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11  
12 UNITED STATES DISTRICT COURT  
13 NORTHERN DISTRICT OF CALIFORNIA  
14 SAN FRANCISCO DIVISION

15 UNITED STATES OF AMERICA, ) No. CR 14-0196 CRB  
16 )  
Plaintiff, ) UNITED STATES' STATEMENT RE:  
17 ) DISCOVERY  
v. )  
18 )  
KWOK CHEUNG CHOW, et. al. ) SAN FRANCISCO VENUE  
19 )  
Defendants. )  
20 )

21  
22 The government hereby proposes the following regarding discovery to (1) inform the Court and  
23 defense counsel of certain discovery related issues, and (2) suggest certain procedures upon which the  
24 parties may be able to agree.

25 As an initial matter it should be noted that the government has not, to date, received a written  
26 request for discovery from each defendant. In order for the reciprocal discovery obligations under  
27 Federal Rule of Criminal Procedure 16(b) to be triggered, a defendant must make a request for discovery  
28 from the government. Accordingly, the government will expect each defendant in this case to submit a

1 written request for discovery under Rule 16(a). The instant proposal is made with the assumption that  
2 all defendants will provide such a request to the government shortly.

### 3 **1. PROTECTIVE ORDER**

4 On April 9, 2014, the government forwarded a draft protective order to each defense counsel for  
5 review and consideration. As soon as a protective order is in place, the government will be prepared to  
6 furnish a large amount of discovery and evidence. Unlike in some recent large cases in this District, the  
7 purpose of the protective order in this case is less to protect civilian witnesses and more to ensure that  
8 materials are not leaked that could either expose identities of undercover employees or confidential  
9 informants, or be used in a negative manner against individuals who have been investigated, but who are  
10 not charged, in this investigation. As it currently stands, there are very few civilian witnesses about  
11 whom the government has safety concerns in this case. However, that may change as the investigation  
12 continues and additional charges are filed. The government recognizes that if it wishes to withhold  
13 information about such witnesses out of concern for their safety, it will be required to make an  
14 appropriate showing in that regard pursuant to Fed. R. Crim. P. 16(d).

### 15 **2. NATURE OF EVIDENCE**

16 The majority of the initial discovery production will be in the form of body recordings, video  
17 recordings, wiretaps, search warrants, physical evidence, and agent reports (FBI 302s). The government  
18 intends to turn over virtually all such materials without redactions other than the case file number and  
19 personally identifying information. Obviously, physical evidence will be made available for viewing  
20 and photographing upon appointment. There are a very few minor items that will need to be redacted  
21 and vetted *ex parte* and *in camera* with the Court that are not relevant to the charged case.

22 The evidence generated through searches is still being processed and falls into several large  
23 categories: (1) documents which will be reproduced for defense counsel in discovery; (2) computer  
24 searches that will be produced on hard drives as the hard drives are provided to the government by  
25 defense counsel for imaging; (3) physical evidence (firearms, etc.) that will be available for inspection  
26 upon appointment for defense counsel and/or investigators; (4) further reports, such as 302s and/or local  
27 law enforcement incident reports that will be produced in discovery; and (5) photographs and diagrams  
28 produced during and after searches of locations.

1 As discussed below, as the investigation continues and as additional evidence is acquired, the  
2 need for redactions will be reviewed and addressed with the Court as necessary.

### 3 **3. ADDITIONAL INVESTIGATION**

4 As indicated above, the investigation is now largely overt, but not concluded. The government  
5 intends to continue its investigation now that it can do so without exposing the undercover aspects of the  
6 investigation. The government anticipates that within the next two to three months, it will be acquiring  
7 substantial quantities of financial records and other documents produced pursuant to subpoena. Those  
8 will be produced on a rolling basis depending on the amount of materials generated. The government is  
9 prepared to discuss the production schedule for such items with defense counsel.

### 10 **4. DISCOVERY COORDINATOR**

11 The government has raised the idea of a designated discovery coordinator who is not counsel for  
12 a defendant in the case. Undersigned government counsel has seen such assignments in other large  
13 cases, including one currently assigned in *United States v. Williams, et. al.*, Case No. CR-13-764  
14 (WHO), and has found that having a discovery coordinator can enhance the efficiency of the process of  
15 providing discovery. The government defers to the Court and defense counsel as to whether such an  
16 assignment comes from CJA or from some contribution by defendants retaining counsel.

### 17 **5. DEFENDANT DISCOVERY REPRESENTATIVES**

18 Undersigned government counsel has previously had success in large cases with defendants  
19 designating two to four defense counsel as representatives of the larger group who will communicate  
20 and negotiate with the government regarding discovery matters. Again, this enhances efficiency and  
21 tends to go a long way in reducing litigation and time wasted on discovery issues. The government  
22 understands that any such arrangement must not impinge on the interests and rights of each defendant to  
23 participate in the discovery process.

### 24 **6. SUPERSEDING INDICTMENT(S)**

25 The government plans to present at least one Superseding Indictment in this case. While  
26 investigation by the Grand Jury is necessarily secret, *see*, Fed. R. Crim. P. 6(e), it makes good sense to  
27 generally notify the Court and opposing counsel that additional charges and, potentially, additional  
28 defendants are inevitable. The purpose of the Criminal Complaint in this matter was not to charge every

1 possible statutory violation, and the original Indictment was returned quickly in order to cover the  
2 specific charges in the Criminal Complaint. Of particular note, the government is continuing to pursue  
3 its investigation of RICO violations as well as additional substantive criminal violations. The  
4 government's current best estimate on the return of a Superseding Indictment is within three months and  
5 it will work diligently for a quick return. This is with the understanding, of course, that sometimes  
6 investigations may become delayed by matters outside the control of the government.

#### 7 **7. WIRETAPS**

8 The government intends to produce the wiretap recordings produced in the case pursuant to  
9 Court Order, along with the supporting Affidavits, Applications, Orders, 15 Day Reports, and other  
10 accompanying documentation. The government will produce those materials shortly after the entry of  
11 the Protective Order. The government intends to produce those materials to all defense counsel who  
12 have agreed to the Protective Order, pursuant to a limited unsealing of the wiretap recordings. 18 USC §  
13 2517.

#### 14 **8. UNIVERSAL PRODUCTION**

15 If, for any reason, any defendant believes that wiretap recordings or any other discovery should  
16 not be produced to all other defendants, that issue should be brought to the attention of the government  
17 and, potentially, litigated with the Court, but it is the intention of the government not to withhold any  
18 wiretap recordings or body wire recordings or other discovery from co-defendants. One potential area  
19 where the government may not make production to all defendants is in the area of any statements by a  
20 defendant to law enforcement of a nature of reporting on criminal activity by another defendant. The  
21 government will only disclose such statements, for now, to the defendant who made that statement.  
22 While such statements will be produced eventually for preparation of trial, they will not be disclosed  
23 until much closer to trial.

#### 24 **9. JENCKS ACT**

25 The manner of discovery proposed herein will have the government voluntarily producing most  
26 witness statements well in advance of the time required by the Jencks Act, which is statutorily when the  
27 witness has finished direct examination at trial or at a hearing. *See*, 18 USC § 3500. The government  
28 notes that it is agreeing to do so voluntarily, without surrendering its rights later to retain certain Jencks

1 Act statements until closer to trial. Certain materials will not be disclosed until much closer to trial,  
2 such as true Jencks Act statements such as prior testimony by a witness. Such materials will be  
3 reviewed on a case by case basis and produced on a schedule when there is a realistic trial date pending.  
4 At this time, very little of such material exists and/or will be withheld.

#### 5 **10. TRIAL GROUPINGS / SEVERANCES**

6 As the case is not in its final form and at least one Superseding Indictment is pending, the  
7 government requests that the Court not divide defendants into groupings at this time. The government  
8 understands that twenty-nine defendants cannot go to trial together. That said, the government submits  
9 that deferring any decisions about dividing the case into separate parts will actually promote the  
10 conservation of judicial resources. As the Court and all of the very experienced counsel in the case are  
11 aware, in large cases such as this one, the vast majority of defendants do not proceed to trial. Further, as  
12 discussed above, additional charges, including RICO charges, are anticipated in this case. It would be  
13 highly inefficient to break this case up into smaller parts before such charges are filed or before it is  
14 determined which defendants will actually be going to trial. A premature division of the charges and  
15 defendants often results in the Court attempting to reconstitute the groups when one group becomes so  
16 small that it does not make sense to have a separate trial for that group (or defendant). Premature  
17 separation of the case can also result in far more appearances in Court, expenditures of CJA funds, and  
18 confusion over joinders and Court rulings than are necessary. The government anticipates that there are  
19 certain initial issues, such as discovery, suppression of evidence, litigation of the wiretaps, motions to  
20 dismiss, that most, if not all, of the defendants in this case will want to address. For all these reasons,  
21 the government submits that it makes good sense for the Court to defer any decisions on issues of  
22 severance and trial groupings until later in the case when the charges are finalized, the discovery has  
23 been digested, and it has been determined which defendants will actually be proceeding to trial.

#### 24 **11. IDENTITIES OF UNDERCOVER EMPLOYEES AND CONFIDENTIAL INFORMANTS**

25 For a variety of reasons that are extremely important to the government, one of the few items that  
26 the government will seek to keep confidential in this case are the true names and identities of the  
27 Undercover Employees and Confidential Informants. The government would, of course, disclose any  
28 and all impeaching information required to be produced pursuant to its obligations under *Brady, Giglio,*

1 and *Henthorn*. It is the position of the government that in the instant case, the UCEs and CIs need not  
2 be known by their true names and should be referred to by the names utilized by them in the case. This  
3 will not in any way impinge on the constitutional rights of the defendants. In order to protect the rights  
4 of the defendants, and with the supervision of the Court, the government will be prepared to conduct and  
5 comply with any and all inquiries pertaining to impeachment and credibility of these witnesses. This is  
6 one area that the government respectfully will seek to protect throughout the case.

### 7 **12. BRADY OBLIGATIONS**

8 The government fully understands its obligations under *Brady* and takes those obligations  
9 seriously. It will fully comply with those obligations and will promptly provide any exculpatory  
10 information about which it becomes aware.

### 11 **13. GIGLIO OBLIGATIONS**

12 The government also takes its *Giglio* obligations seriously and will provide impeaching  
13 information well before time that it needs to be used for hearing or trial. Once a realistic trial date is  
14 established, and depending on the number of defendants remaining in the case, the government will  
15 propose a “drop dead” deadline for *Giglio* disclosures – allowing, of course, for later, immediate  
16 disclosures of matters not learned until after the deadline passes.

### 17 **14. “WORK PRODUCT” DISCLOSURES**

18 The government has prepared certain items that technically are work product, and thereby  
19 privileged, but which the government may agree to provide as it could advance the defendants’  
20 navigation of the discovery and preparation of the case. For example, the government has so-called  
21 “linesheets” from the wiretap recordings that summarize in summary form what the monitor understood  
22 he/she was hearing when listening to the interceptions. The government also has unofficial transcripts  
23 of recorded phone calls and recorded conversations that are hasty efforts to capture the wording of  
24 conversations. Many of these are not in final form at this time. Nonetheless, the government would be  
25 willing to provide many of these documents to the defendants for their use under the following  
26 conditions: (1) such summaries/notes will not be used to impeach any witness at trial, and (2) no  
27 accusations will be brought against the government due to omissions or errors on the basis of  
28 summaries/notes that are produced. If we can reach agreement on those points, then the government

1 would be willing to produce much of its work product as an aid to the defendants and counsel in getting  
2 up to speed on the evidence.

3 This statement is being filed as an initial glimpse at the discovery landscape for this case to give  
4 the Court and counsel an early preview and not as a basis for early complaints to be voiced at the status  
5 on April 11, 2014. The government is open to discussion outside of Court with any and all defendants  
6 regarding what is contained in the statement or discovery in general. The government respectfully  
7 submits that the most efficient manner of moving forward in this case will be for matters to be discussed  
8 between the parties and accommodations attempted prior to bringing issues to the attention of the Court  
9 for decision. Every attorney in the case is well versed in litigation and has a good sense for what will  
10 and will not be agreeable. It is the hope of the government that those matters can be discussed and the  
11 parties come to mutual agreement, rather than delaying the case through unnecessary litigation.

12 Dated: April 10, 2014

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