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Federal Election Commission
Washington, DC 20463

MEMORANDUM

January 10, 2014

TO: The Commission

THROUGH: Alec Palmer *AP*
Staff Director

FROM: Patricia C. Orrock *PCO*
Chief Compliance Officer

Lynn M. Fraser *LMF*
Director, ADR Office

SUBJECT: ADR 664 North Carolina Republican Party and Jeffrey A. Morse, Jr., Treasurer, Recommendation to Approve Settlement Agreement

RESOLUTION TERMS: Send a representative to an FEC conference; 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; and pay a civil penalty of \$3,750.

Attached for your review is a signed negotiated ADR Settlement Agreement pertaining to ADR 664 (RAD 13L-45). The ADR Office received this referral on October 29, 2013.

SUMMARY: In this case, Reports Analysis Division (RAD) referred the North Carolina Republican Party and Jeffrey A. Morse, Jr., Treasurer (Respondents or the Committee) for failing to disclose all financial activity on their 2012 30 Day Post-General Report. Respondents filed the original 2012 30 Day Post-General Report on December 4, 2012. On April 30, 2013, the Committee filed an Amended 2012 30 Day Post-General Report that disclosed additional receipts totaling \$172,521.14.

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Respondents, in an electronic response to the Request for Additional Information, stated that the Amended 2012 30 Day Post-General Report included three in-kind transfers from the Republican National Committee that were inadvertently omitted from the original report. As soon as the Committee discovered the omission, they instituted steps to enhance financial procedures.

RECOMMENDATIONS:

1. Approve the attached settlement agreement of the North Carolina Republican Party and Jeffrey A. Morse, Jr., Treasurer.
2. Approve the appropriate letters.
3. Close the file on this matter.

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