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Federal Election Commission
Washington, DC 20463

MEMORANDUM

May 7, 2014

TO: The Commission

THROUGH: Alec Palmer *[Signature]*
Staff Director

FROM: Patricia C. Orrock *[Signature]*
Chief Compliance Officer

Lynn M. Fraser *[Signature]*
Director, ADR Office

BY: Krista J. Roche *[Signature]*
Assistant Director, ADR Office

SUBJECT: ADR 675 the Democratic Party of Illinois and Michael Kasper, Treasurer, Recommendation to Approve Settlement Agreement

RESOLUTION TERMS: Certify retention of an outside consultant to review and revise the Committee's compliance operations manual regarding Levin funds activity and provide training specific to Levin funds; and pay a civil penalty of \$4,500.

Attached for your review is a signed negotiated ADR Settlement Agreement pertaining to **ADR 675 (RAD 13L-54)**. The ADR Office received this referral on December 20, 2013.

SUMMARY: The Reports Analysis Division referred the Democratic Party of Illinois and Michael Kasper, Treasurer (Respondents or the Committee) for failing to disclose all financial activity on their 2012 October Monthly Report. On October 19, 2012, the Committee filed the original 2012 October Monthly Report and did not disclose any apparent Levin receipts. On May 1, 2013, the Committee filed an Amended 2012 October Monthly Report disclosing \$182,175.29 in Levin receipts.

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not characterize them as Levin receipts until using them for the Levin share of Federal Election Activity disclosed on the 2012 12 Day Pre-General Report. In response to Commission inquiry regarding that disclosure, the Committee amended both the 12 Day Pre-General Report and the 2012 October Quarterly Report to show the receipt and itemization of these funds as well as the transfer of the funds.

RECOMMENDATIONS:

1. Approve the attached settlement agreement of Democratic Party of Illinois and Michael Kasper, Treasurer.
2. Approve the appropriate letters.
3. Close the file on this matter.

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