



Federal Election Commission
Washington, DC 20463

January 15, 2014

Neil Reiff, Esq.
Sandler, Reiff, Young & Lamb, PC
1025 Vermont Avenue NW #300
Washington, DC 20005

Re: ADR 656 (RAD13L-34)
New York State Democratic Committee and John Gulino, Treasurer

Dear Mr. Reiff:

Enclosed is the signed copy of the agreement resolving the referral initiated on August 15, 2013 by the Federal Election Commission ("FEC/Commission") involving the New York State Democratic Committee and John Gulino, Treasurer ("Respondents"). The agreement for ADR 656 (RAD13L-34) was approved by the Commission on January 13, 2014 – the effective date of the agreement.

Note the specific time frames for compliance in paragraph 6 of the agreement. **Please forward to this office, a statement certifying Respondent's compliance with the terms listed in the aforementioned agreement.** The letter should note the dates on which Respondents satisfied each of the terms listed in paragraph 6, and contain the ADR caption and case number. **The civil penalty payment should be sent to the attention of the Accounting/Finance Office of the FEC. The civil penalty under the agreement is due on or before February 13, 2014.¹ Please put the ADR case number on the civil penalty check as well, to ensure crediting to the correct case.**

As you are aware, the settlement agreement will be made part of the record that is released to the public. The Commission will also place on the record copies of the referral, correspondence exchanged between your office and this office prior to our entry into settlement negotiations and reports prepared for the Commission by this office to assist in its consideration of this matter. The Commission is obliged by Federal statute to place on the public record documents in closed enforcement and alternative dispute

¹ Please note, if the Commission refers an unpaid civil penalty to the US Treasury or third party collection agent, additional costs and fees will be assessed.

14190293867

resolution cases; accordingly, copies of documents relative to this matter will be forwarded shortly to the FEC's Public Information Office.

This agreement resolves the matter that was initiated by the Commission pursuant to information ascertained in the normal course of carrying out its supervisory responsibilities regarding violations of federal election campaign laws. I appreciate your assistance in effectively resolving this matter and bringing the case to a mutually acceptable conclusion.

Sincerely,

Lynn M. Fraser, Director
Alternative Dispute Resolution Office
202-694-1665

Enclosure: Agreement

cc: Gwen Holmes, Finance and Accounting Office
Room 819

14190293868



**Federal Election Commission
Washington, DC 20463**

Case Number: ADR 656

Source: RAD 13L-34

Case Name: New York State Democratic Committee

NEGOTIATED SETTLEMENT

This matter was initiated by the Federal Election Commission (Commission) pursuant to information ascertained in the normal course of carrying out its supervisory responsibilities. Following review of the matter, and in an effort to promote compliance with the Federal Election Campaign Act of 1971, as amended, (FECA) and resolve this matter, the Commission entered into negotiations with Neil Reiff, Esq., representing the New York State Democratic Committee and John Gulino, in his official capacity as Treasurer (the Committee or Respondents). It is understood that this agreement will have no precedential value relative to any other matters coming before the Commission.

Negotiations between the Commission and Respondents addressed the issues raised in this referral. The parties agree to resolve the matter according to the following terms:

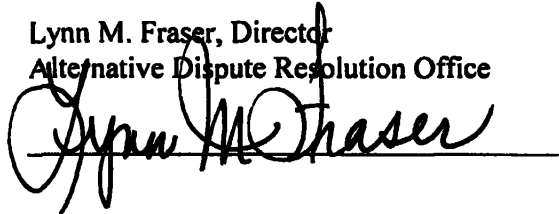
1. The Commission entered into this agreement as part of its responsibility for administering the FECA, and in an effort to promote compliance on the part of Respondents. The Commission's use of alternative dispute resolution procedures (ADR) is guided by "The Administrative Dispute Resolution Act of 1996," 5 U.S.C. § 572 and is an extension of 2 U.S.C. § 437g.
2. Respondents voluntarily enter into this agreement with the Commission.
3. The Reports Analysis Division (RAD) referred Respondents for failing to disclose all its financial activity on its 2012 30 Day Post-General Report. The Committee filed its original 2012 30 Day Post-General Report on December 6, 2012. Respondents filed Amended 2012 30 Day Post-General Reports on January 31, 2013 and May 22, 2013. The Amended 2012 30 Day Post-General Reports disclosed additional receipts of \$115,661.16.
4. Treasurers of political committees are required to report all financial activity, including all receipts, pursuant to the FECA. 2 U.S.C. §§ 434(a)(1), 434(b)(2), 11 C.F.R. §§ 104.1, 104.3(a).
5. Respondents acknowledge that due to understaffing and post election activity, some receipts were omitted from the 2012 30 Day Post-General Report. As a general matter, the Committee does mostly state and local activity, with only a smaller amount of federal activity. Respondents contend that in addition to filing Amended 2012 30 Day Post-General Reports to correct the record, the Committee instituted additional financial procedures to further enhance accuracy and compliance going forward.

14190293870

- 6. Respondents, in an effort to avoid similar errors in the future, agree to: (a) send a representative to an FEC conference within twelve (12) months of the effective date of this agreement; (b) certify annually that the Committee conducts quarterly staff conference calls with retained outside counsel to review any updated compliance procedures mandated by the FEC and discuss other trends or changes in the FECA for two years with the first certification being due on the first anniversary of the effective date of the agreement, and the second one a year later; (c) develop and certify implementation of a compliance operations manual which includes internal controls consistent with the Commission's Best Practices for Committee Management (2009 update) and a process to track receipt of, and response to, communications with the Commission within sixty (60) days of the effective date of this agreement; and (d) pay a civil penalty of \$2,750 within thirty (30) days of the effective date of this agreement.
- 7. Respondents agree that all information provided to resolve this matter is true and accurate to the best of their knowledge and that they sign this agreement under penalty of perjury pursuant to 28 U.S.C. § 1746.
- 8. The parties agree that if Respondents fail to comply with the terms of this settlement, the Commission may submit any unpaid civil penalty to the U.S. Treasury for collection or undertake civil action in the U.S. District Court for the District of Columbia to secure compliance.
- 9. This agreement shall become effective on the date signed by all parties and approved by the Commission. Respondents shall comply with the terms of this agreement as set out in paragraph 6 above, and shall certify compliance with the above settlement terms in writing to the Alternative Dispute Resolution Office on or before the date each term becomes due.
- 10. This Negotiated Settlement constitutes the entire agreement between the parties on ADR 656 (RAD 13L-34), and resolves those issues identified in paragraph 3 above. No other statement, promise or agreement, either written or oral, made by either party, not included herein, shall be enforceable.

FOR THE COMMISSION:

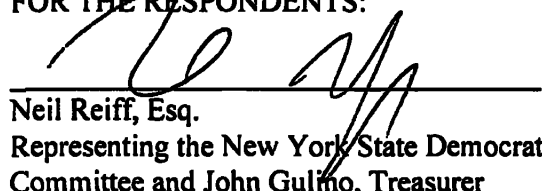
Lynn M. Fraser, Director
Alternative Dispute Resolution Office



1/13/2014
Date Signed

FOR THE RESPONDENTS:

Neil Reiff, Esq.
Representing the New York State Democratic
Committee and John Gulmo, Treasurer



12/8/13
Date Signed