As Senator Grassley discussed on the phone with you yesterday, we are very concerned that the Department chose to send a letter containing false statements in response to his initial inquiry into the ATF whistleblower allegations related to Operation Fast and Furious. To be more specific, the Department sent a letter on February 4, 2011 claiming that the whistleblower allegations were � false � and that � ATF makes every effort to interdict weapons that have been purchased illegally and prevent their transportation to Mexico. � When questioned in transcribed interviews last week in Phoenix, agents with first-hand knowledge of ATF operations contradicted that claim.

Specifically, in response to that exact quote, they said the Department's letter was false and could not explain how such a representation could be made to Congress in light of what they witnessed on the ground in Phoenix in late 2009 and 2010, prior to the death of Border Patrol Agent Brian Terry. In fact, according to these witnesses, there was a specific strategy implemented to *not* make every effort but rather to avoid interdicting weapons in hopes of making a larger case against higher-ups in the trafficking organization.

Therefore, we were surprised and disappointed to see the Department repeat once again, in slightly different language, its denial in a letter received shortly after your telephone conversation with Senator Grassley. Yesterday's letter reads, in part, It remains our understanding that ATF's Operation Fast and Furious did not knowingly permit straw buyers to take guns into Mexico.

The documents and information previously provided to you demonstrate that the ATF urged gun dealers to go forward with sales to known straw buyers despite the concerns expressed by at least one dealer that the guns would be transferred to the border and possibly used against Border Patrol agents. ATF and Justice officials assured that dealer that unspecified safeguards were in place to ensure that did not happen. Yet, guns from that case were found at the scene of Border Patrol Agent Brian Terry's murder and at crime scenes in Mexico.

In its latest denial, the Department seems to focus more on whether ATF knew guns were being trafficked to Mexico than whether the ATF knew they were being purchased by straw buyers. While it might be typical in Washington for lawyers to narrowly parse statements and argue over fine distinctions to confuse the issue, those are not the kind of answers that we believe the Justice Department should give to Congress when asked straightforward questions about such a serious matter as this one.

You were asked to please explain whether you deny that the ATF allowed the sale of assault weapons to straw purchasers, and if so, why given the evidence that was attached. The reply was not signed by you, did not explain whether you stand by the denial, did not explain why, and did not meaningfully address the serious issues raised by the attached emails between a gun dealer and the ATF.

We are extremely disappointed that you do not appear to be taking this issue seriously enough to ensure that the Department's representations are accurate, forthcoming, and complete. We will continue to probe and gather the facts independently, as it has become clear that we cannot rely on the Department's self-serving statements to obtain

any realistic picture of what happened. Sincerely, Charles E. Grassley, Ranking Member Committee on the Judiciary United State Senate Darrell Issa, Chairman

Committee on Oversight & Government Reform U.S. House of Representatives