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SOUTHERN DISTRICT OF CALIFORNIA

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8 UNITED STATES DISTRICT COURT
9 SOUTHERN DISTRICT OF CALIFORNIA

10 June 2017 Grand Jury

11 UNITED STATES OF AMERICA,

Case No. 18 CR 3656 JLS

12 I N D I C T M E N T

13 v.

14 DAVID WILLIAMS HAAS,

15 Defendant.

Title 18, U.S.C., Sec. 371 -
Conspiracy To Commit Bribery;
Title 18, U.S.C., Sec.
201(b)(2)(A) and (C) - Bribery;
Title 18, U.S.C., Secs. 1349, 1346
and 1343 - Conspiracy To Commit
Honest Services Fraud; Title 18,
U.S.C., Sec. 981(a)(1)(C), and
Title 28, U.S.C., Sec. 2461(c) -
Criminal Forfeiture

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20 The grand jury charges that, at all times relevant:

21 1. Defendant DAVID WILLIAMS HAAS, ("HAAS"), was an active-duty
22 Officer in the United States Navy. From September 2001 to June 2003,
23 as a Lieutenant Commander, HAAS was the Executive Officer onboard the
24 USS Blue Ridge, the command ship for the U.S. Navy's Seventh Fleet based
25 out of Yokosuka, Japan. In this position, HAAS was responsible for the
26 safe operation, upkeep, and material condition of the Seventh Fleet
27 flagship, as well as command over U.S. Navy officers and enlisted
28 sailors. From June 2003 to June 2005, HAAS was the Command, Control,

1 Computer, Communications, Information, Surveillance and Reconnaissance
2 Officer onboard the USS Essex, an amphibious assault ship based in
3 Sasebo, Japan. In this position, HAAS was responsible for leading a
4 department of over 160 U.S. Navy officers and enlisted sailors and
5 operating the ship's communications suite and all of the ship's self-
6 defense combat systems. From July 2005 until January 2008, HAAS, now
7 as a Commander, held various additional positions of responsibility in
8 the U.S. Navy. From February 2008 to September 2009, HAAS was the
9 Commanding Officer of the USS Thach, a U.S. Navy frigate based out of
10 San Diego, CA. In this position, HAAS was responsible for all operations
11 of the ship and over 200 U.S. Navy officers and enlisted sailors under
12 his command.

13 2. Following his promotion to Captain, from August 2011 to July
14 2013, HAAS was the Operations Officer for the U.S. Navy's Seventh Fleet,
15 a position also known by the moniker "N3" or Maritime Operations Center
16 Director, onboard the USS Blue Ridge. In this position, HAAS was
17 responsible for directing all Seventh Fleet operations including missile
18 defense, disaster relief and exercises, and administering a \$1.5 billion
19 fuel budget.

20 3. As an Officer in the United States Navy, HAAS was a "public
21 official" within the definition of Title 18, United States Code,
22 Section 201(a)(1), and as such, HAAS owed a fiduciary duty to both the
23 U.S. Navy and the American public.

24 4. Leonard Glenn Francis, ("Francis"), charged elsewhere, was a
25 citizen of Malaysia, residing in Singapore. Francis was the Chief
26 Executive Officer and President of Glenn Defense Marine (Asia) ("GDMA"),
27 a multi-national corporation with headquarters in Singapore. As of
28 September 2013, GDMA had operating locations in many countries,

1 including Japan, Thailand, Malaysia, Korea, Hong Kong, Indonesia,
2 Australia, Philippines, and the United States. GDMA's main business
3 involved the "husbanding" of marine vessels, a service it had provided
4 across the Seventh Fleet's area of responsibility under various
5 contracts with the U.S. Navy for over 25 years. "Ship husbanding"
6 involves the coordinating, scheduling, and direct and indirect
7 procurement of items and services required by ships and submarines when
8 those vessels arrive at port. Examples of these items and services
9 included, among others, tugboats; fenders; port authority or customs
10 fees; security; food; fuel; water; trash removal; collection, holding,
11 and transfer of liquid waste ("CHT"); and transportation, among many
12 others.

13 5. Alex Wisidagama, ("Wisidagama"), charged elsewhere, a citizen
14 of Singapore, was GDMA's Global Manager for Government Contracts.

15 6. Neil Peterson ("Peterson"), charged elsewhere, a citizen of
16 Singapore, was GDMA's Vice President of Global Operations.

17 7. Michael Misiewicz, ("Misiewicz"), charged elsewhere, was an
18 active duty Commander in the United States Navy. From January 2011 to
19 2012, Misiewicz was the Deputy Operations Officer for the U.S. Navy's
20 Seventh Fleet, also known by the moniker "N3B." In this position,
21 Misiewicz was HAAS's second-in-command from August 2011 until December
22 2012, when Misiewicz left the Seventh Fleet.

23 8. In an effort to build and solidify a corrupt relationship with
24 HAAS, from in or about 2003 until 2011, Francis routinely entertained
25 HAAS throughout the Seventh Fleet area of responsibility, including by
26 throwing lavish parties at five star hotels and opulent restaurants,
27 plying HAAS with hotel rooms, entertainment, and alcohol, and providing
28 HAAS with the frequent services of prostitutes.

Official Duties

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2 9. HAAS, as an officer in the U.S. Navy, had and was assigned
3 various official duties, including, but not limited to those found in
4 the United States Navy Regulations; Department of Defense Directive
5 ("DoDD") 5500.07 (Standards of Conduct), DoDD 5500.07-R (Joint Ethics
6 Regulations), and supplements thereto, including 5 C.F.R. Part 2625
7 (Standards of Ethical Conduct for Employees of the Executive Branch),
8 and 5 C.F.R. Part 3601 (Supplemental Standards of Ethical Conduct for
9 Employees of the Department of Defense); and Executive Order 12674
10 (Principles of Ethical Conduct).

11 10. Among many others, the official duties of Officers in the U.S.
12 Navy include (1) acquainting themselves with, obeying and, so far as
13 their authority extends, enforcing the laws, regulations, and orders
14 relating to the Department of the Navy; (2) faithfully and truthfully
15 discharging the duties of their offices to the best of their ability in
16 conformance with existing orders and regulations and their solemn
17 profession of the oath of office (Article 1130); (3) requiring themselves
18 to show a good example of virtue, honor, patriotism, and subordination;
19 to be vigilant in inspecting the conduct of all persons who are placed
20 under their command; to guard against and suppress all dissolute and
21 immoral practices, and to correct, according to the laws and regulations
22 of the U.S. Navy, all persons who are guilty of them; and take all
23 necessary and proper measures, under the laws, regulations and customs
24 of the naval services, to promote and safeguard the morale, the physical
25 well-being and the general welfare of the officers and enlisted persons
26 under their command or charge (Article 1131); (4) reporting as soon as
27 possible to superior authority all offenses under the Uniform Code of
28 Military Justice ("UCMJ") which come under their observation (Article

1 1137); (5) complying with all directives issued by the Secretary of
2 Defense and Secretary of the Navy regarding the Standards of Conduct and
3 Government Ethics (Article 1110); and (6) reporting in writing any
4 fraudulent, collusion, or improper conduct by a U.S. Navy contractor
5 (Article 1115).

6 11. To perform his duties, HAAS held a "Secret" or "Top Secret"
7 clearance as a prerequisite to handling various types of classified
8 information. Additional regulations prescribe the official duties of
9 U.S. Navy Officers in the handling of classified information, including
10 DoDD 5200.02r, which requires among other duties that individuals having
11 access to classified information must promptly report to their security
12 office: any unauthorized disclosure to any person of classified
13 information or of other information, disclosure of which is prohibited
14 by Statute, Executive Order, or Regulation (C2.2.1.5); the disregard of
15 public law, Statute, Executive Order, or Regulation (C2.2.1.7); any
16 criminal or dishonest conduct (C2.2.1.8); any acts of omission or
17 commission that indicate poor judgment, unreliability, or
18 untrustworthiness (C2.2.1.9); any vulnerability to coercion, influence,
19 or pressure that may cause conduct contrary to the national interest
20 (C2.2.1.11); and any acts of sexual misconduct or perversion indicative
21 of moral turpitude, poor judgment, or lack of regard for the laws of
22 society (C2.2.1.17). Co-workers shoulder an equal official duty to
23 report when "they become aware of information with potentially serious
24 security significance regarding someone with access to classified
25 information" in a sensitive position (C9.1.5).

26 12. DoDD 5240.06 prescribes the official duties of Department of
27 Defense personnel, including HAAS, related to counterintelligence
28 awareness and reporting. In particular, DOD personnel must report

1 certain enumerated contacts, activities, indicators, and behaviors as
2 potential foreign intelligence entity threats against the DOD, its
3 personnel, information, materiel, facilities, and activities or against
4 U.S. national security. Mandatory reporting obligations inure to the
5 following activities: any improper handling or disclosure of classified
6 information; attempts to entice co-workers into criminal situations that
7 could lead to blackmail or extortion; attempts to entice DOD personnel
8 into situations that could place them in a compromising position; and
9 attempts to place DOD personnel under obligation through special
10 treatment, favors, gifts, or money.

11 Count 1
12 Conspiracy To Commit Bribery
13 (18 U.S.C. § 371)

14 13. The allegations in Paragraphs 1 through 12 of this Indictment
15 are hereby re-alleged and incorporated herein.

16 14. From in our about October 2011 to September 2013, on the high
17 seas and out of the jurisdiction of any particular district, defendant
18 DAVID WILLIAMS HAAS, ("HAAS"), a public official, U.S. Navy Commander
19 Michael Misiewicz, ("Misiewicz"), Leonard Francis, ("Francis"), and
20 others (1) knowingly and unlawfully combined, conspired, and agreed to
21 commit bribery; that is, HAAS, Misiewicz, Francis, and others knowingly
22 agreed that, in return for HAAS and Misiewicz being influenced in the
23 performance of official acts and in return for HAAS and Misiewicz being
24 induced to do and omit to do acts in violation of their official duties,
25 as opportunities arose (a) Francis and others directly and indirectly,
26 corruptly gave, offered, and promised things of value to HAAS and
27 Misiewicz, including travel, meals, alcohol, entertainment expenses,
28 hotel rooms, and the services of prostitutes; and (b) HAAS and Misiewicz

1 would directly and indirectly, corruptly demand, seek, receive, accept,
2 and agree to receive and accept these things of value; and (2) HAAS,
3 Misiewicz, and Francis took overt acts in furtherance of this conspiracy
4 and to effect its objects, all in violation of Title 18, United States
5 Code, Sections 201(b) (1) (A) and (C), and 201(b) (2) (A) and (C).

6 OBJECTS OF THE CONSPIRACY

7 15. It was an object of the conspiracy for HAAS and Misiewicz to
8 use their official position and influence in the U.S. Navy to perform
9 official acts; to exert pressure on other officials to perform official
10 acts; and to advocate before and advise other officials, knowing and
11 intending that such advocacy and advice would form the basis for their
12 official acts; all to advance GDMA's interests, as questions, matters,
13 and controversies regarding GDMA's ship husbanding business were brought
14 to HAAS's and Misiewicz's attention; and in return, Francis and others
15 would offer and give a stream of benefits to or on behalf of HAAS and
16 Misiewicz, including travel, meals, alcohol, entertainment expenses,
17 hotel rooms, and the services of prostitutes.

18 16. It was a further object of the conspiracy for HAAS and
19 Misiewicz to do and omit to do acts in violation of their official
20 duties, and in return, Francis and others offered and gave a stream of
21 benefits to HAAS and Misiewicz, including travel, meals, alcohol,
22 entertainment, hotel rooms, and the services of prostitutes.

23 MANNERS AND MEANS OF THE CONSPIRACY

24 17. In furtherance of this conspiracy, and to accomplish its
25 objects, the following manners and means were used, among others:

26 a. Francis offered and gave a stream of benefits to HAAS and
27 Misiewicz, including travel, meals, alcohol, entertainment, hotel rooms,
28 and the services of prostitutes.

1 b. HAAS and Misiewicz sought, received, and accepted these
2 things of value from Francis.

3 c. In return for this stream of things of value from Francis,
4 HAAS and Misiewicz agreed to perform official acts; to exert pressure
5 on other officials to perform official acts; and to advocate before and
6 advise other officials, knowing and intending that such advocacy and
7 advice would form the basis for their official acts, all to advance
8 GDMA's interests as questions, matters, and controversies regarding
9 GDMA's ship husbanding business were brought to HAAS's and Misiewicz's
10 attention.

11 d. HAAS and Misiewicz provided Francis with classified U.S.
12 Navy ship schedules.

13 e. HAAS and Misiewicz provided Francis with internal,
14 proprietary U.S. Navy information.

15 f. HAAS and Misiewicz exerted pressure on other U.S. Navy
16 officials, and advocated for and provided advice to other U.S. Navy
17 officials, knowing and intending that such advocacy and advice would
18 form the basis for such other officials' decisions to direct ships to
19 ports that were more lucrative for Francis and GDMA.

20 g. HAAS and Misiewicz took official acts and exerted
21 pressure on, advocated before, and provided advice to other U.S. Navy
22 officials, knowing and intending that such advocacy and advice would
23 form the basis for such other officials' decisions to pay GDMA's claims,
24 overlook inflated invoices, suppress competition in contract awards, and
25 resolve in GDMA's favor other questions, matters, and controversies
26 regarding GDMA's husbanding business.

27 h. In return for this stream of benefits from Francis, HAAS
28 and Misiewicz were induced to do and omit to do acts in violation of

1 their official duties, including, among many others, receiving and
2 failing to report others' receipt of things of value from a defense
3 contractor, a prohibited source; failing to guard against and suppress
4 and correct dissolute and immoral practices; failing to promote and
5 safeguard the morale, physical well-being, and general welfare of other
6 U.S. Navy Officers; engaging in and failing to report violations of the
7 UCMJ; and failing to report fraudulent and improper conduct by a U.S.
8 Navy contractor.

9 i. In return for this stream of benefits from Francis, HAAS
10 and Misiewicz were induced to do and omit to do acts in violation of
11 their official duties with respect to classified information, including,
12 engaging in and failing to report acts of omission or commission that
13 indicate poor judgment, unreliability, or untrustworthiness; failing to
14 report vulnerability to coercion, influence, or pressure that may cause
15 conduct contrary to the national interests, and engaging in and failing
16 to report others' acts of sexual misconduct or perversion indicative of
17 moral turpitude, poor judgment or lack of regard for the laws of society.

18 j. In return for this stream of benefits from Francis, HAAS
19 and Misiewicz were induced to do and omit to do acts in violation of
20 their official duties with respect to foreign intelligence threats,
21 including engaging in and failing to report others' improper handling
22 and disclosure of classified information; engaging in and failing to
23 report attempts to entice co-workers into criminal situations that could
24 lead to blackmail or extortion; engaging in and failing to report
25 attempts to entice DOD personnel into situations that could place them
26 in a compromising position; and failing to report attempts to place DOD
27 personnel under obligation through special treatment, favors, gifts, or
28 money.

1 k. HAAS and Misiewicz identified and vetted potential
2 successors in their corrupt relationship with Francis, evaluating
3 candidates for their ability to perform official acts on Francis's
4 behalf, provide Francis with classified and internal, proprietary
5 information, and exert pressure on, advocate before, and provide advice
6 to other officials on questions, matters, and controversies regarding
7 GDMA's ship husbanding business, knowing and intending that such
8 advocacy and advice would form the basis for such other officials'
9 decisions, as well as for their perceived discretion, and willingness
10 to accept items of value from Francis.

11 l. HAAS and Misiewicz sought to conceal their corrupt
12 relationship with Francis by communicating with Francis using private
13 email accounts, rather than their U.S. Navy accounts.

14 OVERT ACTS

15 18. In furtherance of the conspiracy and to effect its objects,
16 the following overt acts, among others, were committed:

17 A1. On or about November 5, 2011, while HAAS was the Director,
18 Maritime Operations ("N3"), Seventh Fleet Staff aboard the USS Blue
19 Ridge, Francis met with HAAS and Misiewicz at Francis's room at the Ritz
20 Carlton Hotel in Tokyo, Japan, before taking them to dinner at the
21 hotel's Teppanyaki restaurant and providing them with prostitutes, at a
22 cost of over \$20,000.

23 A2. In Fall 2011, Francis paid for a "50th Birthday" party
24 for the wives of HAAS and others.

25 A3. On or about November 8, 2011, HAAS directed Misiewicz to
26 forward to Francis an internal U.S. Navy email regarding the arrangements
27 and schedule for an upcoming port visit to Manila, Philippines, by the
28 USS Fitzgerald.

1 A4. On or about November 24 to 25, 2011, a GDMA Manager, Ed
2 Aruffo, charged elsewhere, provided HAAS with a suite at the New Sanno
3 Hotel in Tokyo, Japan.

4 A5. On or about November 25, 2011, Misiewicz emailed
5 describing resistance to the idea of aircraft carrier port visits in
6 Sepangar, Malaysia, but reassuring Francis, "Believe me, I've leaned
7 hard on getting big decks to Sepangar. ... Give me a little bit to work
8 your plan, Big Bro."

9 A6. On or about December 20, 2011, in an email entitled, "Yet
10 Another Favor," HAAS requested that GDMA provide a hotel room for his
11 friend and friend's family at the New Sanno Hotel for ten days, beginning
12 on December 24, 2011.

13 A7. On or about December 31, 2011, Misiewicz provided Francis
14 with classified U.S. Navy ship schedules.

15 A8. On or about January 10, 2012, Misiewicz provided Francis
16 with classified U.S. Navy ship schedules. After reviewing these
17 schedules, Francis emailed Misiewicz demanding that he use his position
18 and influence to "swing" the USS George Washington to Port Klang,
19 Malaysia instead of Singapore.

20 A9. On February 6, 2012, Aruffo paid for dinner and
21 transportation for HAAS, Misiewicz, and others in Sapporo, Japan. Aruffo
22 also paid for lavish dinners for HAAS and his wife in Tomakomai, Japan,
23 and Tokyo, Japan, on other occasions in 2012.

24 A10. On or about March 13, 2012, Francis sent HAAS proprietary
25 cost information from a competing husbanding contractor in Chennai,
26 India, along with an unsolicited proposal that GDMA replace that
27 competing contractor. Misiewicz replied several hours later, copying
28 HAAS, telling Francis that he would discuss Francis's proposal with the

1 acting Assistant Chief of Staff, Seventh Fleet, for supply and logistics.
2 HAAS's and Misiewicz's advocacy before, and advice to other U.S. Navy
3 officials, thereafter caused Francis to be invited to meet with the
4 Seventh Fleet commander to press his proposal to replace the incumbent
5 contractor in Chennai with GDMA.

6 A11. On or about March 25, 2012, Francis provided HAAS with a
7 Horizon Club-level room for one night at the Makati Shangri-La Hotel in
8 Manila, Philippines.

9 A12. On or about April 8, 2012, Misiewicz emailed two other
10 Seventh Fleet officers, copying HAAS, criticizing the Chennai port visit
11 handled by GDMA's competitor. Misiewicz wrote, "Not in our [his and
12 HAAS's] lane, but who was HSP, did we go on the cheap and this is the
13 result, perhaps? This time around let's make sure that the [After Action
14 Report] is collected and preserved so we don't have a repeat the same
15 lessons/pain next time around..."

16 A13. On or about April 11, 2012, Francis provided
17 transportation and dinner for HAAS and Misiewicz in Yokosuka, Japan.

18 A14. On or about May 11 to 15, 2012, during an event Francis
19 termed, "Cinderella Liberty," Francis paid for rooms at the Shangri-La
20 Hotel in Jakarta, Indonesia, for HAAS, Misiewicz, and others. The
21 Cinderella Liberty festivities included dinner, entertainment at a night
22 club, alcohol, and the services of prostitutes in Misiewicz's hotel
23 suite where HAAS was present.

24 A15. On or about May 25, 2012, Francis provided a vehicle and
25 hotel room for HAAS during a port visit in Laem Chabang, Thailand.

26 A16. On or about June 29 to 30, 2012, in Tokyo, Japan, Francis
27 paid for a two-day party for HAAS, Misiewicz, and others, including
28 transportation, dinner at Nobu Restaurant, and entertainment at several

1 hostess clubs where the services of prostitutes were provided, all at a
2 total cost of over \$75,000.

3 A17. On or about August 2, 2012, during a dispute between GDMA
4 and the port authority in Hakata, Japan, HAAS advocated before, and
5 provided advice to the Assistant Chief of Staff, Seventh Fleet, on GDMA's
6 behalf, knowing and intending that such advocacy and advice would form
7 the basis for the Assistant Chief of Staff's decisions.

8 A18. From approximately August 17 to 21, 2012, during a port
9 visit by the USS Blue Ridge to Busan, South Korea, Francis partied with
10 HAAS and Misiewicz, footing the bill for hotel rooms, dinner, drinks,
11 and the services of prostitutes.

12 A19. On or about September 8, 2012, Misiewicz provided Francis
13 with a list of classified ship schedules.

14 A20. By email on or about September 14, 2012, despite U.S.
15 Navy contracting personnel's concerns about exorbitant costs, HAAS
16 exerted pressure on, advocated before, and provided advice to the
17 Assistant Chief of Staff, Seventh Fleet in favor of an aircraft carrier
18 port visit to Sepangar, Malaysia, knowing and intending that such
19 pressure, advocacy and advice would form the basis for the Assistant
20 Chief of Staff's decisions. HAAS wrote, "CoS certainly can over rule,
21 but too much riding on Sepanger wrt relationships with the RMN [Royal
22 Malaysian Navy] and their national govt. They have a ton planned and
23 have worked very hard to make this happen. Need to go [Course of Action]
24 1 or 2[.] [W]ould recommend you pick up the phone and call GDMA
25 personally to get it from the horses mouth."

26 A21. Misiewicz immediately forwarded HAAS's September 14, 2012
27 email to Francis, who boasted to his staff, "love it when my plan falls
28

1 in place like a Movie a GDMA Box Office Classic NAVSUP is IED in my
2 Backyard."

3 A22. On or about September 15, 2012, Francis and Peterson
4 exchanged text messages about HAAS's email to the Assistant Chief of
5 Staff. Peterson wrote "Good one sir, HAAS pushing [the Assistant Chief
6 of Staff's] buttons." Francis replied, "Correct we ambushed them ha ha.
7 By IED." The USS John C. Stennis did, in fact, make a port visit to
8 Sepangar, Malaysia from September 30 to October 4, 2012, for which GDMA
9 billed the U.S. Navy over \$3 million.

10 A23. Following the USS George Washington's port visit to Port
11 Klang, Malaysia and the USS John C. Stennis's port visit to Sepangar,
12 Malaysia, Francis emailed HAAS's and Misiewicz's personal email accounts
13 on or about October 14, 2012, pressing them to exert pressure and
14 advocate for Bali, Indonesia as a port visit location for a U.S. Navy
15 aircraft carrier: "Bro's, I planted Bali [port visit] with CTF 70 [USS
16 George Washington] during the [recent] PKCC [Port Klang] visits. I did
17 the same with JCS [USS John C. Stennis] in Sepangar. Let's work on Bali
18 [] for JCS, Nimitz, or GW. I look forward to this discussion next
19 weekend in Tokyo, rest well love you Bro's :) Missed you since Busan."

20 A24. In about November 2012, Francis sought assistance from
21 HAAS to fight accusations that GDMA had dumped untreated sewage in Subic
22 Bay, Philippines. Through HAAS's personal email account, Francis sought
23 internal, proprietary information on how the U.S. Navy was handling the
24 accusations and asked HAAS to forward a pro-GDMA Philippine news article
25 to U.S. Navy personnel. On or about November 22, 2012, HAAS emailed a
26 link to the article to the Assistant Chief of Staff, Seventh Fleet,
27 falsely stated that he had found the pro-GDMA article "online last
28

1 night," and advocated that the Assistant Chief of Staff make others in
2 the U.S. Navy aware of the article.

3 A25. On or about November 23, 2012, in a follow up email, HAAS
4 exerted pressure on, advocated before, and provided advice to the
5 Assistant Chief of Staff against breaking the U.S. Navy's husbanding
6 contract and replacing GDMA as the husbanding agent in the Philippines,
7 knowing and intending that such pressure, advocacy, and advice would
8 form the basis for officials' decisions.

9 A26. On or about November 30, 2012, Francis provided a car and
10 driver for HAAS and Misiewicz from Yokosuka, Japan, to the Ritz Carlton
11 Hotel in Tokyo, Japan, where Francis was staying. In Francis's room,
12 with HAAS present, Misiewicz handed Francis an envelope of classified
13 long range Seventh Fleet ship schedules, CTF-70 ship schedules, and
14 Seventh Fleet organizational charts. The schedules were stamped
15 "SECRET" and projected ship visits approximately 14 months in advance.
16 These classified schedules included information related to U.S. Navy
17 ballistic missile defense operations in the Pacific and remain
18 classified.

19 A27. After reviewing the ship schedules, Francis, HAAS and
20 Misiewicz pored over the Seventh Fleet organizational chart, which HAAS
21 and Misiewicz had brought with them, in an effort to identify and
22 evaluate potential successors to the corrupt relationship with Francis
23 when Misiewicz departed the Seventh Fleet, the following month, in
24 December 2012. Following these discussions, Francis took HAAS and
25 Misiewicz to a strip club where food and prostitutes were provided at a
26 cost of approximately \$7,000.

27 A28. On or about February 5, 2013, Francis emailed HAAS's
28 personal email account to set up a meeting to elicit HAAS's assistance

1 combatting allegations that GDMA was overbilling the U.S. Navy for ship
2 husbanding services in Malaysia and to request updated ship "schedules
3 for the coming months."

4 A29. On or about February 7 to 8, 2013, Francis paid for a
5 two-day party, in Tokyo, Japan, for HAAS, and other officers, during
6 which Francis provided meals, entertainment, alcohol, and the services
7 of prostitutes, at a total cost of over \$30,000.

8 A30. On or about February 16, 2013, Francis paid for a dinner
9 for HAAS and his wife at Nobu restaurant in Tokyo, Japan.

10 A31. On or about June 4, 2013, during a USS Blue Ridge port
11 visit to Port Klang, Malaysia, Francis provided HAAS with dinner, a
12 hotel room and spa treatment at the Shangri-La Hotel, Kuala Lumpur,
13 transportation, and the services of prostitutes. Francis's charges at
14 the Shangri-La Hotel were approximately \$4,800.

15 A32. On or about June 8, 2013, during a USS Blue Ridge port
16 visit to Changi Naval Base, Singapore, Francis entertained HAAS at the
17 Tiananmen KTV nightclub and provided HAAS with the services of a
18 prostitute and hotel room at the Furama Hotel.

19 A33. On or about June 15, 2013, during a USS Blue Ridge port
20 visit to Jakarta, Indonesia, HAAS and another officer flew to Singapore,
21 where Francis entertained them at the Raffles Hotel and then at the
22 Tiananmen KTV nightclub where Francis provided them with the services
23 of prostitutes. Francis's total cost was over \$4,000.

24 A34. In or about June 2013, HAAS used his official position
25 and influence in the U.S. Navy to perform official acts; exerted pressure
26 on other officials to perform official acts; and advocated before and
27 advised other officials, knowing and intending that such advocacy and
28 advice would form the basis for their official acts in a successful

1 effort to engineer a port visit by the George Washington Carrier Strike
2 Group ("GWCSG") to Port Klang, Malaysia. On or about June 24, 2013, in
3 an email to his staff after the Port Klang port visit was finalized,
4 Francis wrote, "Yes work on it and screw them nicely, [t]he GWCSG is
5 confirmed in October approved personally by Admiral [] PACFLT and
6 proposed by my brother Capt Dave Hass N3 :) His farewell present to me."

7 A35. On or about July 13, 2013, during a USS Blue Ridge port
8 visit to Sydney, Australia, Francis provided hotel rooms for HAAS and
9 other U.S. Navy officers at the Shangri-La Hotel, along with an expensive
10 dinner and the services of prostitutes.

11 A36. In an email dated September 10, 2013, after HAAS had left
12 the Seventh Fleet, Francis asked HAAS for the personal contact
13 information of an individual they had identified as a potential
14 replacement for HAAS and Misiewicz.

15 All in violation of Title 18, United States Code, Section 371.

16 Counts 2-7

17 Bribery

18 (18 U.S.C. § 201(b)(2)(A) and (C))

19 19. The allegations in Paragraphs 1 through 12 of this Indictment
20 are incorporated by reference.

21 20. On or about the dates set forth in Column "A," on the high
22 seas and outside the jurisdiction of any particular district, defendant
23 DAVID WILLIAMS HAAS, a public official, directly and indirectly,
24 corruptly demanded, sought, received, accepted, the things of value set
25 forth in Column "B," in return for being influenced in the performance
26 of official acts and in return for being induced to do and omit to do
27 things in violation of his official duties, all as opportunities arose,
28

1 including providing classified and other internal, proprietary U.S. Navy
 2 information to Francis and GDMA, and using his official position and
 3 influence in the U.S. Navy to perform official acts; to exert pressure
 4 on other officials to perform official acts; and to advocate before and
 5 advise other officials, knowing and intending that such advocacy and
 6 advice would form the basis for their official acts; all to advance
 7 GDMA's interests, as questions, matters, and controversies regarding
 8 GDMA's ship husbanding business were brought to HAAS's attention, with
 9 demand, receipt, and acceptance of each thing of value constituting a
 10 separate Count:

COUNT	"A" - DATE	"B" - ITEMS OF VALUE
2	November 7, 2011	Expenses for HAAS and Misiewicz for a night of partying at hostess and strip clubs in Tokyo, totaling over \$20,000
3	May 15, 2012	Expenses for HAAS, Misiewicz, and others for partying, alcohol, and the services of prostitutes in Jakarta, Indonesia, totaling over \$5,000
4	June 30, 2012	Expenses for HAAS, Misiewicz, and others for meals, alcohol, and partying at hostess and strip clubs in Tokyo, totaling over \$75,000
5	August 17-21, 2012	Expenses for HAAS and Misiewicz for meals, alcohol, and the services of prostitutes in Busan, South Korea, totaling over \$10,000
6	February 7-8, 2013	Expenses for HAAS and others for a two-day party in Tokyo that included meals, alcohol, and the services of prostitutes, totaling over \$30,000
7	June 3-4, 2013	Expenses for HAAS's stay at Shangri-La Hotel in Kuala Lumpur, Malaysia, and services of prostitutes, totaling approximately \$5,000

27 All in violation of Title 18, United States Code, Section 201(b)(2)(A)
 28 and (C).

1 Count 8

2 Conspiracy To Commit Honest Services Fraud
3 (18 U.S.C. §§ 1349, 1346, 1343)

4 21. The allegations in Paragraphs 1 through 12 of this Indictment
5 are hereby re-alleged and incorporated herein.

6 22. From in or about October 2011 to at least September 2013, on
7 the high seas and out of the jurisdiction of any particular district,
8 defendant DAVID WILLIAMS HAAS, Leonard Francis, charged elsewhere, and
9 others did knowingly and intentionally conspire and agree to devise a
10 material scheme and artifice to defraud the citizens of the United States
11 and the U.S. Navy of their rights to HAAS's honest, loyal, and faithful,
12 services, decisions, actions, and performance, through bribery and
13 kickbacks and the concealment of material information; and for the
14 purpose of executing this scheme, defendants and their conspirators
15 transmitted and caused to be transmitted writings, signs, and signals
16 by means of wire communication in interstate and foreign commerce.
17 All in violation of Title 18, United States Code, Sections 1349, 1346
18 and 1343.

19 **FORFEITURE ALLEGATIONS**

20 23. The allegations set forth in Counts 1 through 8 are
21 incorporated by reference for the purpose of alleging forfeiture
22 pursuant to Title 18, United States Code, Section 981(a)(1)(C), and
23 Title 28, United States Code, Section 2461(c).

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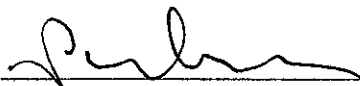
1 24. Upon conviction of one or more of the offenses set forth in
2 Counts 1 through 8, defendant DAVID WILLIAMS HAAS, shall forfeit all
3 property, real and personal, which constitutes or is derived from
4 proceeds traceable to Counts 1 through 8 pursuant to Title 18, United
5 States Code, Section 981(a)(1)(C), and Title 28, United States Code,
6 Section 2461(c), including but not limited to a money judgment in an
7 amount not less than the proceeds of the offenses in Counts 1 through 8.


8 DATED: August 16, 2018.

9 A TRUE BILL:

10 
11 _____
Foreperson

12 ADAM L. BRAVERMAN
13 United States Attorney

14 By: 
15 MARK W. PLETCHER
16 Assistant U.S. Attorney

17 By: 
18 PATRICK HOVAKIMIAN
19 Assistant U.S. Attorney
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