



Federal Election Commission
Washington, DC 20463

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MEMORANDUM

SENSITIVE

TO: The Commission

THROUGH: James A. Pehrkon
Staff Director

FROM: Allan D. Silberman
Director, ADR Office

BY: Lynn M. Fraser
Assistant Director, ADR Office

SUBJECT: Negotiated Settlement ADR 202

DATE: March 2, 2005

Attached for your review is a signed agreement for ADR 202 (RR 04L-12) - Respondents Friends of Mark Henry and Carol Claypool, Treasurer. This case originated with a referral from RAD on October 22, 2004 and was assigned to the ADR Office on November 10, 2004.

ADR 202/RR 04L-12: The Reports Analysis Division ("RAD") referred the Friends of Mark Henry and Carol Claypool, Treasurer (collectively "Respondents") because they filed an amended 2004 April Quarterly Report which disclosed additional receipts and disbursements without explanation. The amended 2004 April Quarterly Report, filed July 15, 2004, disclosed additional receipts totaling \$12,639.10 (63% increase) for a \$6,000.00 loan from the candidate and a refund from a vendor as an offset to operating expenditures. The additional disbursements of \$95,401.46 (100% increase) reflected all disbursements made by the Committee for the reporting period.

ADR Director's Recommendation: We recommend that the Commission approve the negotiated settlement for ADR 202, and that we subsequently close the file on this matter and send the appropriate letters.

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