FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

THIS IS THE BEGINNING OF MUR # 2935

DATE FILMED 7/10/91 CAMERA NO. 2

CAMERAMAN AS

21040850943

REPORTS ANALYSIS REFERRAL

TO

OFFICE OF GENERAL COUNSEL

DATE: April 24, 1989

ANALYST: Kate Henry

I. COMMITTEE: District of Columbia Democratic State Committee (C00167312)
Larry Weston, Treasurer
1012 14th Street, NW, Suite 803
Washington, DC 20005[1/]

II. RELEVANT STATUTE: 2 U.S.C. §434(a)(4)(A)(i), (iii) & (iv)
2 U.S.C. §441a(f)
11 CFR 104.5(c)(1)(i) & (iii)
11 CFR 104.5(c)(2)(i)(B)

III. BACKGROUND:

A. Late Filing of Reports and Failure to File the 1988 October Quarterly Report by Election Day

The District of Columbia Democratic State Committee ("the Committee") failed to file four (4) Reports of Receipts and Disbursements in a timely manner for the 1987-1988 election cycle (see Chart). The reports were filed between forty (40) and one hundred fifty-six (156) calendar days late. In addition, one of the filings, the 1988 October Quarterly Report, was not filed by Election Day, November 8, 1988.

The Committee was notified on December 18, 1987, that the 1987 Year End Report was due on January 31, 1988 (Attachment 2).

The Committee was notified on March 22, 1988, that the 1988 April Quarterly Report was due on April 15, 1988 (Attachment 3).

A Non-Filer Notice for the 1987 Year End and 1988 April Quarterly Reports was sent to the Committee on May 25, 1988 (Attachment 4).

1/ On December 20, 1988, the Committee changed its address to the above from 3636 16th Street, NW, #AG-65, Washington, DC 20010.

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The 1987 Year End and 1988 April Quarterly Reports were filed by the Committee on July 5, 1988. In a cover letter attached to these reports, the treasurer stated that the reports reflect an inactive federal account (Attachments 5 and 6).

On September 21, 1988, the Committee was notified that the 1988 October Quarterly Report was due October 15, 1988 (Attachment 7).

The Committee was notified on October 3, 1988, that all committees, regardless of financial activity, must file the 30 Day Post-General Report by December 8, 1988 (Attachment 8).

A Non-Filer Notice was sent to the Committee for the 1988 October Quarterly Report on November 8, 1988 (Attachment 9).

On November 18, 1988, a Chronic Late Filing Notice was sent to the Committee for failing to file the 1987 Year End, 1988 April Quarterly and 1988 October Quarterly Reports in a timely manner (Attachment 10). The Notice advised the Committee that any additional late filing of reports may result in legal enforcement action.

On December 21, 1988, the Commission received a letter from Donald R. Dinan, General Counsel of the Committee (Attachment 11). The letter stated that the Committee was nearing completion of an internal review process and structural reorganization. It further stated that it would file delinquent reports on or before December 31, 1988 to bring the Committee up to date in all of its filing requirements. Additionally, the letter stated that the Committee intended to remain current in its filing obligations.

On January 4, 1989, the Reports Analysis Division ("RAD") analyst contacted Mr. Larry Weston, the Committee's treasurer, concerning the Committee's late filing and non-filing of reports (Attachment 12). The RAD analyst explained that the Commission had not received any reports since the 1988 July Quarterly Report. Mr. Weston stated that he and a team of people familiar with the reporting requirements of the Commission would be working on all outstanding reports and amendments, and he expected to have everything finished by the close of business that day.

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On January 5, 1989, Mr. Weston met briefly with the RAD analyst and hand-delivered the 1988 October Quarterly Report, in addition to several amendments (Attachments 13 and 14). When the RAD analyst pointed out that the 1988 30 Day Post-General Report was not included, Mr. Weston said he would return on January 6 or January 9, 1989, to deliver the report.

A Non-Filer Notice was sent to the Committee for the 1988 30 Day Post-General Report on January 6, 1989 (Attachment 15).

Subsequent to the sending of the Chronic Late Filing Notice, the Committee filed the 1988 30 Day Post-General Report late. The Report was received January 17, 1989 (Attachment 16).

B. Receipt of an Apparent Excessive Contribution - 2 U.S.C. §441a(f)

The Committee's amended 1987 Year End Report, dated September 30, 1988, disclosed the receipt of a loan in the amount of $17,500 from Vesharn N. Scales (Attachment 17). A Schedule A had not been provided to support the receipt of the loan received on April 7, 1987. Further, the cumulative payment to date was disclosed as $8,595, but the amount had not been disclosed on a supporting Schedule B.

A Request for Additional Information ("RFAI") referencing the amended Year End Report was sent to the Committee on November 2, 1988 (Attachment 18). The RFAI requested both a Schedule A to disclose the receipt of the loan from Mr. Scales, and a Schedule B to support the partial repayment of the loan.

A Second Notice for failure to respond to the RFAI was sent to the Committee on November 23, 1988 (Attachment 19).

On January 4, 1989, the RAD analyst called the Committee and inquired about the failure to file the amendments (Attachment 12). Mr. Weston explained that he intended to prepare all late filings and outstanding amendments by the end of the day. When the RAD analyst asked if Mr. Weston had any questions or needed help with any of the amendments, he assured the RAD analyst that he knew what he was doing.

Mr. Weston hand-delivered several amended reports, including an amended 1987 Year End Report, on January 5, 1989 (Attachment 20). The amended 1987 Year End Report now

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disclosed on Schedule A for Line 13, the receipt of a $14,500 loan from Vesharn N. Scales on July 7, 1987. Further, the amended report disclosed the repayment of $5,595 to Mr. Scales on October 7, 1987. The Committee's amended July Quarterly Report, also received on January 5, 1989, disclosed the repayment of the remaining balance of the loan: $4,500 on April 20, 1988, and $4,405 on April 28, 1988 (Attachment 21).

An Informational Notice ("IN") referencing the Amended 1987 Year End Report, dated January 5, 1989, was sent to the Committee on January 13, 1989. The IN noted the receipt and subsequent repayment of a contribution greater than the $5,000 allowable limit for an individual, and stated that the Commission may take further legal action (Attachment 22).

IV. OTHER PENDING MATTERS INITIATED BY RAD:

None.

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LATE FILING HISTORY

REPORT TYPE	PRIOR NOTICE	DATE DUE	NON-FILER NOTICE	DATE FILED
1987 Year End (7/1/87-12/31/87)	12/18/87 (Attachment 2)	1/31/88	5/25/88 (Attachment 4)	7/5/88 (Attachment 5)
1988 April Quarterly (1/1/88-3/31/88)	3/22/88 (Attachment 3)	4/15/88	5/25/88 (Attachment 4)	7/5/88 (Attachment 6)
1988 October Quarterly (7/1/88-9/30/88)	9/21/88 (Attachment 7)	10/15/88	11/8/88 (Attachment 9)	1/5/89 (Attachment 14)
1988 30 Day Post-General (10/20/88-12/7/88)	10/3/88 (Attachment 8)	12/8/88	1/6/89 (Attachment 15)	1/17/89 (Attachment 16)

ATTACHMENT 1

FEDERAL ELECTION COMMISSION
1987-1988
COMMITTEE INDEX OF DISCLOSURE DOCUMENTS - (C)

DATE 28MAR89
PAGE 8

COMMITTEE / DOCUMENT		RECEIPTS	DISBURSEMENTS	COVERAGE DATES / TYPE OF FILER	# OF PAGES	MICROFILM LOCATION
DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE				ID #C00167312 PARTY QUALIFIED		
CONNECTED ORGANIZATION:						
1987 MID-YEAR REPORT		0	0	1JAN87 -30JUN87	4	87FEC/479/5334
YEAR-END		0	0	1JUL87 -31DEC87	5	88FEC/532/2475
YEAR-END	- AMENDMENT	8,412	7,036	1JUL87 -31DEC87	6	88FEC/549/2733
YEAR-END	- AMENDMENT	-	-	1JUL87 -31DEC87	3	88FEC/575/2512
YEAR-END	- AMENDMENT	24,221	12,631	1JUL87 -31DEC87	8	89FEC/576/1094
NOTICE OF FAILURE TO FILE				1JUL87 -31DEC87	1	88FEC/528/0374
REQUEST FOR ADDITIONAL INFORMATION				1JUL87 -31DEC87	2	88FEC/564/2971
REQUEST FOR ADDITIONAL INFORMATION 2ND				1JUL87 -31DEC87	1	88FEC/565/4824
1'ST LETTER INFORMATIONAL NOTICE				1JUL87 -31DEC87	2	89FEC/577/2280
1988 MISCELLANEOUS NOTICE FROM FEC				18NOV88	1	88FEC/565/2703
STATEMENT OF ORGANIZATION	- AMENDMENT			20DEC88	1	88FEC/575/1993
MISCELLANEOUS REPORT	TO FEC			21DEC88	3	88FEC/575/1724
APRIL QUARTERLY		0	1,700	1JAN88 -31MAR88	4	88FEC/532/2481
APRIL QUARTERLY	- AMENDMENT	5,888	9,853	1JAN88 -31MAR88	5	88FEC/549/2739
APRIL QUARTERLY	- AMENDMENT	-	-	1JAN88 -31MAR88	1	88FEC/575/4371
APRIL QUARTERLY	- AMENDMENT	5,888	9,853	1JAN88 -31MAR88	5	89FEC/576/1103
NOTICE OF FAILURE TO FILE				1JAN88 -31MAR88	1	88FEC/528/0373
REQUEST FOR ADDITIONAL INFORMATION				1JAN88 -31MAR88	1	88FEC/564/2969
REQUEST FOR ADDITIONAL INFORMATION 2ND				1JAN88 -31MAR88	1	88FEC/565/4823
JULY QUARTERLY		0	0	1APR88 -30JUN88	2	88FEC/534/4490
JULY QUARTERLY	- AMENDMENT	62,576	56,788	1APR88 -30JUN88	5	88FEC/549/2744
JULY QUARTERLY	- AMENDMENT	-	-	1APR88 -30JUN88	1	88FEC/575/4372
JULY QUARTERLY	- AMENDMENT	62,576	56,738	1APR88 -30JUN88	7	89FEC/576/1109
REQUEST FOR ADDITIONAL INFORMATION				1APR88 -30JUN88	2	88FEC/564/2974
REQUEST FOR ADDITIONAL INFORMATION 2ND				1APR88 -30JUN88	6	88FEC/565/4817
1'ST LETTER INFORMATIONAL NOTICE				1APR88 -30JUN88	1	89FEC/577/2278
OCTOBER QUARTERLY		4,415	5,575	1JUL88 -30SEP88	6	89FEC/576/1117
NOTICE OF FAILURE TO FILE				1JUL88 -30SEP88	1	88FEC/564/5400
REQUEST FOR ADDITIONAL INFORMATION				1JUL88 -30SEP88	3	89FEC/578/1948
REQUEST FOR ADDITIONAL INFORMATION 2ND				1JUL88 -30SEP88	4	89FEC/588/0597
PRE-GENERAL		11,742	11,440	10CT88 -19OCT88	7	89FEC/577/3994
POST-GENERAL		13,175	17,001	20OCT88 - 7DEC88	10	89FEC/577/4001
NOTICE OF FAILURE TO FILE				28NOV88	1	89FEC/576/2107
1'ST LETTER INFORMATIONAL NOTICE				20OCT88 - 7DEC88	1	89FEC/585/2781
YEAR-END		0	2,567	7DEC88 -31DEC88	5	89FEC/583/0585
TOTAL		122,017	0 115,805	0	117	TOTAL PAGES

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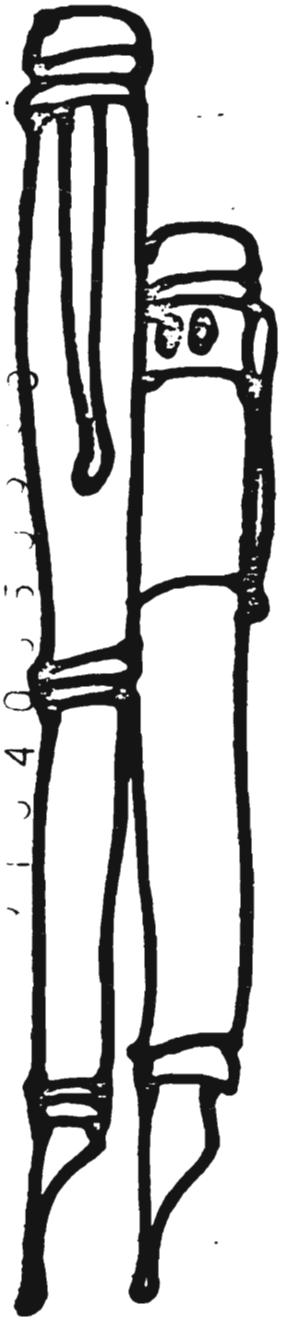
All reports have been reviewed.
Cash on hand as of 12/31/88: $6,210
Debts owed to the Committee as of 12/31/88: $0
Debts owed by the Committee as of 12/31/88: $3,116

ATTACHMENT 2

YEAR-END REPORT NOTICE

FEDERAL ELECTION COMMISSION

PARTIES AND PACS **December 18, 1987**



WHO MUST FILE

ALL PARTY COMMITTEES and PACs (NON-CONNECTED COMMITTEES AND SEPARATE SEGREGATED FUNDS) must file a Year End Report in January.

REPORTING DATES

Semiannual. The Year End Report is due January 31, 1988, and must disclose financial activity that occurred from July 1 through December 31, 1987. Committees which have previously filed 1987 reports should only report activity from the closing date of the last report filed.

Monthly. Committees that choose to file on a monthly basis must file the Year End Report due January 31, 1988. The report must disclose financial activity from December 1 through December 31, 1987. All other monthly reports are due by the 20th of each month and cover all financial activity of the previous month.

WHAT MUST BE REPORTED

A report must disclose all receipts and disbursements that occurred during the reporting period. A newly registered political committee filing its first report should also include all amounts received and expended before the committee registered. See 11 CFR 104.3. For more detailed information on reporting instructions, consult your Campaign Guide.

WHERE AND HOW TO FILE

Committees should consult the instructions on the enclosed FEC Form 3X for details. Affix the peel-off label from the envelope to line 1 of the report. Any corrections in the information should be made directly on the label.

CHANGE IN FILING FREQUENCY

Committees that wish to change their reporting schedule (for example, from semiannual to monthly) must notify the Commission by sending a letter with the next report due under their current reporting schedule. Committees may change their filing frequency only once a year.

COMPLIANCE

Political committees are responsible for filing all reports required under the Act in a timely fashion. Committees and treasurers who file late reports, or fail to file reports, are subject to enforcement action. Illegible reports and reports submitted on non-FEC forms will not be accepted; committees filing such documents will be required to refile.

FOR INFORMATION, Call: Information Services Division
202/376-3120 or 800/424-9530

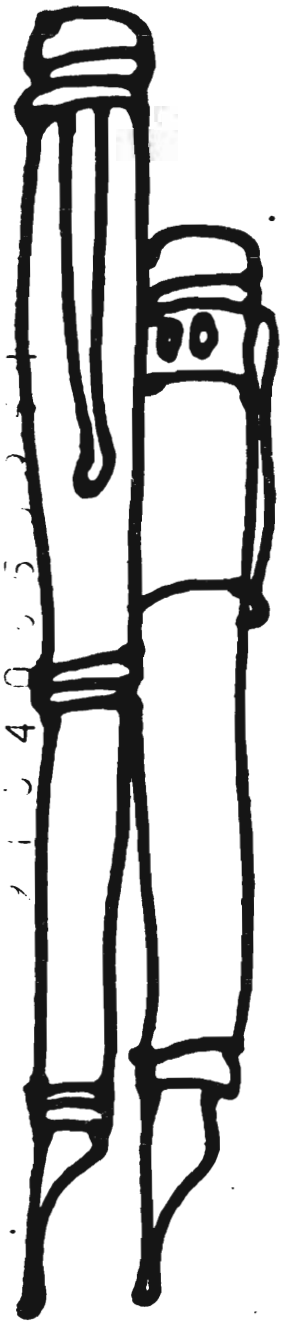
QUARTERLY ATTACHMENT 3

REPORT NOTICE

FEDERAL ELECTION COMMISSION

PARTIES AND PACS March 22, 1988

REPORT	REPORTING PERIOD	REG./CERT. MAILING DATE*	FILING DATE
April Quarterly	01/01/88**-03/31/88	04/15/88	04/15/88



WHO MUST FILE
PARTY COMMITTEES AND PACs (NONCONNECTED COMMITTEES AND SEPARATE SEGREGATED FUNDS) filing on a quarterly basis must file their next report in April.

WHAT MUST BE REPORTED
All financial activity (not previously reported) that occurred during the reporting period..

REPORTING FORMS
Party committees and PACs use Form 3X (enclosed).

WHERE TO FILE
Consult the instructions on the back of the Form 3X Summary Page. Note state filing requirements also.

LABEL
Committees should affix the peel-off label from the envelope to Line 1 of the report. Corrections should be made on the label.

PRE-ELECTION REPORTING
Committees which make contributions or expenditures (including independent expenditures) in connection with a candidate's primary election, must also file a 12-day Pre-Election Report if the activity was not previously reported. See the January Record.

LAST-MINUTE INDEPENDENT EXPENDITURES
Committees which make an independent expenditure of $1,000 or more, after the 20th day, but more than 24 hours before an election, must report it within 24 hours.

COMPLIANCE
TREASURERS OF POLITICAL COMMITTEES ARE RESPONSIBLE FOR FILING ALL REPORTS ON TIME. FAILURE TO DO SO IS SUBJECT TO ENFORCEMENT ACTION. COMMITTEES FILING ILLEGIBLE REPORTS OR USING NON-FEC FORMS WILL BE REQUIRED TO REFILE.

*Reports sent by registered or certified mail must be postmarked by the mailing date. Otherwise, they must be received by the filing date.
**From the date of registration, or the close of books of the last report filed, whichever is later.

FOR INFORMATION, Call: 202/376-3120 or 800/424-9530

ATTACHMENT 4

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-7

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
3636 16th Street #AG-65
Washington, DC 20010

MAY 25 1988

Identification Number: C00167312

Reference: Year End (7/1/87-12/31/87) and April Quarterly (1/1/88-3/31/88) Reports

Dear Mr. Weston:

It has come to the attention of the Federal Election Commission ("the Commission") that your committee may be in violation of 2 U.S.C. §434(a) for failing to file the above referenced Reports of Receipts and Disbursements. You were notified previously of the due dates for these reports.

It is important that you file these reports immediately with the Federal Election Commission, 999 E Street, NW, Washington, DC 20463 (or with the Clerk of the House or the Secretary of the Senate, as appropriate). Copies of the reports or the relevant portions should also be filed with the Secretary of State or equivalent State officer. See 2 U.S.C. §439.

Although the Commission may initiate an audit or legal enforcement action concerning this matter, your prompt response and a letter of explanation will be taken into consideration.

If you have any questions regarding this matter, please contact Alva Smith on our toll-free number (800) 424-9530. Our local number is (202) 376-2480.

Sincerely,

John D. Gibson

John D. Gibson
Assistant Staff Director
Reports Analysis Division

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HAND DELIVERED

RECEIVED
FEDERAL ELECTION COMMISSION
88 JUL -5 PM 1:50

3636 16th Street, N.W.
#AG-65
Washington, D.C. 20010

July 5, 1988

Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Dear Sir/Madam:

Please find enclosed copies of FEC Form 3X submitted on behalf of the D.C. Democratic State Committee for the periods July 1, 1987 - December 31, 1987 (year end) and January 1, 1988 - March 31, 1988 (quarterly). The reports should bring the committee current on its filling obligations. Note that the report reflects an inactive federal account, and therefore no local expenses have been identified.

Thank you for your consideration and concern in this matter.

Sincerely,

Larry F. Weston

Larry F. Weston
Treasurer
D.C. State Democratic
Committee

JUL 08 1988

Attachment 5
page 2 of 2

REPORT OF RECEIPTS AND DISBURSEMENTS HAND DELIVERED

For Other Than An Authorized Committee
(Summary Page)

1. NAME OF COMMITTEE (In Full)
D.C. Democratic State Committee

ADDRESS (number and street) ☐ Check if different than previously reported
3636 16th Street, N.W. #AB-65

CITY, STATE and ZIP CODE
Washington, DC 20010

2. FEC IDENTIFICATION NUMBER
C00167312

3. ☐ This committee qualified as a multicandidate committee EFFECTIVE THIS Reporting Period
(Mo.)

TYPE OR PRINT

SEE FEC INSTRUCTIONS

4. TYPE OF REPORT

(a)
☐ April 15 Quarterly Report
☐ July 15 Quarterly Report
☐ October 15 Quarterly Report
☒ January 31 Year End Report
☐ July 31 Mid Year Report (Non-election Year Only)
☐ Termination Report

Monthly Report Due On:
☐ February 20 ☐ June 20 ☐ October 20
☐ March 20 ☐ July 20 ☐ November 20
☐ April 20 ☐ August 20 ☐ December 20
☐ May 20 ☐ September 20 ☐ January 31

☐ Twelfth day report preceding _____ (Type of Election) election on _____ in the State of _____

☐ Thirtieth day report following the General Election on _____ in the State of _____

(b) Is this Report an Amendment? ☐ YES ☒ NO

SUMMARY		COLUMN A This Period	COLUMN B Calendar Year-to-Date
5.	Covering Period July 1, 1987 through Dec. 31, 1987		
6.	(a) Cash on Hand January 1, 19 87		$ -0-
	(b) Cash on Hand at Beginning of Reporting Period	$ -0-	
	(c) Total Receipts (from Line 19)	$ -0-	$ -0-
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	$ -0-	$ -0-
7.	Total Disbursements (from Line 28)	$ -0-	$ -0-
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	$ -0-	$ -0-
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	$	
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	$ 14,909.00	

For further information contact:
Federal Election Commission
999 E Street, NW
Washington, DC 20463
Toll Free 800-424-9530
Local 202-376-3120

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete.

Type or Print Name of Treasurer
Larry F. Weston

Signature of Treasurer
Larry F. Weston

Date
July 5, 1988

NOTE: Submission of false, erroneous, or incomplete information may subject the person signing this Report to the penalties of 2 U.S.C. §437g

FEC FORM 3X
(revised 4/87)

13033324175

HAND DELIVERED

Attachment 8
page 1 of 2

RECEIVED
FEDERAL ELECTION COMMISSION

88 JUL -5 PM 1:50

3636 16th Street, N.W.
#AG-65
Washington, D.C. 20010

July 5, 1988

Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Dear Sir/Madam:

Please find enclosed copies of FEC Form 3X submitted on behalf of the D.C. Democratic State Committee for the periods July 1, 1987 - December 31, 1987 (year end) and January 1, 1988 - March 31, 1988 (quarterly). The reports should bring the committee current on its filling obligations. Note that the report reflects an inactive federal account, and therefore no local expenses have been identified.

Thank you for your consideration and concern in this matter.

Sincerely,

Larry F. Weston

Larry F. Weston
Treasurer
D.C. State Democratic
Committee

JUL 08 1988

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REPORT OF RECEIPTS AND DISBURSEMENTS HAND DELIVERED

For Other Than An Authorized Committee

(Summary Page)

1. NAME OF COMMITTEE (in full)
D.C. Democratic State Committee

ADDRESS (number and street) ☐ Check if different than previously reported
3636 16th Street, N.W. #A4-65

CITY, STATE and ZIP CODE
Washington, D.C. 20010

2. FEC IDENTIFICATION NUMBER
C00167312

3. ☐ This committee qualified as a multicandidate committee DURING THIS Reporting Period on _____ (date).

FILE ONE COPY

4. TYPE OF REPORT

(a) ☒ April 15 Quarterly Report

☐ July 15 Quarterly Report

☐ October 15 Quarterly Report

☐ January 31 Year End Report

☐ July 31 Mid Year Report (Non-election Year Only)

☐ Termination Report

Monthly Report Due On:

☐ February 20	☐ June 20	☐ October 20
☐ March 20	☐ July 20	☐ November 20
☐ April 20	☐ August 20	☐ December 20
☐ May 20	☐ September 20	☐ January 31

☐ Twelfth day report preceding _____ (Type of Election) election on _____ in the State of _____

☐ Thirtieth day report following the General Election on _____ in the State of _____

(b) Is this Report an Amendment? ☐ YES ☐ NO

SUMMARY	COLUMN A This Period	COLUMN B Calendar Year-to-Date
5. Covering Period Jan. 1, 1988 through March 31, 1988		
6. (a) Cash on Hand January 1, 19 88		$ -0-
(b) Cash on Hand at Beginning of Reporting Period	$ -0-	
(c) Total Receipts (from Line 19)	$ -0-	$ -0-
(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	$ -0-	$ -0-
7. Total Disbursements (from Line 28)	$ 1900.00	$ 1900.00
8. Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	$ -0-	$ -0-
9. Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	$	
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and or Schedule D)	$ 17,509	

For further information contact:
Federal Election Commission
999 E Street, NW
Washington, DC 20463
Toll Free 800-424-9530
Local 202-376-3120

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete

Type or Print Name of Treasurer
Happy F. Weston

Signature of Treasurer
Happy F. Weston

Date
July 5, 1988

NOTE Submission of false, erroneous, or incomplete information may subject the person signing this Report to the penalties of 2 U S C §437g

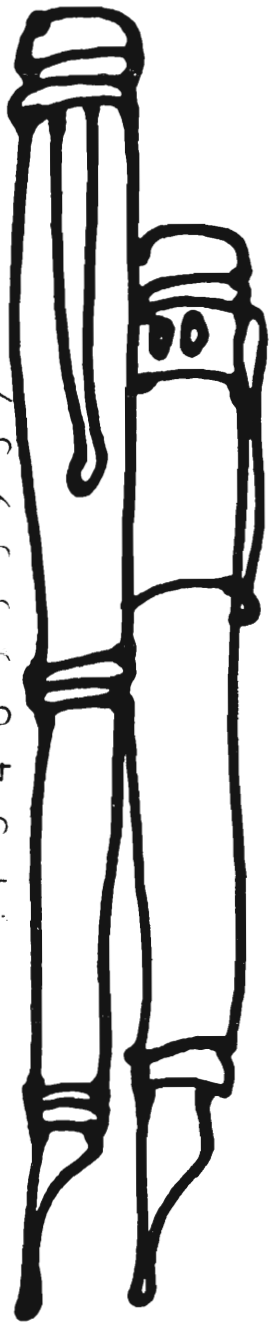
FEC FORM 3X
(revised 4/87)

ATTACHMENT 7

QUARTERLY REPORT NOTICE

FEDERAL ELECTION COMMISSION

PARTIES AND PACS **September 21, 1988**



REPORT	REPORTING PERIOD	REG./CERT. MAILING DATE*	FILING DATE
October Quarterly	07/01/88**-09/30/88	10/15/88	10/15/88

WHO MUST FILE
PARTY COMMITTEES AND PACs (NONCONNECTED COMMITTEES AND SEPARATE SEGREGATED FUNDS) filing on a quarterly basis must file a quarterly report in October.

WHAT MUST BE REPORTED
All financial activity (not previously reported) that occurred during the reporting period.

REPORTING FORMS
Party committees and PACs use Form 3X (enclosed).

WHERE TO FILE
Consult the instructions on the back of the Form 3X Summary Page. Note State filing requirements also.

LABEL
Committees should affix the peel-off label from the envelope to Line 1 of the report. Corrections should be made on the label.

PRE-ELECTION REPORTING
Committees which make contributions or expenditures (including independent expenditures) in connection with a candidate's primary or general election, must also file a 12-day Pre-Election Report if the activity was not previously reported. See the January Record.

LAST-MINUTE INDEPENDENT EXPENDITURES
Committees which make an independent expenditure of $1,000 or more, after the 20th day, but more than 24 hours before an election, must report it within 24 hours.

COMPLIANCE
TREASURERS OF POLITICAL COMMITTEES ARE RESPONSIBLE FOR FILING ALL REPORTS ON TIME. FAILURE TO DO SO IS SUBJECT TO ENFORCEMENT ACTION. COMMITTEES FILING ILLEGIBLE REPORTS OR USING NON-FEC FORMS WILL BE REQUIRED TO REFILE.

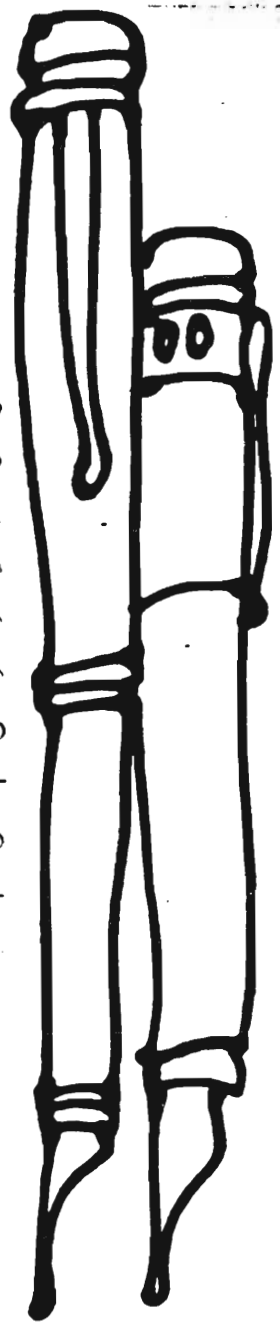
*Reports sent by registered or certified mail must be postmarked by the mailing date. Otherwise, they must be received by the filing date.
**From the date of registration, or the close of books of the last report filed, whichever is later.

FOR INFORMATION, Call: 202/376-3120 or 800/424-9530

GENERAL ELECTION REPORT NOTICE

FEDERAL ELECTION COMMISSION

PARTIES AND PACs **October 3, 1988**



I. ALL MONTHLY FILERS

Report	Reporting Period	Reg./Cert. Mailing Date*	Filing Date
Pre-General	10/01/88**-10/19/88	10/24/88	10/27/88
Post-General	10/20/88 -11/28/88	12/08/88	12/08/88

II. QUARTERLY FILERS THAT MAKE GENERAL ELECTION CONTRIBUTIONS OR EXPENDITURES FROM OCTOBER 1 THROUGH OCTOBER 19***

Report	Reporting period	Reg./Cert. Mailing Date*	Filing Date
Pre-General	10/01/88**-10/19/88	10/24/88	10/27/88
Post-General	10/20/88 -11/28/88	12/08/88	12/08/88

III. QUARTERLY FILERS WHICH DO NOT MAKE GENERAL ELECTION CONTRIBUTIONS OR EXPENDITURES FROM OCTOBER 1 THROUGH OCTOBER 19***

Report	Reporting Period	Reg./Cert. Mailing Date*	Filing Date
Post-General	10/01/88**-11/28/88	12/08/88	12/08/88

WHO MUST FILE
Party committees and PACs must follow the above charts in order to determine whether they must file the pre-general election report. All Party committees and PACs, regardless of financial activity, must file the post-general election report.

WHAT MUST BE REPORTED
All financial activity (not previously reported) that occurred during the reporting period.

*Reports sent by registered or certified mail must be postmarked by the mailing date. Otherwise, they must be received by the filing date.
**Or from the date of registration, or the close of books of the last report filed, whichever is later.
***Committees that made general election contributions or expenditures prior to October 1 which have not been previously reported must also follow the Chart II reporting requirements.

FOR INFORMATION, Call: 202/376-3120 or 800/424-9530

(over)

REPORTING FORMS
Party committees and PACs use Form 3X (enclosed).

WHERE TO FILE
Consult the instructions on the back of the Form 3X Summary Page. Note State filing requirements also.

LABEL
Committees should affix the peel-off label from the envelope to Line 1 of the report. Corrections should be made on the label.

LAST-MINUTE INDEPENDENT EXPENDITURES
Any PAC which makes any independent expenditures aggregating $1,000 or more during the period beginning October 20 and ending November 6 must report them within 24 hours. Call the FEC for more information.

COMPLIANCE
TREASURERS OF POLITICAL COMMITTEES ARE RESPONSIBLE FOR FILING ALL REPORTS ON TIME. FAILURE TO DO SO IS SUBJECT TO ENFORCEMENT ACTION. COMMITTEES FILING ILLEGIBLE REPORTS OR USING NON-FEC FORMS WILL BE REQUIRED TO REFILE.

9104035092959

ATTACHMENT 9

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-7

November 8, 1988

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
3636 16th Street #AG-65
Washington, DC 20010

Identification Number: C00167312

Reference: October Quarterly Report (7/1/88-9/30/88)

Dear Mr. Weston:

It has come to the attention of the Federal Election Commission ("the Commission") that your committee may be in violation of 2 U.S.C. §434(a) for failing to file the above referenced Report of Receipts and Disbursements. You were notified previously of the due date for this report.

It is important that you file this report immediately with the Federal Election Commission, 999 E Street, NW, Washington, DC 20463 (or with the Clerk of the House or the Secretary of the Senate, as appropriate). A copy of the report or the relevant portions should also be filed with the Secretary of State or equivalent State officer. See 2 U.S.C. §439.

Although the Commission may initiate an audit or legal enforcement action concerning this matter, your prompt response and a letter of explanation will be taken into consideration.

If you have any questions, please contact Kate Henry on our toll-free number (800) 424-9530. Our local number is (202) 376-2480.

Sincerely,

John D. Gibson
Assistant Staff Director
Reports Analysis Division

8081034506345 19030

ATTACHMENT 10

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

MS-L

NOV 18 1988

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
3636 16th Street
Washington, DC 20010

Identification Number: C00167312

Reference: 1987-1988 Election Cycle Reports

Dear Mr. Weston:

It has come to the attention of the Federal Election Commission ("the Commission") that your committee may have violated 2 U.S.C. §434(a), by failing to timely file Reports of Receipts and Disbursements. The following is a list of the reports in question.

Report Type	Due Date	Date Filed
1987 Year End (7/1/87-12/31/87)	01/31/88	07/05/88
1988 April Quarterly (1/1/88-3/31/88)	04/15/88	07/05/88
1988 October Quarterly (7/1/88-9/30/88)	10/15/88	Not Filed

Timely filing is a specific requirement of the Federal Election Campaign Act ("the Act") and is essential to fulfilling the public disclosure concept embodied in that law. The Commission views the untimely filing of reports as a serious violation of the Act. This communication is to advise you that, notwithstanding any matters which may be pending before the Commission, any additional report which is not submitted in a timely manner by your committee may result in the Commission initiating legal enforcement or audit action.

You may submit a letter of explanation in response to this notification. If, however, you have any questions, please feel free to contact Kate Henry on our toll-free number, (800) 424-9530. Our local number is (202) 376-2480.

Sincerely,

Lisa J. Stolaruk
Chief, Party/Non-Party Branch
Reports Analysis Division

8803565270 3

[redacted]

December 19, 1988

John D. Gibson
Assistant Staff Director
Reports Analysis Division
Federal Election Commission
Washington, D.C. 20463

Re: Identification Number: C00167312

Reference: Amended Year End (7/1/87-12/31/87, dated 9/30/88, Amended April Quarterly (1/1/88-3/31/88, dated 9/30/88) and Amended July Quarterly (4/1/88-6/30/88, dated 9/30/88) Reports

Dear Mr. Gibson:

We serve as General Counsel to the District of Columbia Democratic State Committee. Your letter of November 23, 1988 concerning the above-referenced matters has just been brought to our attention. The District of Columbia Democratic State Committee is currently engaged in a review process and structural reorganization to insure that it is in full compliance with all the regulations of the Federal Election Commission and that all required reports are filed in a timely manner.

This reorganization and compliance process has been a relatively time consuming manner. However, due to the diligent work of the members of the Committee involved, it is nearing completion. In this regard, the District of Columbia Democratic State Committee will file the reports referenced

[redacted]
December 10, 1988
Page 2

In your letter of November 23, 1988 on or before December 31, 1988. This should bring the District of Columbia Democratic State Committee up to date in all of its filing requirements with the Federal Election Commission. Further, the District of Columbia Democratic State Committee fully intends to remain current in its filing obligations including filing on time the reports which are due in January, 1989.

We thank you for consideration in this matter. If you have any questions, please do not hesitate to contact the undersigned.

Very truly yours,

Donald R. Dinan

DRD:sab
cc: Joslyn N. Williams
Myles V. Lynk
Larry Weston

0823575517725

ATTACHMENT 12

TELECON

ANALYST: Kate Henry

CONVERSATION WITH: Larry Weston

COMMITTEE: District of Columbia Democratic State Committee

DATE: January 4, 1989

SUBJECT(S): Late Filing and Non-Filing of Reports and Amendments

I called Mr. Weston to find out why they had not filed any reports since the July Quarterly Report and had not responded to any RFAIs. Mr. Weston said that he was planning to work all day with a team of people familiar with FEC filing requirements. I stressed how important it is to get all of their reports in immediately. He assured me that he was expecting to complete everything today.

Further, I asked Mr. Weston if he had any questions or problems in responding to the RFAIs they had received, but he said that he knew what he was doing.

21040355954

ATTACHMENT 13

TELECON

ANALYST: Kate Henry

CONVERSATION WITH: Larry Weston

COMMITTEE: District of Columbia Democratic State Committee

DATE: January 5, 1989

SUBJECT(S): Filing of Reports and Amendments

Mr. Weston visited the FEC to turn in the Committee's October Quarterly Report and amendments for the 1987 Year End, 1988 April Quarterly, and 1988 July Quarterly Reports. When I reminded Mr. Weston that the 1988 30 Day Post-General Report was also late, he stated that he would be in on the 6th or 9th of January to file that report.

21040035055

ATTACHMENT 14

RECEIVED
FEDERAL ELECTION COMMISSION
REPORTS ANALYSIS DIVISION
'99 JAN -5 PM 1:03

1. NAME OF COMMITTEE (In Full)
D.C. Democratic State Committee

Address (number and street)
1012 14th Street, NW, #1103

CITY, STATE and ZIP CODE
Washington, D.C. 20005

2. FEC IDENTIFICATION NUMBER
C00167718

3. ☐ This committee qualified as a multicandidate committee before this Reporting Period on _____

4. TYPE OF REPORT

(a) ☐ April 15 Quarterly Report
☐ July 15 Quarterly Report
☒ October 15 Quarterly Report
☐ January 31 Year End Report
☐ July 31 Mid Year Report (Non-election Year Only)
☐ Termination Report

Monthly Report Due On:
☐ February 20 ☐ June 20 ☐ October 20
☐ March 20 ☐ July 20 ☐ November 20
☐ April 20 ☐ August 20 ☐ December 20
☐ May 20 ☐ September 20 ☐ January 31

☐ Twelfth day report preceding _____ (Type of Election) election on _____ in the State of _____

☐ Thirtieth day report following the General Election on _____ in the State of _____

(b) Is this Report an Amendment? ☐ YES ☒ NO

SUMMARY

		COLUMN A Total Period	COLUMN B Calendar Year-to-Date
5.	Covering Period July 1, 1998 through Sept. 30, 1998		
6.	(a) Cash on Hand January 1, 19 98		$ 11,599.95
	(b) Cash on Hand at Beginning of Reporting Period	$ 13,462.41	
	(c) Total Receipts (from Line 16)	$ 4,415.00	$ 72,899.80
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	$ 17,877.41	$ 84,499.75
7.	Total Disbursements (from Line 28)	$ 5,575.42	$ 72,197.76
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	$ 12,301.99	$ 12,301.99
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	$ -0-	
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	$ 3116.93	

For further information contact:
Federal Election Commission
999 E Street, NW
Washington, DC 20463
Toll Free 800-424-9530
Local 202-376-3120

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete.

Type or Print Name of Treasurer
Harry F. Weston

Signature of Treasurer
Harry F. Weston

Date
Jan. 5, 1999

NOTE: Submission of false, erroneous, or incomplete information may subject the person signing this Report to the penalties of 2 U.S.C. §437g

FEC FORM 3X
(revised 4/97)

9 9 0 3 3 7 6 1 1 5 9 2 6 6

ATTACHMENT 15

RQ-7

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

January 6, 1989

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
1012 14th Street, NW, Suite 803
§AG-65
Washington, DC 20005

Identification Number: C00167312

Reference: 30 Day Post-General Report (through 11/28/88)

Dear Mr. Weston:

It has come to the attention of the Federal Election Commission ("the Commission") that your committee may be in violation of 2 U.S.C. §434(a) for failing to file the above referenced Report of Receipts and Disbursements. You were notified previously of the due date for this report.

It is important that you file this report immediately with the Federal Election Commission, 999 E Street, NW, Washington, DC 20463 (or with the Clerk of the House or the Secretary of the Senate, as appropriate). A copy of the report or the relevant portions should also be filed with the Secretary of State or equivalent State officer. See 2 U.S.C. §439.

Although the Commission may initiate an audit or legal enforcement action concerning this matter, your prompt response and a letter of explanation will be taken into consideration.

If you have any questions, please contact Kate Henry on our toll-free number (800) 424-9530. Our local number is (202) 376-2480.

Sincerely,

John D. Gibson
Assistant Staff Director
Reports Analysis Division

8903462937

REPORT OF RECEIPTS AND DISBURSEMENTS

(For Other Than An Authorized Committee)
(Summary Page)

ATTACHMENT 16

RECEIVED
FEDERAL ELECTION COMMISSION
89 JAN 17 AM 11:34

1. NAME OF COMMITTEE (in full)
D.C. Democratic State Committee

ADDRESS (number and street) ☑ CHECK IF ADDRESS HAS PREVIOUSLY REPORTED
1012 14th Street, N.W. #903

CITY, STATE and ZIP CODE
Washington, D.C. 20005

2. FEC IDENTIFICATION NUMBER
C00167312

3. ☐ This committee qualified as a multicandidate committee DURING THIS Reporting Period as of _____ (Date)

TYPE OR PRINT

4. TYPE OF REPORT

(a) ☐ April 15 Quarterly Report
☐ July 15 Quarterly Report
☐ October 15 Quarterly Report
☐ January 31 Year End Report
☐ July 31 Mid Year Report (Non-election Year Only)
☐ Termination Report

Monthly Report Due On:
☐ February 20 ☐ June 20 ☐ October 20
☐ March 20 ☐ July 20 ☐ November 20
☐ April 20 ☐ August 20 ☐ December 20
☐ May 20 ☐ September 20 ☐ January 31

☐ Twelfth day report preceding _____ (Type of Election) election on _____ in the State of _____

☒ Thirtieth day report following the General Election on Nov. 7 in the State of D.C.

(b) Is this Report an Amendment? ☐ YES ☒ NO

SUMMARY

		COLUMN A This Period	COLUMN B Calendar Year-to-Date
5.	Covering Period Oct. 30, 1988 through Dec. 7, 1988		
6.	(a) Cash on Hand January 1, 19 88		$ 11,589.45
	(b) Cash on Hand at Beginning of Reporting Period	$ 12,603.94	
	(c) Total Receipts (from Line 16)	$ 13,175.25	$ 97,791.30
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	$ 25,779.19	$ 109,386.75
7.	Total Disbursements (from Line 28)	$ 17,001.24	$ 100,608.80
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	$ 8,777.95	$ 8,777.95
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	$ -0-	
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	$ 3116.93	

For further information contact:
Federal Election Commission
999 E Street, NW
Washington, DC 20463
Toll Free 800-424-9530
Local 202-376-3120

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete.

Type or Print Name of Treasurer
Happy F. Weston

Signature of Treasurer
Happy F. Weston

Date
Jan. 17, 1989

NOTE: Submission of false, erroneous, or incomplete information may subject the person signing this Report to the penalties of 2 U.S.C. §437g

FEC FORM 3X
(revised 4/87)

ATTACHMENT 17
Amended Year End Report
7/1/87-12/31/87 Dated 9/30/88

SCHEDULE C
(Revised 3/80)

LOANS

Page 1 of 1 for LINE NUMBER 13
(Use separate schedules for each numbered line)

Name of Committee (In Full)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code of Loan Source	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Vesharn N. Scales 6029 Dix Street, N.E. Wash., D.C. 20019 Election: ☐Primary ☐General ☒Other (specify): Operating	$17,500	$8595	$8905

Terms: Date Incurred 4/7/87 Date Due 5/7/88 Interest Rate 9½ %(apr) ☐ Secured

List All Endorsers or Guarantors (if any) to Item A

1. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
2. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
3. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	

B. Full Name, Mailing Address and ZIP Code of Loan Source	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Election: ☐Primary ☐General ☐Other (specify):			

Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) ☐ Secured

List All Endorsers or Guarantors (if any) to Item B

1. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
2. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
3. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	

SUBTOTALS This Period This Page (optional)	
TOTALS This Period (last page in this line only)	

Carry outstanding balances only to LINE 3, Schedule D, for this line. If you [illegible]

P 1 0 0 0 0 3 4 9 2 7 3 6 9 1 0 4 0 3 5 0 9 2 5 9

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

NOV 2 1988

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
3636 16th Street, #AG-65
Washington, DC 20010

Identification Number: C00167312

Reference: Amended Year End Report (7/1/87-12/31/87 - dated 9/30/88)

Dear Mr. Weston:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-The beginning cash balance of this report should equal the ending balance of your 1987 Mid-Year Report. Further, the cash-on-hand January 1, 1987 should be the same for both reports. Please clarify this discrepancy and amend any subsequent report(s) which may be affected by this correction.

-The totals listed on Lines 11(a)(i), 11(d), 12, 13, 17, 18, 19, 24 and 28, Column B of the Detailed Summary Page appear to be incorrect. Please be advised that you should add the "Calendar Year-to-Date" total from your previous report to the current "Total This Period" figure from Column A to derive the correct Column B totals.

-Line 8 of the Summary Page discloses two different figures for cash-on-hand at the close of the reporting period. Please be advised that these amounts should be the same.

-The outstanding balance of a debt owed to a creditor at the close of one report should be exactly the same as the beginning outstanding balance of the next report. The 1987 Mid-Year Report shows no outstanding balances owed to Washington Convention Center or KCR Copy Service, while this report discloses beginning balances of $2,599 and $1,317, respectively.

8803564297/0

-Although the Commission notes, per your letter of September 30, 1988, that your committee intends to file amended reports itemizing receipts and disbursements, please be reminded that you should provide the information as soon as it is available.

-Please provide a Schedule A to support the entry on Line 12 of the Detailed Summary Page. All transfers from affiliates received by your committee must be itemized on Schedule A, regardless of the amount., 2 U.S.C. §434(b)(3)(D).

-Your report discloses a loan from Veshard N. Scales with an incurred date of 4/7/87. This loan, however, was not disclosed on your 1987 Mid-Year Report. Further, please be advised that loans received must be reflected on Schedule A as well as on Schedule C. 2 U.S.C. §434(b)(3)(E)

-Your report discloses a payment on Schedule C to Veshard N. Scales, which has not been recorded on Schedule B. Loan repayments must be reflected on Schedule B as well as on Schedule C. 2 U.S.C. §434(b)(5)(D).

A written response or an amendment to your original report(s) correcting the above problem(s) should be filed with the Federal Election Commission within fifteen (15) days of the date of this letter. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530. My local number is (202) 376-2480.

Sincerely,

Kate Henry

Kate Henry
Reports Analyst
Reports Analysis Division

8803564297 2

ATTACHMENT 19

RQ-3

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

November 23, 1988

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
3636 16th Street, #AG-65
Washington, DC 20010

Identification Number: C00167312

Reference: Amended Year End (7/1/87-12/31/87, dated 9/30/88), Amended April Quarterly (1/1/88-3/31/88, dated 9/30/88) and Amended July Quarterly (4/1/88-6/30/88, dated 9/30/88) Reports

8803454832A2

Dear Mr. Weston:

This letter is to inform you that as of November 22, 1988, the Commission has not received your response to our requests for additional information dated November 2, 1988. Those notices requested information essential to full public disclosure of your Federal election financial activity and to ensure compliance with provisions of the Federal Election Campaign Act (the Act). Copies of our original requests are enclosed.

If no response is received within fifteen (15) days from the date of this notice, the Commission may choose to initiate audit or legal enforcement action.

If you should have any questions related to this matter, please contact Kate Henry on our toll-free number (800) 424-9530 or our local number (202) 376-2480.

Sincerely,

John D. Gibson
Assistant Staff Director
Reports Analysis Division

Enclosures

1987 Amended Year End Report (Updated 1/5/89)

ATTACHMENT 20 (page 1 of 3)

SCHEDULE A **ITEMIZED RECEIPTS**

Use separate schedule(s) for each category of the Detailed Summary Page

PAGE 1 OF 1

FOR LINE NUMBER 13

Any information copied from such Reports and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.

NAME OF COMMITTEE (in Full)

D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Name of Employer / Occupation	Date (month, day, year)	Amount of Each Receipt this Period
Vesharn N. Scales 6029 Dix Street, N.E. Washington, D.C. 20019 Receipt For: ☐ Primary ☐ General ☒ Other (specify): Operating Fund	Tricontinental Industries 1325 Kenilworth Ave. N.E., Wash., DC Occupation: Entrepreneur Aggregate Year-to-Date > $ 14,500.00	7/7/87	14,500.00
B. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer / Occupation Aggregate Year-to-Date > $	Date (month, day, year)	Amount of Each Receipt this Period
C. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer / Occupation Aggregate Year-to-Date > $	Date (month, day, year)	Amount of Each Receipt this Period
D. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer / Occupation Aggregate Year-to-Date > $	Date (month, day, year)	Amount of Each Receipt this Period
E. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer / Occupation Aggregate Year-to-Date > $	Date (month, day, year)	Amount of Each Receipt this Period
F. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer / Occupation Aggregate Year-to-Date > $	Date (month, day, year)	Amount of Each Receipt this Period
G. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer / Occupation Aggregate Year-to-Date > $	Date (month, day, year)	Amount of Each Receipt this Period

SUBTOTAL of Receipts This Page (optional)	14,500.00
TOTAL This Period (last page this line number only)	14,500.00

3 99 10 03 45 07 $ 51 0 99 77 3

SCHEDULE B **ITEMIZED DISBURSEMENTS**

Use separate schedule(s) for each category of the Detailed Summary Page

PAGE 1 OF 1

FOR LINE NUMBER 24

Any information copied from such Reports and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.

NAME OF COMMITTEE (In Full)
D.C. Democratic State Committee

	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
A. Full Name, Mailing Address and ZIP Code Vesthara N. Scales 6029 Dix Street, N.E. Wash., D.C. 20019	Loan Repayment Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	10/7/87	5595.00
B. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
C. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
D. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
E. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
F. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
G. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
H. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period
I. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period

SUBTOTAL of Disbursements This Page (optional)	5595.00
TOTAL This Period (last page this line number only)	5595.00

3 1 3 3 4 2 8 4 0 3 5 2 9 7 4

ATTACHMENT 20
page 3 of

SCHEDULE C
(Revised 3/80)

LOANS

Page 1 of 1 for
LINE NUMBER 13
(Use separate schedules for each numbered line)

Name of Committee (In Full)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code of Loan Source	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Veeharm N. Scales 6029 Dun Street, N.E. D.C. 20019	14,500	5595	8905

Election: ☐ Primary ☐ General ☒ Other (specify): Operations

Terms: Date Incurred 7/7/82 Date Due 5/2/83 Interest Rate 9.5 %(apr) ☐ Secured

List All Endorsers or Guarantors (if any) to Item A

1. Full Name, Mailing Address and ZIP Code	Name of Employer	
	Occupation	
	Amount Guaranteed Outstanding: $	
2. Full Name, Mailing Address and ZIP Code	Name of Employer	
	Occupation	
	Amount Guaranteed Outstanding: $	
3. Full Name, Mailing Address and ZIP Code	Name of Employer	
	Occupation	
	Amount Guaranteed Outstanding: $	

B. Full Name, Mailing Address and ZIP Code of Loan Source	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period

Election: ☐ Primary ☐ General ☐ Other (specify):

Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) ☐ Secured

List All Endorsers or Guarantors (if any) to Item B

1. Full Name, Mailing Address and ZIP Code	Name of Employer	
	Occupation	
	Amount Guaranteed Outstanding: $	
2. Full Name, Mailing Address and ZIP Code	Name of Employer	
	Occupation	
	Amount Guaranteed Outstanding: $	
3. Full Name, Mailing Address and ZIP Code	Name of Employer	
	Occupation	
	Amount Guaranteed Outstanding: $	

SUBTOTALS This Period This Page (optional)	8905.00 ~~14,500.00~~
TOTALS This Period (last page in this line only)	8905.00 ~~14,500.00~~

Carry outstanding balance only to LINE 3, Schedule D, for this line. If no Schedule D, carry forward to appropriate line of Summary.

3 [illegible] 30347068151009907 5

1988 Amended July Quarterly Report
(dated 1/5/89)

SCHEDULE B **ITEMIZED DISBURSEMENTS**

Use separate schedule(s) for each category of the Detailed Summary Page

PAGE 1 OF 2

FOR LINE NUMBER 19

Any information copied from such Reports and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.

NAME OF COMMITTEE (in Full)
D.C. Democratic State Committee

	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
A. Full Name, Mailing Address and ZIP Code 3636 Corporation 3636 16th St., N.W. Wash., D.C. 20010	Rent Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	4/7/88 4/29/88	635.00 1270.00
B. Full Name, Mailing Address and ZIP Code KCR Copy Service 1451 L St., N.W. D.C. 20005	Printing account Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	4/7/88	400.00
C. Full Name, Mailing Address and ZIP Code Shirley Hopkins 105 Sheridan St., N.E. Wash., D.C.	Consultant Fee Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	4/7/88 4/20/88 4/28/88	300.00 1020.00 500.00
D. Full Name, Mailing Address and ZIP Code [Same]	[Same] Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	4/20/88 5/23/88 6/15/88	816.00 300.00 300.00
E. Full Name, Mailing Address and ZIP Code [Same]	Reimbursement Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	5/6/88	125.00
F. Full Name, Mailing Address and ZIP Code Trades Unanst Printing 52 L Street, N.E. Wash., D.C. 20001	Printing deposit Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	4/20/88 4/25/88 [redacted]	1250.00 1000.00 [redacted]
G. Full Name, Mailing Address and ZIP Code Vestron Sealey 6029 Dix St., N.E. Wash., D.C. 20019	Loan repayment Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	4/20/88 4/28/88	4500.00 4405.00
H. Full Name, Mailing Address and ZIP Code Delta Airlines 1605 K Street, N.W. D.C. 20036	Ticket for Dinner Spkr. Disbursement for: ☐ Primary ☐ General ☒ Other (specify) Operations	4/28/88	1088.00
I. Full Name, Mailing Address and ZIP Code Ronald Dellums 2136 Rayburn Bldg Wash, DC 20515	Honorarium/Dinner Disbursement for: ☐ Primary ☐ General ☐ Other (specify)	4/28/88	1500.00

SUBTOTAL of Disbursements This Page (optional)	19,309.00 [redacted]
TOTAL This Period (last page this line number only)	

FEC 3213401432176

XH

SCHEDULE C
(Revised 3/80)

ATTACHMENT
page 2 of 2

LOANS

Page 1 of 1 for
LINE NUMBER 13
(Use separate schedules for each numbered line)

Name of Committee (in Full)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code of Loan Source	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Vesthaun N. Scales 6029 Dix Street, N.E. Washington, D.C. 20019 Election: ☐ Primary ☐ General ☒ Other (specify): Redemption	14,500	14,500	-0-

Terms: Date Incurred 7/1/82 Date Due 7/1/88 Interest Rate 9.5 %(apr) ☐ Secured

List All Endorsers or Guarantors (if any) to Item A

1. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
2. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
3. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	

B. Full Name, Mailing Address and ZIP Code of Loan Source	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Election: ☐ Primary ☐ General ☐ Other (specify):			

Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) ☐ Secured

List All Endorsers or Guarantors (if any) to Item B

1. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
2. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	
3. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Amount Guaranteed Outstanding: $	

SUBTOTALS This Period This Page (optional)	-0-
TOTALS This Period (last page in this line only)	-0-

Carry outstanding balance only to LINE 3, Schedule D, for this line. If no Schedule D, carry forward to appropriate line of Summary.

3 7 3 4 0 6 3 5 1 0 1 9 8 7

ATTACHMENT 22

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-5

JAN 13 19

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
1012 14th Street, NW, Suite 803
Washington, DC 20005

Identification Number: C00167312

Reference: Amended Year End Report (7/1/87-12/31/87 - dated 1/5/89)

Dear Mr. Weston:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Your report discloses the receipt of a loan from Vesharn N. Scales (pertinent portion attached) which appears to exceed the limits set forth in the Act. The Act precludes a committee from receiving contributions from a person in excess of $5,000 per calendar year. (2 U.S.C. $441a(f) and 11 CFR 110.1(d))

Although the Commission may take further legal steps concerning this matter, the Commission notes the repayment of the loan and it will be taken into consideration.

Any amendment or clarification should be filed with the Federal Election Commission. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530. My local number is (202) 376-2480.

Sincerely,

Kate Henry

Kate Henry
Reports Analyst
Reports Analysis Division

9910357229078

RECEIVED
FEDERAL ELECTION COMMISSION
SECRETARIAT

FEDERAL ELECTION COMMISSION
999 E Street, N.W.
Washington, D.C. 20463

89 JUL 31 AM 11:32

SENSITIVE

FIRST GENERAL COUNSEL'S REPORT

RAD Referral 89L-09
Staff Member: Tamara Kapper

SOURCE OF MUR: I N T E R N A L L Y G E N E R A T E D

RESPONDENTS: District of Columbia Democratic State Committee and Jack Evans, as treasurer
Vesharn N. Scales

RELEVANT STATUTES: 2 U.S.C. § 434(a)(4)(A)(i), (iii) and (iv)
2 U.S.C. § 434(b)(2)
2 U.S.C. § 441a(f)
2 U.S.C. § 441a(a)(1)(C)

INTERNAL REPORTS CHECKED: Disclosure Reports

FEDERAL AGENCIES CHECKED: None

I. GENERATION OF MATTER

On April 24, 1989, the Office of the General Counsel received a referral from the Reports Analysis Division ("RAD"). The basis of the referral is the failure of District of Columbia Democratic State Committee and Jack Evans, as treasurer ("DC Committee") to file in a timely manner four (4) reports in the 1987-1988 election cycle and the acceptance of an excessive contribution in the form of a loan from an individual.

II. FACTUAL AND LEGAL ANALYSIS

A. Late Filing

The Federal Election Campaign Act of 1971, as amended ("the Act"), requires unauthorized political committees to file on either a quarterly or monthly basis. 2 U.S.C. § 434(a)(4). Committees opting to file quarterly are required to file

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quarterly reports in a year in which a regularly scheduled general election is held. These reports are due on the 15th day after the last day of each calendar quarter, except the last report for the year is due January 31 of the following year. 2 U.S.C. § 434(a)(4)(A)(i). In addition to the filing of quarterly reports, the Act requires that unauthorized committees file a post-election report no later than the 30th day after the general election. Thus, the due date for the 1988 30 Day Post-General Report was December 8, 1988. 2 U.S.C. § 434(a)(4)(A)(iii).

In calendar years without a regularly scheduled general election, unauthorized committees are required to file twice annually at six month intervals. The first report is due on July 31 and the second report is due on January 31 of the following year. 2 U.S.C. § 434(a)(4)(A)(iv).

DC Committee was notified on December 18, 1987, that the 1987 Year End Report was due on January 31, 1988. On May 25, 1988, RAD sent DC Committee a non-filer notice for failure to timely file the 1987 Year End Report. DC Committee failed to file this report until July 5, 1988. On March 22, 1988, DC Committee was notified that the 1988 April Quarterly Report was due on April 15, 1988. On May 25, 1988, RAD sent DC Committee a non-filer notice for failure to timely file the 1988 April Quarterly Report. DC Committee failed to file this report until July 5, 1988.

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On September 21, 1988, DC Committee was notified that the 1988 October Quarterly Report was due on October 15, 1988. On November 8, 1988, RAD sent DC Committee a non-filer notice for failure to file the 1988 October Quarterly Report. DC Committee failed to file this report until January 5, 1989. On November 18, 1988, RAD sent DC Committee a chronic late filer notice regarding the failure to timely file the 1987 Year End, 1988 April Quarterly and October Quarterly Reports. The notice advised that any additional late filings could result in legal enforcement action.

On October 3, 1988, DC Committee was notified that the 1988 30 Day Post-General Report was due on December 8, 1988. On January 6, 1989, RAD sent DC Committee a non-filer notice for failure to file the 1988 30 Day Post-General Report. DC Committee failed to file this report until January 17, 1989. Therefore, this Office recommends that the Commission open a MUR and find reason to believe DC Committee and its treasurer violated 2 U.S.C. § 434(a)(4)(A)(i), (iii) and (iv).

B. Receipt and Non-Disclosure of an Apparent Excessive Contribution

The Federal Election Campaign Act of 1971, as amended ("the Act"), prohibits an unauthorized committee from knowingly accepting any contribution in violation of the provisions of Section 441a. 2 U.S.C. § 441a(f). Pursuant to 2 U.S.C. § 441a(a)(1)(C), no person shall make contributions to an

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unauthorized political committee in any calendar year in excess of $5,000. Pursuant to 2 U.S.C. § 431(8)(A), a contribution includes any gift, subscription, loan, advance, or deposit of money or anything of value made by any person for the purpose of influencing any election for Federal office. In addition, pursuant to 2 U.S.C. § 434(b)(2)(A), each report for the reporting period and calendar year shall disclose the amount of all receipts and the total amount of all contributions from persons other than political committees.

On October 3, 1988, DC Committee filed an amendment to their 1987 Year End Report disclosing an outstanding loan of $17,500 from Vesharn N. Scales and indicating the loan was received on April 7, 1987. The amendment also indicated that an $8,595 partial repayment had been made on the loan. Then, on January 5, 1989, DC Committee filed another amendment to their 1987 Year End Report and disclosed the loan from Mr. Scales as totalling $14,500 and as incurred on July 7, 1987. The amendment also disclosed a $5,595 partial repayment on October 7, 1987. Also on January 5, 1989, DC Committee filed an amended 1988 July Quarterly Report that disclosed partial repayments on the loan on April 20 and April 28, 1988, for $4,500 and $4,405, respectively. The following chart explains the DC Committee's disclosures regarding the loan:

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Date Filed	Report Type	Reported Loan Amount	Reported Date Incurred	Reported Loan Repayment	Reported Date of Repayment
10/3/88	Amended 1987 Year End	$17,500*	4/7/87	$8,595**	
1/5/89	Amended 1987 Year End	$14,500	7/7/87	$5,595	10/7/87
1/5/89	Amended 1988 July Quarterly			$4,500 $4,405	4/20/88 4/28/88

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It thus appears that DC Committee may have violated 2 U.S.C. § 441a(f) by accepting a loan from an individual in excess of $5,000. It also appears that Vesharn N. Scales may have violated 2 U.S.C. § 441a(a)(1)(C), by making a contribution in the form of a loan in excess of $5,000 to DC Committee.

DC Committee reported receiving the excessive contribution on either April 7, 1987 or July 7, 1987 and made the last payment on the loan on April 28, 1988. DC Committee failed, however, to report the receipt and subsequent repayments of the loan until they filed an amendment to their 1987 Year End Report on January 5, 1989. Therefore, it appears that DC Committee failed to disclose the

*/ DC Committee originally disclosed the loan for a total of $17,500, but subsequently filed an amendment to their 1987 Year End Report disclosing the loan to be for a total of $14,500.

**/ This amount was never disclosed on a disbursement schedule. Therefore, the date of this disbursement could not be ascertained.

receipt of the excessive loan until as much as 18 months after receiving it and eight months after it was repaid.

Therefore, the Office of the General Counsel recommends that the Commission find reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer, violated 2 U.S.C. §§ 441a(f) and 434(b)(2) by knowingly accepting an apparent excessive contribution and failing to report receipt of the apparent excessive contribution in a timely manner. In addition, this Office also recommends that the Commission find reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C) by making an excessive contribution.

III. RECOMMENDATIONS

1. Open a MUR.

2. Find reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer, violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 441a(f) and 434(b)(2).

3. Find reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

4. Approve the attached letters, factual and legal analyses, interrogatories and request for production of documents.

Lawrence M. Noble
General Counsel

7/28/89
Date

BY: _____
Lois G. Lerner
Associate General Counsel

Attachments
1. Referral Material
2. Proposed Letters (2)
3. Proposed Factual and Legal Analyses (2)
4. Questions (2)

2104035934

BEFORE THE FEDERAL ELECTION COMMISSION

(MUR 2935)

In the Matter of	)	
	)	
District of Columbia Democratic State Committee and Jack Evans, as treasurer	)	RAD Referral 89L-09
Vesharn N. Scales	)	

CERTIFICATION

I, Marjorie W. Emmons, Secretary of the Federal Election Commission, do hereby certify that on August 2, 1989, the Commission decided by a vote of 5-0 to take the following actions with respect to RAD Referral 89L-09:

1. Open a Matter Under Review (MUR).

2. Find reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer, violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 44la(f) and 434(b)(2).

3. Find reason to believe that Vesharn N. Scales violated 2 U.S.C. § 44la(a)(l)(C).

(continued)

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4. Approve the letters, factual and legal analyses, interrogatories and request for production of documents as recommended in the General Counsel's report dated July 28, 1989.

Commissioners Aikens, Elliott, Josefiak, McGarry, and Thomas voted affirmatively for the decision. Commissioner McDonald did not cast a vote.

Attest:

8-3-89
Date

Marjorie W. Emmons
Marjorie W. Emmons
Secretary of the Commission

Received in the Secretariat at 11:32 a.m. on July 31, 1989.
Circulated to the Commission at 4:00 p.m. on July 31, 1989.
Deadline for the vote: 4:00 p.m. on August 2, 1989.

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

August 9, 1989

Mr. Jack Evans, Treasurer
District of Columbia Democratic
State Committee
1012 14th Street, N.W.
Suite 803
Washington, D.C. 20005

RE: MUR 2935

Dear Mr. Evans:

On August 2, 1989, the Federal Election Commission found that there is reason to believe the District of Columbia Democratic State Committee ("Committee") and you, as treasurer, violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 434(b)(2) and 441a(f), provisions of the Federal Election Campaign Act of 1971, as amended ("the Act"). The Factual and Legal Analysis, which formed a basis for the Commission's finding, is attached for your information.

Under the Act, you have an opportunity to demonstrate that no action should be taken against the Committee and you, as treasurer. You may submit any factual or legal materials that you believe are relevant to the Commission's consideration of this matter. Please submit such materials to the General Counsel's Office along with answers to the enclosed questions within 15 days of your receipt of this letter. Where appropriate, statements should be submitted under oath.

In the absence of any additional information demonstrating that no further action should be taken against the Committee and you, as treasurer, the Commission may find probable cause to believe that a violation has occurred and proceed with conciliation.

If you are interested in pursuing pre-probable cause conciliation, you should so request in writing. See 11 C.F.R. § 111.18(d). Upon receipt of the request, the Office of the General Counsel will make recommendations to the Commission either proposing an agreement in settlement of the matter or recommending declining that pre-probable cause conciliation be pursued. The Office of the General Counsel may recommend that pre-probable cause conciliation not be entered into at this time so that it may complete its investigation of the matter. Further, the Commission will not entertain requests for pre-probable cause conciliation after briefs on probable cause have been mailed to the respondent.

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Requests for extensions of time will not be routinely granted. Requests must be made in writing at least five days prior to the due date of the response and specific good cause must be demonstrated. In addition, the Office of the General Counsel ordinarily will not give extensions beyond 20 days.

If you intend to be represented by counsel in this matter, please advise the Commission by completing the enclosed form stating the name, address, and telephone number of such counsel, and authorizing such counsel to receive any notifications and other communications from the Commission.

This matter will remain confidential in accordance with 2 U.S.C. §§ 437g(a)(4)(B) and 437g(a)(12)(A), unless you notify the Commission in writing that you wish the investigation to be made public.

For your information, we have attached a brief description of the Commission's procedures for handling possible violations of the Act. If you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Danny L. McDonald
Chairman

Enclosures
Factual and Legal Analysis
Procedures
Designation of Counsel Form
Questions

2104035038

FEDERAL ELECTION COMMISSION

FACTUAL AND LEGAL ANALYSIS

RESPONDENT: District of Columbia Democratic State Committee and Jack Evans, as treasurer

MUR: 2935

I. GENERATION OF MATTER

On April 24, 1989, the Office of the General Counsel received a referral from the Reports Analysis Division ("RAD"). The basis of the referral is the failure of District of Columbia Democratic State Committee and Jack Evans, as treasurer ("DC Committee") to file in a timely manner four (4) reports in the 1987-1988 election cycle and the acceptance of an excessive contribution in the form of a loan from an individual.

II. FACTUAL AND LEGAL ANALYSIS

A. Late Filing

The Federal Election Campaign Act of 1971, as amended ("the Act"), requires unauthorized political committees to file on either a quarterly or monthly basis. 2 U.S.C. § 434(a)(4). Committees opting to file quarterly are required to file quarterly reports in a year in which a regularly scheduled general election is held. These reports are due on the 15th day after the last day of each calendar quarter, except the last report for the year is due January 31 of the following year. 2 U.S.C. § 434(a)(4)(A)(i). In addition to the filing of quarterly reports, the Act requires that unauthorized committees file a post-election report no later than the 30th day after the general election. Thus, the due date for the 1988 30 Day Post-General Report was December 8, 1988. 2 U.S.C. § 434(a)(4)(A)(iii).

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In calendar years without a regularly scheduled general election, unauthorized committees are required to file twice annually at six month intervals. The first report is due on July 31 and the second report is due on January 31 of the following year. 2 U.S.C. § 434(a)(4)(A)(iv).

On May 25, 1988, DC Committee was sent a non-filer notice for failure to timely file the 1987 Year End Report. DC Committee failed to file this report until July 5, 1988. On May 25, 1988, DC Committee was sent a non-filer notice for failure to timely file the 1988 April Quarterly Report. DC Committee failed to file this report until July 5, 1988.

On November 8, 1988, DC Committee was sent a non-filer notice for failure to file the 1988 October Quarterly Report. DC Committee failed to file this report until January 5, 1989. On November 18, 1988, DC Committee was sent a chronic late filer notice regarding the failure to timely file the 1987 Year End, 1988 April Quarterly and October Quarterly Reports. The notice advised that any additional late filings could result in legal enforcement action.

On January 6, 1989, DC Committee was sent a non-filer notice for failure to file the 1988 30 Day Post-General Report. DC Committee failed to file this report until January 17, 1989. Accordingly, there is reason to believe the District of Columbia Democratic State Committee and Jack Evans, as treasurer, violated 2 U.S.C. § 434(a)(4)(A)(i), (iii) and (iv).

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B. Receipt and Non-Disclosure of an Apparent Excessive Contribution

The Federal Election Campaign Act of 1971, as amended ("the Act"), prohibits an unauthorized committee from knowingly accepting any contribution in violation of the provisions of Section 441a. 2 U.S.C. § 441a(f). Pursuant to 2 U.S.C. § 431(8)(A), a contribution includes any gift, subscription, loan, advance, or deposit of money or anything of value made by any person for the purpose of influencing any election for Federal office. In addition, pursuant to 2 U.S.C. § 434(b)(2)(A), each report for the reporting period and calendar year shall disclose the amount of all receipts and the total amount of all contributions from persons other than political committees.

On October 3, 1988, DC Committee filed an amendment to their 1987 Year End Report disclosing an outstanding loan of $17,500 from Vesharn N. Scales and indicating the loan was received on April 7, 1987. The amendment also indicated that an $8,595 partial repayment had been made on the loan. Then, on January 5, 1989, DC Committee filed another amendment to their 1987 Year End Report and disclosed the loan from Mr. Scales as totalling $14,500 and as incurred on July 7, 1987. The amendment also disclosed a $5,595 partial repayment on October 7, 1987. Also on January 5, 1989, DC Committee filed an amended 1988 July Quarterly Report that disclosed partial repayments on the loan on

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April 20 and April 28, 1988, for $4,500 and $4,405, respectively. It thus appears that DC Committee may have violated 2 U.S.C. § 441a(f) by accepting a loan from an individual in excess of $5,000.

DC Committee reported receiving the excessive contribution on either April 7 or July 7, 1987, and made the last repayment on the loan on April 28, 1988. DC Committee failed, however, to report the receipt and subsequent repayments of the loan until they filed an amendment to their 1987 Year End Report on January 5, 1989. Therefore, it appears that DC Committee failed to disclose the receipt of the excessive loan until as much as 18 months after receiving it and eight months after it was repaid.

Therefore, there is reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer, violated 2 U.S.C. §§ 441a(f) and 434(b)(2) by knowingly accepting an apparent excessive contribution and failing to report receipt of the apparent excessive contribution in a timely manner.

2140350992

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of) MUR 2935
)
)
)

INTERROGATORIES AND REQUEST
FOR PRODUCTION OF DOCUMENTS

TO: Mr. Jack Evans, Treasurer
District of Columbia Democratic
State Committee
1012 14th Street, N.W., Suite 803
Washington, D.C. 20005

9104035093

In furtherance of its investigation in the above-captioned matter, the Federal Election Commission hereby requests that you submit answers in writing and under oath to the questions set forth below within 15 days of your receipt of this request. In addition, the Commission hereby requests that you produce the documents specified below, in their entirety, for inspection and copying at the Office of the General Counsel, Federal Election Commission, Room 659, 999 E Street, N.W., Washington, D.C. 20463, on or before the same deadline, and continue to produce those documents each day thereafter as may be necessary for counsel for the Commission to complete their examination and reproduction of those documents. Clear and legible copies or duplicates of the documents which, where applicable, show both sides of the documents may be submitted in lieu of the production of the originals.

INSTRUCTIONS

In answering these interrogatories and request for production of documents, furnish all documents and other information, however obtained, including hearsay, that is in possession of, known by or otherwise available to you, including documents and information appearing in your records.

Each answer is to be given separately and independently, and unless specifically stated in the particular discovery request, no answer shall be given solely by reference either to another answer or to an exhibit attached to your response.

The response to each interrogatory propounded herein shall set forth separately the identification of each person capable of furnishing testimony concerning the response given, denoting separately those individuals who provided informational, documentary or other input, and those who assisted in drafting the interrogatory response.

If you cannot answer the following interrogatories in full after exercising due diligence to secure the full information to do so, answer to the extent possible and indicate your inability to answer the remainder, stating whatever information or knowledge you have concerning the unanswered portion and detailing what you did in attempting to secure the unknown information.

Should you claim a privilege with respect to any documents, communications, or other items about which information is requested by any of the following interrogatories and requests for production of documents, describe such items in sufficient detail to provide justification for the claim. Each claim of privilege must specify in detail all the grounds on which it rests.

Unless otherwise indicated, the discovery requests shall refer to the time period from January 1, 1987 to January 31, 1989.

The following interrogatories and requests for production of documents are continuing in nature so as to require you to file supplementary responses or amendments during the course of this investigation if you obtain further or different information prior to or during the pendency of this matter. Include in any supplemental answers the date upon which and the manner in which such further or different information came to your attention.

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DEFINITIONS

For the purpose of these discovery requests, including the instructions thereto, the terms listed below are defined as follows:

"You" shall mean the named respondent in this action to whom these discovery requests are addressed, including all officers, employees, agents or attorneys thereof.

"Persons" shall be deemed to include both singular and plural, and shall mean any natural person, partnership, committee, association, corporation, or any other type of organization or entity.

"Document" shall mean the original and all non-identical copies, including drafts, of all papers and records of every type in your possession, custody, or control, or known by you to exist. The term document includes, but is not limited to books, letters, contracts, notes, diaries, log sheets, records of telephone communications, transcripts, vouchers, accounting statements, ledgers, checks, money orders or other commercial paper, telegrams, telexes, pamphlets, circulars, leaflets, reports, memoranda, correspondence, surveys, tabulations, audio and video recordings, drawings, photographs, graphs, charts, diagrams, lists, computer print-outs, and all other writings and other data compilations from which information can be obtained.

"Identify" with respect to a person shall mean state the full name, the most recent business and residence addresses and telephone numbers, the present occupation or position of such person, the nature of the connection or association that person has to any party in this proceeding. If the person to be identified is not a natural person, provide the legal and trade names, the address and telephone number, and the full names of both the chief executive officer and the agent designated to receive service of process for such person.

"And" as well as "or" shall be construed disjunctively or conjunctively as necessary to bring within the scope of these interrogatories and requests for the production of documents any documents and materials which may otherwise be construed to be out of their scope.

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BEFORE THE FEDERAL ELECTION COMMISSION

MUR
Questions to Jack Evans

With regard to a loan received from Vesharn N. Scales, please answer the following questions:

1. How many loans did Mr. Scales make to the Committee?

2. Please state the exact date(s) of receipt of the loan(s).

3. Please state the exact amount of the loan(s).

4. Please state the exact date(s) of repayment of the loan(s) along with the corresponding amount(s).

5. Did you or any other representative from the District of Columbia Democratic State Committee solicit loan(s) from Mr. Scales? If so, please identify the person that solicited Mr. Scales.

6. What was the purpose of the loan(s).

7. Did Mr. Scales designate the loan(s) for a specific account of the District of Columbia Democratic State Committee? If so, please provide evidence of such designation.

8. Please state the total amount of money contributed to the Committee by Mr. Scales during calendar year 1987 and during calendar year 1988 and list the dates and amounts donated.

9. Please provide a copy of correspondence, solicitations and all other documents relating to the receipt and subsequent repayment of the loan(s). If the repayment(s) were made by check, please provide a copy (both sides) of such check(s) or other written instrument.

10. Why did you fail to timely disclose receipt of the loan(s) and its subsequent repayment(s)?

2140350996

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

August 9, 1989

Mr. Vesharn N. Scales
6029 Dix Street, N.E.
Washington, D.C. 20019

RE: MUR 2935
Vesharn N. Scales

Dear Mr. Scales:

On August 2, 1989, the Federal Election Commission found that there is reason to believe you violated 2 U.S.C. § 441a(a)(1)(C), a provision of the Federal Election Campaign Act of 1971, as amended ("the Act"). The Factual and Legal Analysis, which formed a basis for the Commission's finding, is attached for your information.

Under the Act, you have an opportunity to demonstrate that no action should be taken against you. You may submit any factual or legal materials that you believe are relevant to the Commission's consideration of this matter. Please submit such materials to the General Counsel's Office along with answers to the enclosed questions within 15 days of your receipt of this letter. Where appropriate, statements should be submitted under oath.

In the absence of any additional information demonstrating that no further action should be taken against you the Commission may find probable cause to believe that a violation has occurred and proceed with conciliation.

If you are interested in pursuing pre-probable cause conciliation, you should so request in writing. See 11 C.F.R. § 111.18(d). Upon receipt of the request, the Office of the General Counsel will make recommendations to the Commission either proposing an agreement in settlement of the matter or recommending declining that pre-probable cause conciliation be pursued. The Office of the General Counsel may recommend that pre-probable cause conciliation not be entered into at this time so that it may complete its investigation of the matter. Further, the Commission will not entertain requests for pre-probable cause conciliation after briefs on probable cause have been mailed to the respondent.

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Requests for extensions of time will not be routinely granted. Requests must be made in writing at least five days prior to the due date of the response and specific good cause must be demonstrated. In addition, the Office of the General Counsel ordinarily will not give extensions beyond 20 days.

If you intend to be represented by counsel in this matter, please advise the Commission by completing the enclosed form stating the name, address, and telephone number of such counsel, and authorizing such counsel to receive any notifications and other communications from the Commission.

This matter will remain confidential in accordance with 2 U.S.C. §§ 437g(a)(4)(B) and 437g(a)(12)(A), unless you notify the Commission in writing that you wish the investigation to be made public.

For your information, we have attached a brief description of the Commission's procedures for handling possible violations of the Act. If you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Danny L. McDonald
Chairman

Enclosures
Factual and Legal Analysis
Procedures
Designation of Counsel Form
Questions

2140350978

FEDERAL ELECTION COMMISSION

FACTUAL AND LEGAL ANALYSIS

RESPONDENT: Vesharn N. Scales MUR: 2935

I. GENERATION OF MATTER

On April 24, 1989, the Office of the General Counsel received a referral from the Reports Analysis Division ("RAD"). The basis of the referral is the making of an apparent excessive contribution in the form of a loan to the District of Columbia Democratic State Committee ("DC Committee"), by Vesharn N. Scales.

II. FACTUAL AND LEGAL ANALYSIS

1. Facts

According to the reports filed by DC Committee, on October 3, 1988, DC Committee disclosed an outstanding loan of $17,500 from Vesharn N. Scales and indicated the loan was received on April 7, 1987. The report also indicated that an $8,595 partial repayment had been made on the loan. Then, on January 5, 1989, DC Committee disclosed the loan from Mr. Scales as totalling $14,500 and as incurred on July 7, 1987. This report also disclosed a $5,595 partial repayment on October 7, 1987. Also on January 5, 1989, DC Committee disclosed partial repayments on the loan on April 20 and April 28, 1988, for $4,500 and $4,405, respectively. Thus, it appears that DC Committee received the loan form Mr. Scales on either April 7, 1987 or July 7, 1987 and made the last payment on the loan on April 28, 1988.

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2. The Applicable Law

The Federal Election Campaign Act of 1971, as amended ("the Act"), prohibits a person from making contributions to an unauthorized political committee in any calendar year in excess of $5,000. 2 U.S.C. § 441a(a)(1)(C). Pursuant to 2 U.S.C. § 431(8)(A), a contribution includes any loan, advance, or deposit of money or anything of value made by any person for the purpose of influencing any election for Federal office. Pursuant to 11 C.F.R. § 100.7(a)(1)(i)(A), a loan which exceeds the limitation on contributions is unlawful whether or not it is repaid.

3. Application of the Law to the Facts

On either April 7, or July 7, 1987, Vesharn N. Scales made a contribution in the form of a loan that exceeded the $5,000 limitation to the District of Columbia Democratic State Committee. Accordingly, there is reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

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BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of) MUR 2935
)
)
)

INTERROGATORIES AND REQUEST FOR PRODUCTION OF DOCUMENTS

TO: Mr. Vesharn N. Scales
6029 Dix Street, N.E.
Washington, D.C. 20019

In furtherance of its investigation in the above-captioned matter, the Federal Election Commission hereby requests that you submit answers in writing and under oath to the questions set forth below within 15 days of your receipt of this request. In addition, the Commission hereby requests that you produce the documents specified below, in their entirety, for inspection and copying at the Office of the General Counsel, Federal Election Commission, Room 659, 999 E Street, N.W., Washington, D.C. 20463, on or before the same deadline, and continue to produce those documents each day thereafter as may be necessary for counsel for the Commission to complete their examination and reproduction of those documents. Clear and legible copies or duplicates of the documents which, where applicable, show both sides of the documents may be submitted in lieu of the production of the originals.

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INSTRUCTIONS

In answering these interrogatories and request for production of documents, furnish all documents and other information, however obtained, including hearsay, that is in possession of, known by or otherwise available to you, including documents and information appearing in your records.

Each answer is to be given separately and independently, and unless specifically stated in the particular discovery request, no answer shall be given solely by reference either to another answer or to an exhibit attached to your response.

The response to each interrogatory propounded herein shall set forth separately the identification of each person capable of furnishing testimony concerning the response given, denoting separately those individuals who provided informational, documentary or other input, and those who assisted in drafting the interrogatory response.

If you cannot answer the following interrogatories in full after exercising due diligence to secure the full information to do so, answer to the extent possible and indicate your inability to answer the remainder, stating whatever information or knowledge you have concerning the unanswered portion and detailing what you did in attempting to secure the unknown information.

Should you claim a privilege with respect to any documents, communications, or other items about which information is requested by any of the following interrogatories and requests for production of documents, describe such items in sufficient detail to provide justification for the claim. Each claim of privilege must specify in detail all the grounds on which it rests.

Unless otherwise indicated, the discovery requests shall refer to the time period from January 1, 1987 to January 31, 1989.

The following interrogatories and requests for production of documents are continuing in nature so as to require you to file supplementary responses or amendments during the course of this investigation if you obtain further or different information prior to or during the pendency of this matter. Include in any supplemental answers the date upon which and the manner in which such further or different information came to your attention.

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DEFINITIONS

For the purpose of these discovery requests, including the instructions thereto, the terms listed below are defined as follows:

"You" shall mean the named respondent in this action to whom these discovery requests are addressed, including all officers, employees, agents or attorneys thereof.

"Persons" shall be deemed to include both singular and plural, and shall mean any natural person, partnership, committee, association, corporation, or any other type of organization or entity.

"Document" shall mean the original and all non-identical copies, including drafts, of all papers and records of every type in your possession, custody, or control, or known by you to exist. The term document includes, but is not limited to books, letters, contracts, notes, diaries, log sheets, records of telephone communications, transcripts, vouchers, accounting statements, ledgers, checks, money orders or other commercial paper, telegrams, telexes, pamphlets, circulars, leaflets, reports, memoranda, correspondence, surveys, tabulations, audio and video recordings, drawings, photographs, graphs, charts, diagrams, lists, computer print-outs, and all other writings and other data compilations from which information can be obtained.

"Identify" with respect to a person shall mean state the full name, the most recent business and residence addresses and telephone numbers, the present occupation or position of such person, the nature of the connection or association that person has to any party in this proceeding. If the person to be identified is not a natural person, provide the legal and trade names, the address and telephone number, and the full names of both the chief executive officer and the agent designated to receive service of process for such person.

"And" as well as "or" shall be construed disjunctively or conjunctively as necessary to bring within the scope of these interrogatories and requests for the production of documents any documents and materials which may otherwise be construed to be out of their scope.

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BEFORE THE FEDERAL ELECTION COMMISSION

MUR
Questions to Vesharn Scales

With regard to your contribution in the form of a loan to the District of Columbia Democratic State Committee ("DC Committee"), please answer the following questions:

1. How many loans did you make to the DC Committee?

2. Please state the exact date(s) that you made the loan(s).

3. Please state the exact amount(s) of the loan(s).

4. Please state the exact date(s) of repayments on the loan and the corresponding amounts.

5. Are you in any way connected with the DC Committee? If so, please describe your association with the DC Committee.

6. Were you solicited by a representative of the DC Committee or any persons associated with the DC Committee to lend money to them? Please identify the persons and state their name(s), position(s), date(s) and the amount(s) requested.

7. What was the purpose of the loan(s).

8. Did you designate the loan(s) for a specific account of the District of Columbia Democratic State Committee? If so, please provide evidence of such designation.

9. Please provide a copy of correspondence, solicitations and all other documents relating to the loan(s). If the payment was made by check, please provide a copy (both sides) of such check(s) or other written instrument(s).

10. Please state the total amount of money that you donated to the DC Committee during calendar year 1987 and during calendar year 1988 and list the dates and amounts donated.

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MUR 3807
RECEIVED
FEDERAL ELECTION COMMISSION

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 803 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Daria P. Winter
Vice-Chair
Elona Evans McNeil
Recording Secretary
Donna Schneider
Corresponding Secretary
Larry F. Weston
Treasurer

MEMBERS
Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman
Joseph Carter
Alternate National Committeeman

Antonell Aikens
Stanley Allen
Robert Artisst
Johnny Barnes
Max N. Berry
Edward Black
Bobbi Blok
William Blount
Stanley A. Boucree
Mary Eva Candon
Kevin Chavous
James Christian
Barbara Bell Clark
Richard R. Clark
James E. Coates
Jerry Cooper
Yvette Downs
Patricia Elwood
John "Jack" Evans
Isabella Gelletich
Mildred Goodman
Chestie Graham
Bernard Gray
Janette Hoston Harris
James Harvey
Julian Huff
Concha Johnson
Lorraine Johnson
William Johnson
Phillis Jones
Ruth Jordan
Aurelia Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
Paula Nickens
Florence Pendleton
Keith Perry
Mark L. Plotkin
Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
William Rumsey
Barbara Lett Simmons
Gottlieb Simon
William Simons
Newton "Big Newt" Smith
Wallacetine Taliaferro-Curtis
Harry Thomas, Jr.
Joan Thomas
Romaine Thomas
Loretta Watson
Jane Weiman
Lorraine H. Whitlock
Clyde Williams
Robert Yeldell

August 16, 1989

Ms. Tamara Kapper
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

FEC Identification Number - C00167312

Re: MUR 2935

Dear Ms. Kapper:

This is in response to the letter to me dated August 9, 1989 from Danny L. McDonald, and our subsequent telephone conversations.

First, I would like the Commission to note that I became treasurer of the D.C. Democratic State Committee on June 1, 1989. This is significantly after the alleged violations discussed in your letter occurred. Although it may be your agency's practice to name the current treasurer, I am very concerned that your letter states that the FEC found that there is reason to believe that I violated FEC regulations. In addition, in your Factual and Legal Analysis you state that I failed to timely file reports. In any future correspondence, I would like to request that the correct parties are identified. For your information, Mr. Larry Weston was the treasurer of the Committee during the time period in question.

Second, concerning the allegation involving the "Receipt and Non-Disclosure of an Apparent Excessive Contribution," as we discussed I have no independent knowledge of this matter. The loan was personally arranged by the following individuals:

Mr. James Christian
Laxalt, Washington, Perito & Dubuc
1120 Connecticut Avenue, NW
Suite 1010
Washington, DC 20036
(202) 857-4466

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 AUG 21 PM 4:00

Mr. Larry Weston
1234 Massachusetts Avenue, NW
#318
Washington, DC 20005
(202) 783-5817 (H)
(202) 265-8200 (W)

I have contacted Mr. Christian concerning the loan in an attempt to answer the questions posed in your letter. As soon as I get this information from Mr. Christian, I will forward it to you.

Although I was not the treasurer during the time period in question, I will do all I can to assist your investigation. The D.C. Democratic State Committee is very interested in resolving all problems with the FEC.

If you have any questions, please call me at 861-1702.

Sincerely,

Jack Evans
Treasurer

JKE;kmj

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FEDERAL ELECTION COMMISSION
SECRETARIAT
89 AUG 25 AM 11:32

August 21, 1989

Danny L. McDonald
Chairman
Federal Election Commission
999 E Street, N.W., Room 657
Washington, D.C. 20463

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 AUG 25 PM 3:26

Re: MUR 2935
Vesharn N. Scales

Dear Chairman McDonald:

On August 11, 1989 I received your correspondence in the above-referenced matter indicating that on August 2, 1989, the Federal Election Commission found that as a consequence of my making a loan to the District of Columbia Democratic State Committee, there is cause to believe that I violated 2 U.S.C. §441a(a)(1)(C) which prohibits a person from making contributions to an unauthorized political committee in any calendar year in excess of $5,000.00. Your correspondence also indicated that 2 U.S.C. §431(8)(A) defines a contribution as "... any loan, advance, or deposit of money or anything of value made by any person for the purpose of influencing any election for Federal office." (emphasis supplied). At the outset of my response to that correspondence and to the questions posed to me which it contains, I can without qualification indicate that I did not make the loan for the purpose of influencing any election for Federal office. My interests were strictly connected to local politics and being supportive of a local political agenda in the District of Columbia. I regarded the loan as a way to help the local party become stronger and exert more political influence on the local level.

With this introductory statement, the responses to the questions posed to me are as follows:

Question Responses of Vesharn Scales

1. How many loans did you make to the D.C. Committee?
Response: I made one loan to the D.C. Committee.

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2. Please state the exact date(s) that you made the loan(s).

Response: The loan was made on or about March 6, 1987 in the form of a check directly from my bank disbursing the proceeds from a loan I obtained from my bank to make the D.C. Committee loan. A personal check was not used and the funds were delivered into the custody of the State Committee Chairman James M. Christian, Sr..

3. Please state the exact amount(s) of the loan(s).

Response: The exact amount of the loan was $20,000.00. I made the loan in this amount because I was told by the Chairman of the D.C. Committee that this amount was needed to liquidate certain debts of the Committee, to assist in securing new office space and if needed, to pay Committee staff salary. I was also informed that District of Columbia law did not contain a limitation on the amount that could be contributed to the local party for local activities.

4. Please state the exact date(s) of repayments on the loan and the corresponding amounts.

Response: The exact dates and amounts are difficult to determine in the absence of deposit records, but as best as I can recall I received one $595.00 payment in April, 1987, an $8,595.00 payment in late May 1987, and payments of $4,500.00, $5,000.00 and $2,701.00 in April of 1988.

5. Are you in any way connected with the D.C. Committee? If so, please describe your association with the D.C. Committee.

Response: In no way am I connected with the D.C. Committee.

6. Were you solicited by a representative of the D.C. Committee or any persons associated with the D.C. Committee to lend money to them? Please identify the persons and state their name(s), position(s), date(s) and the amount(s) requested.

Response: In or about January, 1987 I was asked by the then Chairman of the District of Columbia Democratic State Committee, James M. Christian, Sr., to loan the State Committee $20,000.00 as part of a proposed group of local business owners. I agreed instead to loan the entire $20,000.00 to the Committee to simplify the effort and expedite obtaining the requested $20,000.00

7. What was the purpose of the loan(s).

Response: Chairman Christian indicated that the loan would be used to liquidate certain outstanding debts of the Committee owed to local vendors, to help the Committee secure new office space and if needed to pay Committee staff salary.

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8. Did you designate the loan(s) for a specific account of the District of Columbia Democratic State Committee? If so, please provide evidence of such designation.

Response: It was my understanding that the loan proceeds would be placed in the Committee's operating account, consistent with the purposes for which it was sought. I did not designate the loan for federal activity.

9. Please provide a copy of correspondence, solicitations and all other documents relating to the loan(s). If the payment was made by check, please provide a copy (both sides) of such check(s) or other written instrument(s).

Response: Chairman Christian verbally asked me to help assemble and make the loan as one of a group of local businss owners. There was no written correspondence or solicitation. I obtained a $20,000.00 loan from my bank, the proceeds of which were made available directly by the bank to Chairman Christian by check for his disbursal as he decided to apply them for retiring Committee debts, securing office pay or paying Committee staff. Since no personal check of mine was utilized to transfer the loan proceeds, I do not have, nor ever had a check, a copy of both sides of which I could provide. I do, however, have and provide a copy of the Note evidencing the loan executed on behalf of the Committee. This Note was provided to me by Chairman Christian.

10. Please state the total amount of money that you donated to the D.C. Committee during calendar year 1987 and during calendar year 1988 and list the dates and amounts donated.

Response: I only made the $20,000.00 loan to the D.C. Committee during calendar year 1987. I did not make any other loan(s) to the D.C. Committee or donate any money during calendar year 1987. The D.C. Committee did receive $1,500.00 in 1987 and $1,500.00 in 1988 from my corporation MTI Construction Company as a "Benefactor" supporting the Committee's 1987 and 1988 local Kennedys-King Dinners.

End of Question Responses

In my judgement, the foregoing when combined with the fact that District of Columbia law does not limit the amount of a contribution to a local state party and the fact that the contribution I made was placed in the District of Columbia Democratic State Committee operating account and not in a "federal" account, definitively and dispositively establishes that I did not violate either 2 U.S.C. §441a(a)(1)(C) which prohibits contributions in any calendar year in excess of $5,000.00, or 2 U.S.C. §431(8)(A) which defines a contribution to include a loan "... made by any person for the purpose of

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influencing any election for Federal office." The loan I made was not prohibited by local District of Columbia law and was not made to influence any election for Federal office.

In support of my responses set forth herein, I am providing as a part of this response an affidavit by James M. Christian, Sr., who was Chairman of the District of Columbia Democratic State Committee when he requested that I be part of a group of local business owners making a $20,000.00 loan to the D.C. Committee.

Also, pursuant to 11 C.F.R. §111.18(d), I request pre-probable cause conciliation in MUR 2935, particularly in the event that this submission does not in the Commission's judgement definitively dispose of this matter.

Sincerely,

Vesharn N. Scales

Vesharn N. Scales

cc: Jack Evans, (w/ Enclosures)
James M. Christian, Sr. (w/o Enclosures)
Joslyn Williams (w/Enclosures)

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City of Washington)
) ss:
District of Columbia)

Affidavit
of
James M. Christian, Sr.

James M. Christian, Sr., having been sworn, deposes and says the following:

1. During the last seven (7) months of 1986 and all of calendar year 1987, I served as Chairman of the District of Columbia Democratic State Committee (the "State Committee").

2. In or about January 1987, Committee reports indicated that the State Committee had known debts of at least the following:

1984 Unpaid Invoices	$ 6,461.54
1985 Christmas Party Account	250.60
1985 Direct Mail Account	2,856.28
1985 Kennedys-King Printing Account	4,747.74
1986 Occupancy Costs	1,150.00
	$15,466.16

3. In or about January, 1987, I asked Mr. Vesharn N. Scales, the subject of Federal Election Commission MUR 2935, to be a member of a local District of Columbia business owners group to contribute $20,000.00 to the State Committee for the purposes of helping to retire certain debts of the State Committee, to assist the State Committee in securing new office space, and to support if needed staff salary. Mr. Scales generously decided to make the entire loan himself in order to expedite its availability to the State Committee.

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4. I asked Mr. Scales to make the subject loan for non-federal activity purposes consistent with District of Columbia law, which unlike Federal statutory proscriptions does not prohibit unions, corporations and individuals from making contributions in excess of $5,000.00 to a local political party and contains limitations otherwise only as provided in §1-1441 of the District of Columbia Code which in pertinent part provides:

> §1-441 General limitations.
> (a) No person shall make any contribution which, and no person shall receive any contribution from any person which, when aggregated with all other contributions received from that person, relating to a campaign for nominations as a candidate or election to public office, including both the primary and general or special elections, exceeds:
> (1) In the case of a contribution in support of a candidate for Mayor or for the recall of the Mayor, $2,000:
> (2) In the case of a contribution in support of a candidate for Chairman of the Council or for the recall of the Chairman of the Council, $1,500;
> (3) In the case of a contribution in support of a candidate for member of the Council elected at large or for the recall of an at-large Council member, $1,000;
> (4) In the case of a contribution in support of a candidate for member of the Board of Education elected at large or for member of the Council elected from a ward or for the recall of an at-large Board of Education member or for a Council member elected from a ward, $400;
> (5) In the case of a contribution in support of a candidate for member of the Board of Education elected from a ward or for the recall of a member of the Board of Education elected from a ward or for official of a political party, $200;

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> (6) In the case of a contribution for the purpose of obtaining signatures on an initiative or referendum petition or for the purpose of promoting or opposing the ratification or an initiative or referendum measure, $1,000; and
>
> (7) In the case of a contribution in support of a candidate for a member of an Advisory Neighborhood Commission, $25.
>
> (b) No person shall make any contribution in any 1 election for the Mayor, the Chairman of the Council, each member of the Council, and each member of the Board of Education (including primary, general, and special elections as appropriate) which when aggregated with all other contributions made by that individual in that election exceeds $4,000. No contributions made to support or oppose initiative, referendum, or recall measures shall be affected by the provisions of this subsection.

5. In or about March 1987, I was presented with a check for $20,000.00 from Mr. Scales' bank for the State Committee to be disbursed as negotiations of debt settlements with State Committee vendors were completed, new office space was obtained and if payment of Committee staff payroll was needed.

6. During the first six (6) months of 1987, the $20,000.00 was made available to the State Committee via tranfers by cashier's checks in various amounts. To the best of my knowledge and belief those transfers were as follows: $8,500 in March, $6,000 in March, $3,000 in April, and $2,500 in April in conjunction with the State Committee's Annual Kennedys-King Dinner.

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7. By letter dated July 8, 1987, Scott E. Thomas, Chairman of the Federal Election Commission transmitted to the State Committee the Commission's Factual and Legal Analysis in MUR 2106 involving the State Committee; that Analysis on pp. 2 and 4 in pertinent part found the following:

> "On July 14, 1986, a member of the General Counsel's staff met with three Committee representatives to discuss the proposed conciliation. Those present on behalf of the Committee were: James Christian, Chairman; Richard Clark, former Treasurer; and James Mercer, Treasurer as of July 10, 1986. During the conciliation discussions, it was discovered that the Committee's filings which were the subject of the proposed agreement and RAD referral 86NF-13 were wrong as to both the amounts and activity reported. The Committee representatives noted that the reports covered not only "federal" account/committee activity but local activity as well.
>
> By letter of July 17, 1986, Committee Chairman James Christian confirmed that the filings which were the bases of the proposed conciliation agreement were incorrect. He requested that conciliation negotiations be extended until August 11, 1986 to permit the Committee to audit its accounts and records, reconcile expenditures and prepare amendments so that a conciliation agreement based on the actual state of affairs could be prepared, negotiated and executed."

and

> "On March 16, 1987, the Office of the General Counsel received a report from the Audit Division discussing the findings of its audit of the Committee. The audit covered the period from January 1, 1984 to June 30, 1986, the last day covered by the

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> most recent report filed by the Committee prior to the audit. The audit staff reviewed the records and bank statements for the Committee's federal and non-federal accounts, and confirmed that for the period January 1, 1984 through December 31, 1985, the Committee had reported only federal activity. The last financial transaction relating to the federal account occurred on August 30, 1985. The audit staff have determined that all activity reported for 1986 calendar months represented receipts and disbursements for non-federal activity. Committee representatives also stated that all activity reported in 1986 was related to non-federal activities and that the disclosure reports filed with the Commission were copied from reports filed with the District of Columbia." (Emphasis supplied)

Like the 1986 calendar year period covered by MUR 2106 above, the State Committee did not maintain an active "federal account" during calendar year 1987. Only receipts, to the best of my knowledge and belief for non-federal activity were received during that period. It is my understanding that the State Committee filing with the Comission covering the first six (6) months of 1987 when the $20,000.00 loan was received by the Committee correctly reflects an absence of receipt of the $20,000 because it was not received for or deposited in a "federal" account. Apparently, as was the case in MUR 2106, the State Committee filings with the Commission covering the second six (6) months of 1987, "erroneously" reported non-federal account activity (namely the loan from Mr. Scales) as federal activity, thus unfortunately and erroneously triggering MUR 2935.

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8. Any State Committee filing with the Commission indicating receipt of or payment on the Vesharn Scales loan as federal account activity is erroneous and the filings should be amended as the State Committee's filings with the Commission for 1986 were supposed to have been, to not reflect Mr. Scales' loan as federal activity.

James M. Christian, Sr.

Sworn and subscribed to before me on this 24th day of August, 1989.

Notary Public

My commission expires:
My Commission Expires July 14, 1991

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UNSECURED NOTE

$20,000.00 March 6, 1987

For value received, the undersigned jointly and severally, promise to pay to the order of VESHARN N. SCALES at 6029 Dix Street, N.E., Washington, D.C., 20019, or such place as the holder hereof may in writing designate, Twenty Thousand and 00/100 Dollars including or together with interest at the rate of 9.5% and payable in 14 consecutive monthly installments of principal in the amount of $500.00 each, together with interest, payable on the 7th day of each month beginning April 7, 1987, and a final balloon payment of $13,000 on May 7, 1988, together with interest, with the express understanding that any such monthly installments shall be waivable by the holder upon the representation by the Maker that its financial condition merits the waiving.

The following shall constitute an event of default: (1) the failure to make when due any installment or other payment described herein, whether of principal, interest, late charges or otherwise other than those waived; (2) the dissolution, merger, consolidation or termination of existence of the Maker hereof; or (3) the application for the appointment of a receiver by the Maker or the filing of a petition under any provisions of the Bankruptcy Code by the Maker.

The Maker agrees to pay a late charge of 5% of any payment more than seven (7) days past due. Also, the Maker agrees to pay all expenses, including an attorney's fee of 15% of the unpaid balance incurred in collecting this Note, or in defending any claim arising out of the execution of this Note or the obligation which it evidences. In the event of default the entire unpaid balance of this note shall, at the option of the holder, become immediately due and payable, without notice or demand.

The Maker waives presentment, demand, protest and notice of dishonor, as to the obligation evidenced by this Note, waives any rights which it may have to require the holder to proceed against any other person, agrees that without notice to any party and without affecting any party's liability, the holder at any time or times, may grant extensions of the time for payment or other indulgences to the Maker.

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Each maker, endorser, surety, guarantor or other signatory of this Note is herein referred to as "Party" or collectively as "Parties" and each agrees to be liable hereunder jointly and severally. This Note shall apply to and bind the successors and assigns of the Maker and shall inure to the benefit of the holder, his successors, heirs and assigns.

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE, INC.

Witnessed As To Signature

By: _____ (SEAL)
JAMES M. CHRISTIAN, SR.
Chairman
1090 Vermont Avenue, N.W.
Washington, D.C. 20005

9104065 1018

OGC 3857

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WASHINGTON, D.C. 20004

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OF COUNSEL

* ADMITTED IN THE DISTRICT OF COLUMBIA

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277 PARK AVENUE
NEW YORK, NEW YORK 10172
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INTERNATIONAL TELEX "FCHS 236262"
FACSIMILE (212) 758-2982

August 25, 1989

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 AUG 25 PM 2:17

VIA HAND COURIER

Danny L. McDonald
Chairman
Federal Election Commission
999 E Street, N.W.
Room 657
Washington, D.C. 20436

Re: MUR 2935

Dear Chairman McDonald:

Mr. Jack Evans, Treasurer, and the District of Columbia Democratic State Committee hereby respond, by and through counsel, to your letter of August 9, 1989, received August 11, 1989, in the above-referenced matter. Enclosed with this response are the responses to the Interrogatories and Request for Production of Documents propounded to the above-named respondents. Also enclosed is the Statement of Designation of counsel.

As a preliminary manner, respondents set forth that as shown in the attached letter of Mr. Jack Evans of August 25, 1989, Mr. Evans became Treasurer of the D.C. Democratic State Committee on June 1, 1989. All acts set forth in your letter of August 9, 1989 occurred well before Mr. Evans was Treasurer. We would request that any conciliation clearly reflect the fact that Mr. Evans was not Treasurer at the time of the alleged violations and had no responsibility as concerned them.

I. Late Filing

On November 10, 1988, the D.C. Democratic State Committee entered into a Conciliation Agreement with the Federal Election Commission. That Conciliation Agreement required, inter alia, that the D.C. Democratic State Committee pay a significant fine. At the time of the Conciliation Agreement it was recognized by all the parties that the D.C. Democratic State Committee was late as concerned numerous filing requirements. It was represented to the Federal Election Commission by the D.C. Democratic State Committee that all efforts would be made to complete all outstanding reports and to file all future reports in a timely manner.

Consequently, the D.C. Democratic State Committee created a compliance mechanism to insure that this was accomplished. A Federal Election Commission compliance committee was formed. This committee includes members who have professional experience in filing Federal Election Commission reports. Further, the position of Assistant Treasurer was created to specifically deal with the Federal Election Commission filing responsibilities. The chairman of the Legal Committee of the D.C. Democratic State Committee, the General Counsel, and the Treasurer are also members of this committee.

All due diligence was exercised to complete and file all outstanding reports. However, due to the voluminous nature of the materials which had to be collected, categorized, and reviewed, as well as the number of reports which were outstanding, this task was not completed until approximately January 17, 1989. All subsequent reports required by the Federal Election Commission since that time have been filed in a timely manner.

It is respectfully submitted that the late filings subsequent to the entry of the above-mentioned Conciliation Agreement were an extension of the problems which were resolved by that Conciliation Agreement and consequent fine. Therefore, it is submitted that these technical violations were actually subsumed within that settlement and fine; particularly in light of the fact that the D.C. Democratic State Committee exercised due diligence in filing all outstanding reports as fast as was practically possible, and that the D.C. Democratic State Committee set up a compliance mechanism to insure that all future reports would be timely filed, which they have been.

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II. Receipt and Non-Disclosure of an Apparent Accessive Contribution

As concerns the loan of Mr. Scales to the D.C. Democratic State Committee, as is shown in the attached answers to the Interrogatories, the documents produced, and the Affidavit of James M. Christian, Sr., this loan was for operating expenses of the D.C. Democratic State Committee and was not for federal activity. Therefore, the loan was erroneously reported in the filings before the Federal Election Commission. All of the money was used for operating expenses of the D.C. Democratic State Committee and the loan was fully repaid. The filing with the Federal Election Commission indicating receipt of or payment on the Scales loan as a federal account activity was erroneous. Therefore, the D.C. Democratic State Committee respectfully sets forth that no violation of the Federal Election Campaign Act of 1971 has occurred in this matter.

III. Request for Conciliation

Mr. Jack Evans, Treasurer, and the D.C. Democratic State Committee hereby request conciliation on this matter.

Respectfully submitted,

Donald R. Dinan
General Counsel

DRD:sab
Enclosures

2104035021

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 803 • Washington, DC 20005 • (202) 347-2489

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Daria P. Winter
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Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
William Rumsey
Barbara Lett Simmons
Gottlieb Simon
William Simons
Newton "Big Newt" Smith
Wallacetine Taliaferro-Curtis
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Loretta Watson
Jane Weiman
Lorraine H. Whitlock
Clyde Williams
Robert Yeldell

August 25, 1989

Mr. Danny L. McDonald
Chairman
Federal Election Commission
999 E Street, NW
Room 657
Washington, DC 20463

Re: MUR 2935

Dear Chairman McDonald:

On August 11, 1989, I received your correspondence addressed to the District of Columbia Democratic State Committee and Jack Evans, Treasurer, in the above-referenced matter. Your cover letter indicates that on August 2, 1989, the Federal Election Commission found that there is reason to believe that the District of Columbia Democratic State Committee and Jack Evans as Treasurer violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 434(b) (2) and 441a (f), provisions of the Federal Election Campaign Act of 1971, as amended.

First, I would like the Commission to note that I became treasurer of the D.C. Democratic State Committee on June 1, 1989. This is significantly after the alleged violations discussed in your letter occurred. On August 16, 1989 I submitted a letter to a Ms. Tamara Kapper noting this fact. I would like to request that any settlement of this matter reflect the fact that I was not the treasurer at the time of the alleged infractions.

Your letter of August 9, 1989 contained a series of questions concerning a loan made to the D.C. Democratic State Committee by a Mr. Vesharn N. Scales. I have no independent knowledge concerning this loan. The loan was made in response to a request by Mr. James M. Christian, Sr., the then chairman of the D.C. Democratic State Committee. Mr. Larry Weston, the then treasurer of the D.C. Democratic State Committee was also involved with the loan.

As a result of your letter, I contacted Mr. Christian in an attempt to be responsive to your questions. I also have reviewed the D.C. Democratic State Committee records. The answers I have provided are

largely based on information obtained from Mr. Christian. Therefore, I am unable to attest to its accuracy.

In addtion, I have enclosed for your review a copy of an affidavit prepared by Mr. Christian concerning this matter. (See Exhibit A)

The responses to the questions posed to me are as follows:

Question Responses of Jack Evans, Treasurer

1) Question: How many loans did Mr. Scales make to the Committee?

Answer: Mr. Scales made one loan of $20,000.00 to the D.C. Democratic State Committee which was transferred in four (4) installments to the Committee by way of a cashier's check by its Chairman, James M. Christian, Sr.

2) Question: Please state the exact date(s) of receipt of the loan(s)?

Answer: The loan was made on or about March 7, 1987.

3) Question: Please state the exact amount of the loan(s).

Answer: The loan was in the amount of $20,000.00.

4) Question: Please state the exact date(s) of the repayment of the loan(s) along with the corresponding amount(s).

Answer: The loan was repaid as follows:

April 15, 1987 -	$ 595.00
May 15, 1987 -	$ 8,000.00
April 20, 1988 -	$ 4,500.00
April 28, 1988 -	$ 5,000.00
April 29, 1988 -	$ 2,710.00
Total	$20,805.00

5) Question: Did you or any representative from the District of Columbia Democratic State

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Committee solicit loan(s) from Mr. Scales? If so, please identify the person that solicited Mr. Scales.

Answer: I did not solicit any loans from Mr. Scales. However, the Chairman of the D.C. Democratic State Committee at the time, James M. Christian, Sr. at 1120 Connecticut Avenue, NW, 9th Floor, Washington, DC 20036, (202) 857-4466, solicited the loan from Mr. Scales.

6) Question: What was the purpose of the loan(s)?

Answer: The purpose of the loan was to liquidate certain State Committee debts, assist in securing new office space for the D.C. Democratic State Committee and, if, needed to pay the D.C. Democratic State Committee staff's salary.

7) Question: Did Mr. Scales designate the loan for a specific account of the District of Columbia Democratic State Committee? If so, please provide evidence of such designation.

Answer: Mr. Scales provided the loan in response to Chairman Christian's indication it would be used to liquidate certain D.C. Democratic State Committee debts, assist in securing new office space and, if needed, to pay the State Committee's staff salary. Consequently the loan was not designated for federal activity.

8) Question: Please state the total amount of money contributed to the Committee by Mr. Scales during calendar year 1987 and during calendar year 1988 and list the dates and amounts donated.

Answer: Mr. Scales loaned the D.C. Democratic State Committee $20,000.00 during calendar year 1987. Mr. Scales did not contribute any other amounts to the State Committee in either calendar year 1987 or calendar year 1988. MTI Construction Company, of which Mr. Scales is an owner,

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contributed $1,500 in 1987 and $1,500 in 1988 as a "benefactor" in support of the State Committee's local, non-federal annual Kennedys-King Dinner.

9) Question: Please provide a copy of correspondence, solicitations and all other documents relating to the receipt and subsequent repayment of the loan(s). If the repayment(s) were made by check, please provide a copy (both sides) of such check(s) or other written instrument.

Answer: The D.C. Democratic State Committee does not have any correspondence or written solicitation material relating to the receipt of the loan. Mr. Christian asked Mr. Scales verbally to make the loan. The Committee would not have received copies of "cashier's checks" by which the loan was made available to it.

The D.C. Democratic State Committee herewith provides a copy of the note given to Mr. Scales evidencing the loan. (See Exhibit B)

The D.C. Democratic State Committee herewith provides copies of the checks evidencing repayment of the loan. (See Exhibit C) Please note that the loan was repaid in five (5) installments. The first two installments were repaid as follows:

Check #1596 dated April 15, 1987 in the amount of $595.00

Check #1611 dated May 15, 1987 in the amount of $8,000.00

The records of the D.C. Democratic State Committee do not contain copies of the these checks. They have been ordered from Sovran Bank and will be forwarded to you upon receipt. Copies of checks #1702, 1707 and 1711 representing the final three payments are enclosed.

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10) **Question:** Why did you fail to timely disclose receipt of the loan(s) and its subsequent repayment(s)?

Answer: The loan was erroneously included in some of the D.C. Democratic State Committee's Federal Election Commission filings and should not have been reported because it and its repayment were not intended to be "federal" activity. The D.C. Democratic State Committee's original Federal Election Commission filing for the first six months of calendar year of 1987 when the loan was received correctly does not include the loan or repayments on it. Subsequent State Committee filings reflecting the loan and its repayment were in error.

As stated above, the answers to these questions are based on information which I received from Mr. James M. Christian, Sr. I have not been able to independently verify the information in these answers and consequently I am not responsible for their accuracy.

I hope this information is responsive to your inquiry. If you need further information, please contact me at 861-1702.

Sincerely,

Jack Evans
Treasurer

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Exhibit A

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City of Washington)
) ss:
District of Columbia)

Affidavit
of
James M. Christian, Sr.

James M. Christian, Sr., having been sworn, deposes and says the following:

1. During the last seven (7) months of 1986 and all of calendar year 1987, I served as Chairman of the District of Columbia Democratic State Committee (the "State Committee").

2. In or about January 1987, Committee reports indicated that the State Committee had known debts of at least the following:

1984 Unpaid Invoices	$ 6,461.54
1985 Christmas Party Account	250.60
1985 Direct Mail Account	2,856.28
1985 Kennedys-King Printing Account	4,747.74
1986 Occupancy Costs	1,150.00
	$15,466.16

3. In or about January, 1987, I asked Mr. Vesharn N. Scales, the subject of Federal Election Commission MUR 2935, to be a member of a local District of Columbia business owners group to contribute $20,000.00 to the State Committee for the purposes of helping to retire certain debts of the State Committee, to assist the State Committee in securing new office space, and to support if needed staff salary. Mr. Scales generously decided to make the entire loan himself in order to expedite its availability to the State Committee.

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4. I asked Mr. Scales to make the subject loan for non-federal activity purposes consistent with District of Columbia law, which unlike Federal statutory proscriptions does not prohibit unions, corporations and individuals from making contributions in excess of $5,000.00 to a local political party and contains limitations otherwise only as provided in §1-1441 of the District of Columbia Code which in pertinent part provides:

> §1-441 General limitations.
> (a) No person shall make any contribution which, and no person shall receive any contribution from any person which, when aggregated with all other contributions received from that person, relating to a campaign for nominations as a candidate or election to public office, including both the primary and general or special elections, exceeds:
> (1) In the case of a contribution in support of a candidate for Mayor or for the recall of the Mayor, $2,000:
> (2) In the case of a contribution in support of a candidate for Chairman of the Council or for the recall of the Chairman of the Council, $1,500;
> (3) In the case of a contribution in support of a candidate for member of the Council elected at large or for the recall of an at-large Council member, $1,000;
> (4) In the case of a contribution in support of a candidate for member of the Board of Education elected at large or for member of the Council elected from a ward or for the recall of an at-large Board of Education member or for a Council member elected from a ward, $400;
> (5) In the case of a contribution in support of a candidate for member of the Board of Education elected from a ward or for the recall of a member of the Board of Education elected from a ward or for official of a political party, $200;

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> (6) In the case of a contribution for the purpose of obtaining signatures on an initiative or referendum petition or for the purpose of promoting or opposing the ratification or an initiative or referendum measure, $1,000; and
>
> (7) In the case of a contribution in support of a candidate for a member of an Advisory Neighborhood Commission, $25.
>
> (b) No person shall make any contribution in any 1 election for the Mayor, the Chairman of the Council, each member of the Council, and each member of the Board of Education (including primary, general, and special elections as appropriate) which when aggregated with all other contributions made by that individual in that election exceeds $4,000. No contributions made to support or oppose initiative, referendum, or recall measures shall be affected by the provisions of this subsection.

5. In or about March 1987, I was presented with a check for $20,000.00 from Mr. Scales' bank for the State Committee to be disbursed as negotiations of debt settlements with State Committee vendors were completed, new office space was obtained and if payment of Committee staff payroll was needed.

6. During the first six (6) months of 1987, the $20,000.00 was made available to the State Committee via tranfers by cashier's checks in various amounts. To the best of my knowledge and belief those transfers were as follows: $8,500 in March, $6,000 in March, $3,000 in April, and $2,500 in April in conjunction with the State Committee's Annual Kennedys-King Dinner.

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7. By letter dated July 8, 1987, Scott E. Thomas, Chairman of the Federal Election Commission transmitted to the State Committee the Commission's Factual and Legal Analysis in MUR 2106 involving the State Committee; that Analysis on pp. 2 and 4 in pertinent part found the following:

> "On July 14, 1986, a member of the General Counsel's staff met with three Committee representatives to discuss the proposed conciliation. Those present on behalf of the Committee were: James Christian, Chairman; Richard Clark, former Treasurer; and James Mercer, Treasurer as of July 10, 1986. During the conciliation discussions, it was discovered that the Committee's filings which were the subject of the proposed agreement and RAD referral 86NF-13 were wrong as to both the amounts and activity reported. The Committee representatives noted that the reports covered not only "federal" account/committee activity but local activity as well.
>
> By letter of July 17, 1986, Committee Chairman James Christian confirmed that the filings which were the bases of the proposed conciliation agreement were incorrect. He requested that conciliation negotiations be extended until August 11, 1986 to permit the Committee to audit its accounts and records, reconcile expenditures and prepare amendments so that a conciliation agreement based on the actual state of affairs could be prepared, negotiated and executed."

and

> "On March 16, 1987, the Office of the General Counsel received a report from the Audit Division discussing the findings of its audit of the Committee. The audit covered the period from January 1, 1984 to June 30, 1986, the last day covered by the

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most recent report filed by the Committee prior to the audit. The audit staff reviewed the records and bank statements for the Committee's federal and non-federal accounts, and confirmed that for the period January 1, 1984 through December 31, 1985, the Committee had reported only federal activity. The last financial transaction relating to the federal account occurred on August 30, 1985. The audit staff have determined that all activity reported for 1986 calendar months represented receipts and disbursements for non-federal activity. Committee representatives also stated that all activity reported in 1986 was related to non-federal activities and that the disclosure reports filed with the Commission were copied from reports filed with the District of Columbia." (Emphasis supplied)

Like the 1986 calendar year period covered by MUR 2106 above, the State Committee did not maintain an active "federal account" during calendar year 1987. Only receipts, to the best of my knowledge and belief for non-federal activity were received during that period. It is my understanding that the State Committee filing with the Comission covering the first six (6) months of 1987 when the $20,000.00 loan was received by the Committee correctly reflects an absence of receipt of the $20,000 because it was not received for or deposited in a "federal" account. Apparently, as was the case in MUR 2106, the State Committee filings with the Commission covering the second six (6) months of 1987, "erroneously" reported non-federal account activity (namely the loan from Mr. Scales) as federal activity, thus unfortunately and erroneously triggering MUR 2935.

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8. Any State Committee filing with the Commission indicating receipt of or payment on the Vesharn Scales loan as federal account activity is erroneous and the filings should be amended as the State Committee's filings with the Commission for 1986 were supposed to have been, to not reflect Mr. Scales' loan as federal activity.

James M. Christian, Sr.

Sworn and subscribed to before me on this 24th day of August, 1989.

Notary Public

My commission expires:
My Commission Expires July 14, 1991

15191

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Exhibit B

ALL STATE LEGAL SUPPLY CO ONE COMMERCE DRIVE CRANFORD NJ 07016

9104085104

UNSECURED NOTE

$20,000.00 March 6, 1987

For value received, the undersigned jointly and severally, promise to pay to the order of VESHARN N. SCALES at 6029 Dix Street, N.E., Washington, D.C., 20019, or such place as the holder hereof may in writing designate, Twenty Thousand and 00/100 Dollars including or together with interest at the rate of 9.5% and payable in 14 consecutive monthly installments of principal in the amount of $500.00 each, together with interest, payable on the 7th day of each month beginning April 7, 1987, and a final balloon payment of $13,000 on May 7, 1988, together with interest, with the express understanding that any such monthly installments shall be waivable by the holder upon the representation by the Maker that its financial condition merits the waiving.

The following shall constitute an event of default: (1) the failure to make when due any installment or other payment described herein, whether of principal, interest, late charges or otherwise other than those waived; (2) the dissolution, merger, consolidation or termination of existence of the Maker hereof; or (3) the application for the appointment of a receiver by the Maker or the filing of a petition under any provisions of the Bankruptcy Code by the Maker.

The Maker agrees to pay a late charge of 5% of any payment more than seven (7) days past due. Also, the Maker agrees to pay all expenses, including an attorney's fee of 15% of the unpaid balance incurred in collecting this Note, or in defending any claim arising out of the execution of this Note or the obligation which it evidences. In the event of default the entire unpaid balance of this note shall, at the option of the holder, become immediately due and payable, without notice or demand.

The Maker waives presentment, demand, protest and notice of dishonor, as to the obligation evidenced by this Note, waives any rights which it may have to require the holder to proceed against any other person, agrees that without notice to any party and without affecting any party's liability, the holder at any time or times, may grant extensions of the time for payment or other indulgences to the Maker.

2104035

Each maker, endorser, surety, guarantor or other signatory of this Note is herein referred to as "Party" or collectively as "Parties" and each agrees to be liable hereunder jointly and severally. This Note shall apply to and bind the successors and assigns of the Maker and shall inure to the benefit of the holder, his successors, heirs and assigns.

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE, INC.

Witnessed As To Signature

By: _____ (SEAL)
JAMES M. CHRISTIAN, SR.
Chairman
1090 Vermont Avenue, N.W.
Washington, D.C. 20005

9104035136

Exhibit C

9104035157

D.C. DEMOCRATIC STATE COMMITTEE 1702

OPERATING ACCOUNT
PH. 202-265-5450
3636 - 16TH STREET, N.W., SUITE AG-65
WASHINGTON, D.C. 20010

April 20, 1988 15-120/540 D 08

PAY TO THE ORDER OF Vesharn Scales $ 4,500.00

FOUR THOUSAND FIVE HUNDRED - DOLLARS

SOVRAN BANK DC NATIONAL — MAIN OFFICE 1801 K STREET, NW WASHINGTON, D.C. 20006

FOR Loan payment

Larry F. Hestan
James M. Christian

⑈0000170 2⑈ ⑆054001204⑆ ⑈ 267359 2⑈ ⑈0000450000⑈

D.C. DEMOCRATIC STATE COMMITTEE 1707

OPERATING ACCOUNT
PH. 202-265-5450
3636 - 16TH STREET, N.W., SUITE AG-65
WASHINGTON, D.C. 20010

April 28 1988 15-120/540 D 08

PAY TO THE ORDER OF Vesharn Scales $ 5000.00

Five thousand and no/xx DOLLARS

SOVRAN BANK DC NATIONAL — MAIN OFFICE 1801 K STREET, NW WASHINGTON, D.C. 20006

FOR Loan payment

Larry F. Hestan
James M. Christian

⑈0000170 7⑈ ⑆054001204⑆ ⑈ 267359 2⑈ ⑈0000500000⑈

D.C. DEMOCRATIC STATE COMMITTEE 1711

OPERATING ACCOUNT
PH. 202-265-5450
3636 - 16TH STREET, N.W., SUITE AG-65
WASHINGTON, D.C. 20010

April 29 1988 15-120/540 D 08

PAY TO THE ORDER OF Vesharn Scales $ 2,710.00

Two thousand seven hundred ten DOLLARS

SOVRAN BANK DC NATIONAL — MAIN OFFICE 1801 K STREET, NW WASHINGTON, D.C. 20006

FOR balance of principle & interest on loan

Larry F. Hestan
James M. Christian

⑈0000171 1⑈ ⑆054001204⑆ ⑈ 267359 2⑈ ⑈0000271000⑈

Vesham & Seal

Herman McNeil.

6523

PAY ANY BANK
SOMERSET BANK/MARYLAND
HYATTSVILLE, MARYLAND

AP '88 29

4/29/88

Vesham & Seal

Herman McNeil

6523 80227

PAY ANY BANK
SOMERSET BANK/MARYLAND
HYATTSVILLE, MARYLAND

AP '88 29

APR 29 1988

4/29/88

Vesham & Seal

Herman McNeil.

Attn.

$756.00

Time

MAY 9 1988

PAY ANY BANK
SOMERSET BANK/MARYLAND
HYATTSVILLE, MARYLAND

MY '88 09

(OK pp)

STATEMENT OF DESIGNATION OF COUNSEL

MUR 2935

NAME OF COUNSEL: Donald Dinan
Fitzpatrick, Cella, Harper & Scinto
1001 Pennsylvania Avenue, N.W.
Suite 650
Washington, D.C. 20004

TELEPHONE: (202) 347-8100

The above-named individual is hereby designated as my counsel and is authorized to receive any notifications and other communications from the Commission and to act on my behalf before the Commission.

August 24, 1989
Date

Jack Evans
Signature

RESPONDENT'S NAME: District of Columbia Democratic State Committee
and Jack Evans, Treasurer
1012 14th Street, N.W.
Suite 803
Washington, D.C. 20005

HOME PHONE: _____

BUSINESS PHONE: (202) 626-0620

2104025104040

06C 3889

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 803 • Washington, DC 20005 • (202) 347-2489

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John W. Hechinger
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Joseph Carter
Alternate National Committeeman

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Lorraine Johnson
William Johnson
Phyllis Jones
Ruth Jordan
Aurelia Corbett King
Norma Linsky
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Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
Paula Nickens
Florence Pendleton
Keith Perry
Mark L. Plotkin
Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
William Rumsey
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William Simons
Newton "Big Newt" Smith
Wallacetine Taliaferro-Curtis
Harry Thomas, Jr
Joan Thomas
Romaine Thomas
Loretta Watson
Jane Weiman
Lorraine H. Whitlock
Clyde Williams
Robert Yeldell

August 28, 1989

Mr. Danny L. McDonald
Chairman
Federal Election Commission
999 E Street, N.W.
Room 657
Washington, D.C. 20463

RECEIVED
FEDERAL ELECTION COMMISSION
SECRETARIAT
89 AUG 29 PM 3:22

Re: MUR 2935

Dear Chairman McDonald:

This letter supplements my letter to you dated August 25, 1989.

In response to question #9, the D.C. Democratic State Committee's files did not contain check #'s 1596 and 1611, but copies were ordered from Sovran Bank. Copies of these checks are enclosed.

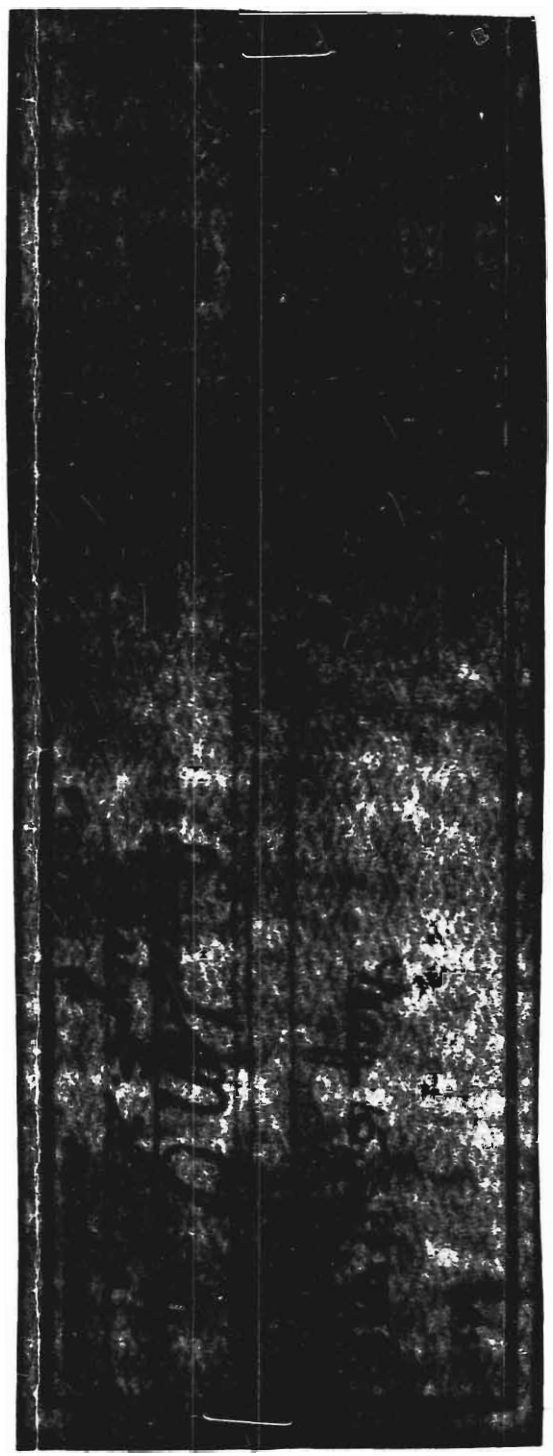
Sincerely,

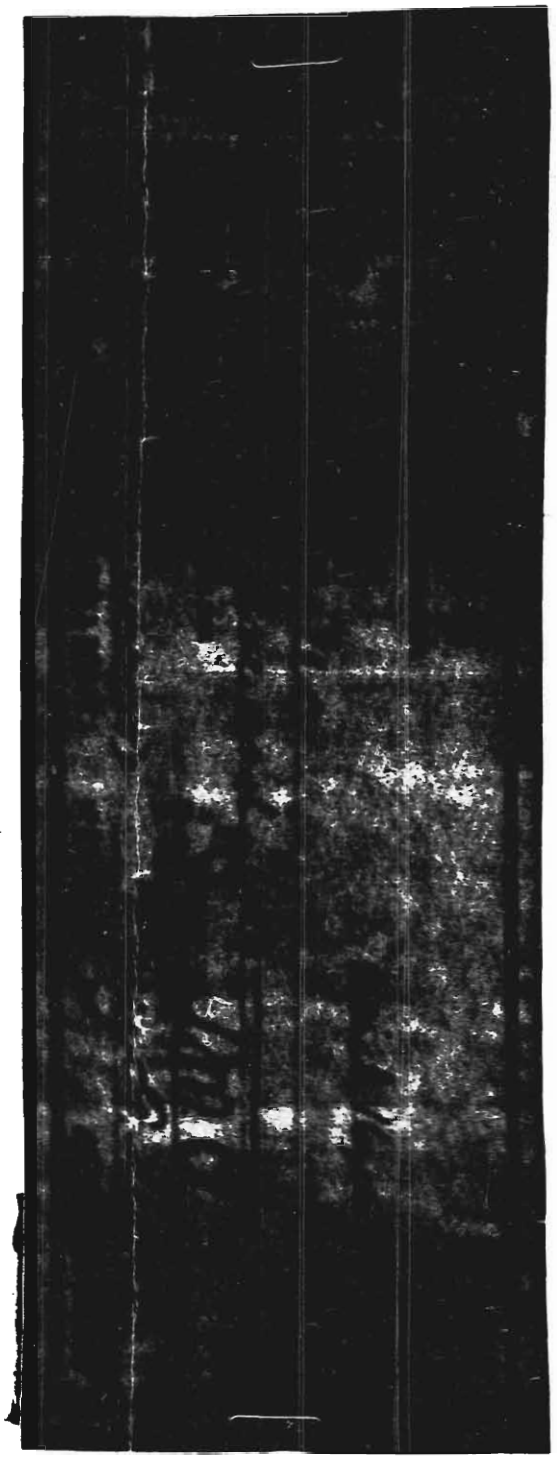
Jack Evans

Jack Evans
Treasurer

Enclosure

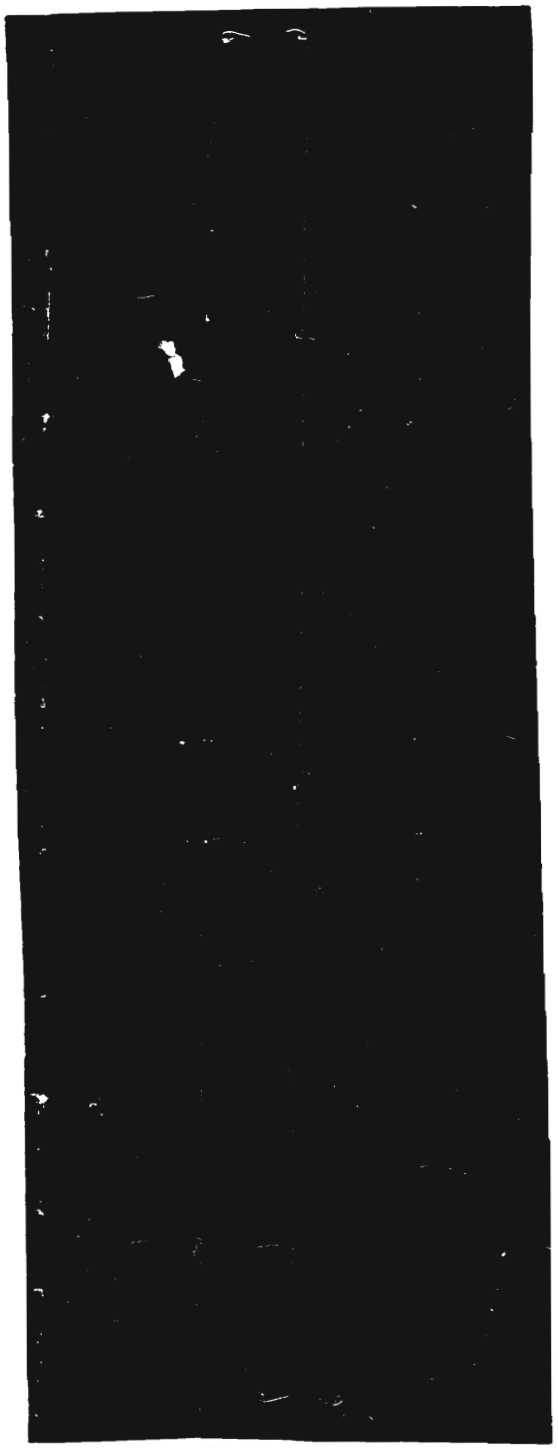
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7 1 5 4 0 5 5 1 5 4 3





- DC 390D

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 803 • Washington, DC 20005 • (202) 347-2489

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Robert Yeidell

August 29, 1989

Ms. Tamara Kapper
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

FEC Identification Number - C00167312

Re: MUR 2935

Dear Ms. Kapper:

As we discussed in our telephone conversation today, I am enclosing the original bank copies of checks #1596 and #1611.

If I can be of further assistance, please contact me at 861-1702.

Sincerely,

Jack Evans

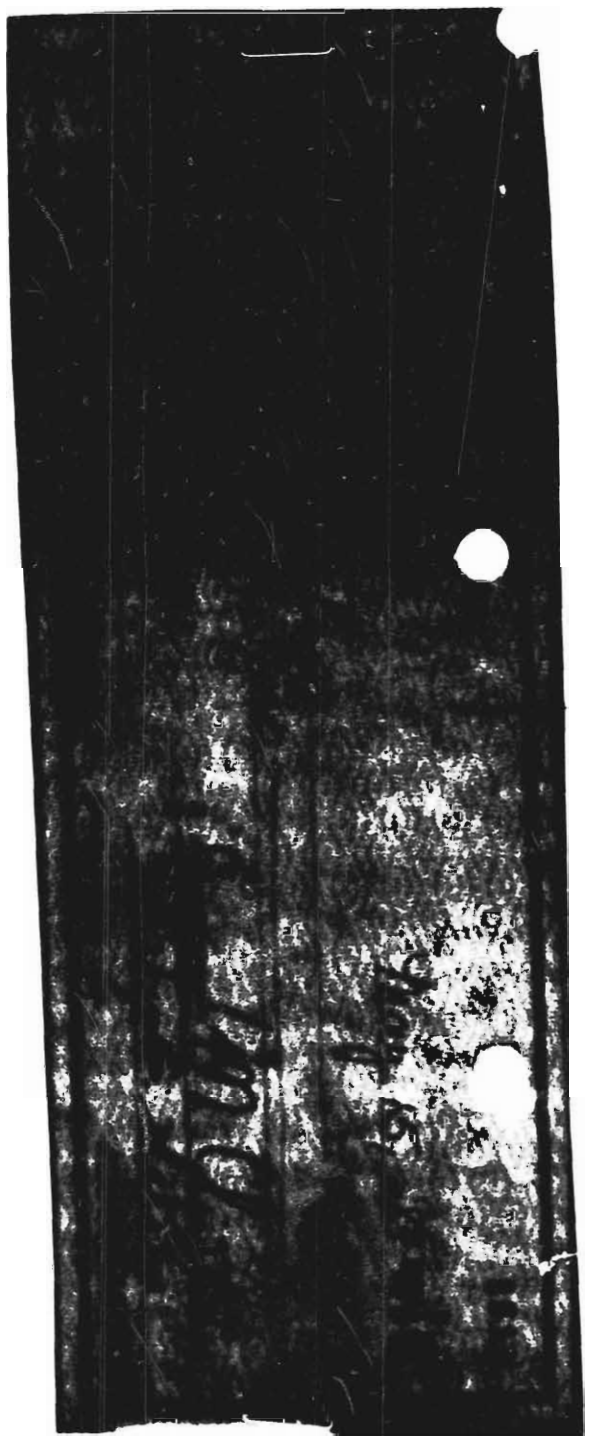
Jack Evans
Treasurer

enclosure
JKE;kmj

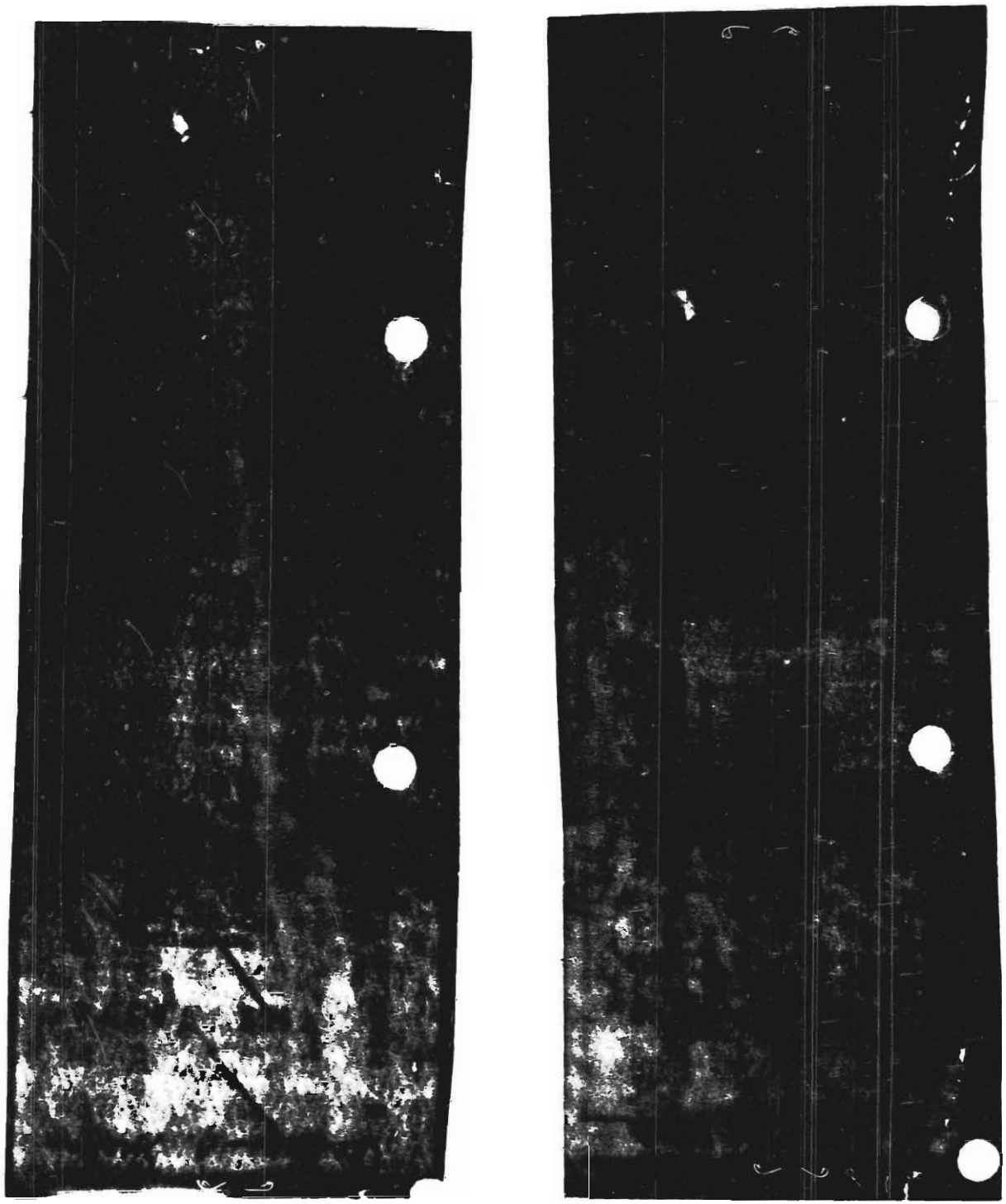
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OFFICE OF GENERAL COUNSEL
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FEDERAL ELECTION COMMISSION
MAIL ROOM
89 AUG 31 AM 10: 19

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OGC 4241

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 803 • Washington, DC 20005 • (202) 347-2489

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Romaine Thomas
Loretta Watson
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Lorraine H. Whitlock
Clyde Williams
Robert Yeldell

October 10, 1989

Ms. Tamara Kapper
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Re: MUR 2935

Dear Ms. Kapper:

This responds to your telephone request concerning the D.C. Democratic State Committee's Federal Account. It is my information that the Federal Account was closed sometime in 1985. The Federal Account was opened on September 9, 1988 at the American Security Bank, Account No. 01-866-85-385.

I am enclosing per your request, a letter from American Security Bank which states that the Federal Account was opened on September 9, 1988.

Since the D.C. Democratic State Committee did not have a Federal Account in 1987, and since the Committee had no Federal Activity in 1987, this supports the argument that the Scales loan was deposited in the non-federal account, was used for non-federal purposes, and was incorrectly reported on the FEC filings.

Please call me at 861-1702 if you need any further information.

Sincerely,

Jack Evans
Treasurer

Enclosure

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 OCT 11 AM 11:38

RECEIVED
FEDERAL ELECTION COMMISSION
MAIL ROOM
89 OCT 11 AM 10:48

AMERICAN SECURITY BANK

October 10, 1989

To whom it may concern:

The account numbered 01-866-85-385 and entitled D.C. Democratic State Committee, Federal Acct. was opened at American Security Bank on September 9, 1988.

Kenneth F. Schwanz
Customer Service Representative

21403851048

FEDERAL ELECTION COMMISSION
RECEIVED
SECRETARIAT
89 OCT 18 AM 11:22

BEFORE THE FEDERAL ELECTION COMMISSION

SENSITIVE

In the Matter of	)	
	)	
District of Columbia Democratic State Committee and Jack Evans, as treasurer	)	MUR 2935
Vesharn N. Scales	)	

GENERAL COUNSEL'S REPORT

I. BACKGROUND

On August 2, 1989, the Commission found reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer ("DC Committee"), violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 441a(f) and 434(b)(2). On that same date, the Commission also found reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

On August 18, 1989, the Commission received a response from DC Committee which stated that the previous treasurer, Larry Weston, and the previous chairman, James M. Christian, Sr., were responsible for DC Committee receiving an apparent excessive contribution in the form of a loan and subsequent failure to disclose it on the committee's reports. (Attachment 1). DC Committee further stated that Mr. Christian had been contacted regarding the loan and would send in a more complete response as soon as possible.

On August 25, 1989, the Commission received a second response from DC Committee which stated that DC Committee received a $20,000 loan from Mr. Scales. (Attachment 2). The money was disbursed to DC Committee in four (4) installments by cashier's checks at the direction of Mr. Christian. However, DC Committee

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and Mr. Christian contend that the loan was erroneously reported on their FEC filings. The loan should not have been reported on the FEC reports they argue, because it was designated for the state committee to pay outstanding debts, acquire office space and pay staff salaries. Respondents firmly contend that the loan was not for federal activity.

The Commission also received a response from Vesharn Scales on August 25, 1989, that stated Mr. Scales did not intend the loan to be used for federal elections. (Attachment 3). However, Mr. Scales further clarifies that the loan transpired on or about March 6, 1987, and the money was disbursed from the bank to DC Committee directly. Attached to his response was a signed and sworn affidavit from Mr. Christian regarding his knowledge and involvement in this matter. Mr. Christian contends that the money was transferred by cashier's checks to DC Committee in various amounts during the first six (6) months of 1987 as follows: $8,500 in March, $6,000 in March, $3,000 in April and $2,500 in April for a total of $20,000. According to Commission records, DC Committee's 1987 Mid-Year Report did not disclose any proceeds from the loan, although DC Committee did report receiving a $20,210 loan from Mr. Scales on April 7, 1987, on their 1987 Year End Report which they filed on July 5, 1988. DC Committee later amended the report on January 5, 1989, and disclosed the loan as

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being received on July 7, 1987, totaling $14,500.[1]

Upon further examination of DC Committee's reports for the 1987-1988 election cycle, it has become increasingly clear that reports do not coincide with the responses generated by this matter. The Respondents contend that the loan was not intended to be used on behalf of the Federal account and should have never been disclosed on its' FEC filings. However, when the loan proceeds are subtracted form DC Committee's reported cash on hand, DC Committee's cash on hand balance would have been in the negative during the 1987 Year End and 1988 April Quarterly reporting periods. This Office has had contacts with counsel for the DC Committee and has informally requested additional information, including more precise information regarding where the loan proceeds were actually deposited, how the loan proceeds were spent, and explanations for discrepancies in reporting.

Both Respondents (DC Committee and Mr. Scales) have requested pre-probable cause conciliation in this matter. However, in view of the existing questions raised by the reports and the responses, this Office recommends that the Commission

9104035051

1. In the First General Counsel's Report dated July 28, 1989, this Office originally reported to the Commission, based on the RAD referral, that DC Committee had failed to disclose receipt of the loan until January 5, 1989, when they filed an amendment to their 1987 Year End Report. However, upon closer examination of DC Committee's reports, we discovered that the loan had been disclosed on the original 1987 Year End Report filed in July 1988. In that report, an attached Schedule C disclosed receipt of the loan, although the Summary Page incorrectly disclosed zero activity for the reporting period.

decline to enter into pre-probable cause conciliation at this time.[2]

II. RECOMMENDATIONS

1. Decline to enter into pre-probable cause conciliation at this time with the District of Columbia Democratic State Committee and Jack Evans, as treasurer and Vesharn N. Scales.

2. Approve and send the attached letters.

Lawrence M. Noble
General Counsel

10-17-89
Date

BY: Lois G. Lerner
Associate General Counsel

Attachments
1. Letter from DC Committee dated 8/16/89
2. Responses from DC Committee dated 8/25/89, 8/28/89 and 8/29/89
3. Response from Mr. Scales dated 8/21/89
4. Letters (2)

9104035052

2. The DC Committee has had serious compliance problems in the past. It was a respondent in MUR 2106, closed December 1, 1988, involving a number of reporting, recordkeeping, and other violations. That matter, like this one, was generated via referral from the Reports Analysis Division and necessitated a section 437g audit covering the period January 1, 1984 through June 30, 1986. The current matter involves activity subsequent to the scope of the audit in MUR 2106.

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	
District of Columbia Democratic State Committee and Jack Evans, as treasurer Vesharn N. Scales	)	MUR 2935

CERTIFICATION

I, Marjorie W. Emmons, Secretary of the Federal Election Commission, do hereby certify that on October 20, 1989, the Commission decided by a vote of 4-0 to take the following actions in MUR 2935:

1. Decline to enter into pre-probable cause conciliation at this time with the District of Columbia Democratic State Committee and Jack Evans, as treasurer and Vesharn N. Scales.

2. Approve and send the letters attached to the General Counsel's Report dated October 17, 1989.

Commissioners Aikens, Elliott, Josefiak and Thomas voted affirmatively for the decision. Commissioners McDonald and McGarry did not cast votes.

Attest:

10-23-89
Date

Marjorie W. Emmons
Secretary of the Commission

Received in the Secretariat: Wednesday, October 18, 1989 11:22
Circulated to the Commission: Wednesday, October 18, 1989 4:00
Deadline for vote: Friday, October 20, 1989 4:00

21040851053

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

October 26, 1989

Donald Dinan, Counsel
1012 14th Street, N.W.
Suite 803
Washington, D.C. 20005

RE: MUR 2935
District of Columbia
Democratic State Committee
and Jack Evans, as treasurer

Dear Mr. Dinan:

On August 9, 1989, you were notified that the Federal Election Commission found reason to believe that District of Columbia Democratic State Committee ("Committee") and Jack Evans, as treasurer, violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 434(b)(2) and 441a(f). On August 25, 1989, you submitted a request to enter into conciliation negotiations prior to a finding of probable cause to believe.

The Commission has considered your request and determined, because of the need to complete the investigation, to decline at this time to enter into conciliation prior to a finding of probable cause to believe.

At such time when the investigation in this matter has been completed, the Commission will reconsider your request to enter into conciliation prior to a finding of probable cause to believe.

If you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

2140351054

FEDERAL ELECTION COMMISSION
WASHINGTON D.C. 20463

October 26, 1989

Mr. Vesharn N. Scales
6029 Dix Street, N.E.
Washington, D.C. 20019

RE: MUR 2935
Vesharn N. Scales

Dear Mr. Scales:

On August 9, 1989, you were notified that the Federal Election Commission found reason to believe that you violated 2 U.S.C. § 441a(a)(1)(C). On August 25, 1989, you submitted a request to enter into conciliation negotiations prior to a finding of probable cause to believe.

The Commission has considered your request and determined, because of the need to complete the investigation, to decline at this time to enter into conciliation prior to a finding of probable cause to believe.

At such time when the investigation in this matter has been completed, the Commission will reconsider your request to enter into conciliation prior to a finding of probable cause to believe.

If you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

2104085105

OGC 4952

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

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Counsel
Don Dinan

October 30, 1989

Mr. Jonathan Bernstein
Assistant General Counsel
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 NOV -1 PM 1:37

Re: MUR 2935

Dear Mr. Bernstein:

This is to confirm our telephone conversation on Monday, October 30, 1989, concerning the above matter.

As we discussed, the matter being reviewed by the FEC involves the loan by Vesharn Scales that was mistakenly reported on the FEC filings, and the late filings in 1988.

The Committee has completely revamped its financial condition since I became Treasurer in June 1989 and, as a result, will not repeat the mistakes of the past.

I would like to request a meeting with yourself and other persons involved with this matter in order to resolve the investigation as expeditiously as possible.

Please call me at 861-1702 if you need any further information.

Sincerely,

Jack Evans

Jack Evans
Treasurer

RECEIVED
FEDERAL ELECTION COMMISSION
MAIL ROOM
89 NOV -1 AM 9:01

06C4636

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

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Counsel
Don Dinan

November 21, 1989

Mr. Jonathan Bernstein
Assistant General Counsel
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

RECEIVED
FEDERAL ELECTION COMMISSION
89 NOV 22 PM 12:39

Re: MUR 2935

Dear Jonathan:

I am enclosing a copy of the D.C. Democratic State Committee's monthly account statement for September 30, 1985 for its federal account. As you can see, the balance in the account is zero.

Also enclosed please find the monthly account statement for August 30, 1985. The balance in the account at the end of August was $3.07. The account was charged a service charge of $3.07 leaving an ending balance of zero. I have been informed by the bank that because the account had a zero balance at the end of September 1985 it was closed. The bank does not have any further statements for this account.

This information supports our claim that no federal account existed during the period from September 30, 1985 through September 12, 1988. Consequently, the proceeds from the $20,000 loan from Vesharn Scales could not have been deposited into a federal account.

Sincerely,

Jack Evans

Jack Evans
Treasurer

JKE;kmj
Enclosures

[redacted]

ACCOUNT NUMBER
267 358 4

STATEMENT PERIOD	
FROM	TO
08/30/85	09/30/85

PAGE
1

DC DEMOCRATIC STATE COMMITTEE

FEDERAL ACCOUNT
1110 VERMONT AVE NW STE 840
WASHINGTON DC 20005

CR 0 DR 0 TOT 0

ACCOUNT SUMMARIES

ACCT TYPE	ACCOUNT NUMBER	PREVIOUS BALANCE	TOTAL DEBITS AMOUNT	TOTAL DEBITS NO.	TOTAL CREDITS AMOUNT	TOTAL CREDITS NO.	ENDING BALANCE
CK	267 358 4	.00	.00	0	.00	0	.00

TRANSACTIONS FOR YOUR ACCOUNT 267 358 4

NOTICE SEE REVERSE SIDE FOR IMPORTANT INFORMATION

[redacted]

ACCOUNT NUMBER
267 358 4

STATEMENT PERIOD	
FROM	TO
07/31/85	08/30/85

PAGE
1

DC DEMOCRATIC STATE COMMITTEE

FEDERAL ACCOUNT
1110 VERMONT AVE NW STE 840
WASHINGTON DC 20005

CR 0 DR 0 TOT 0

ACCOUNT SUMMARIES

ACCT TYPE	ACCOUNT NUMBER	PREVIOUS BALANCE	TOTAL DEBITS AMOUNT	NO.	TOTAL CREDITS AMOUNT	NO.	ENDING BALANCE
NCK	267 358 4	3.07	3.07	0	.00	0	.00

TRANSACTIONS FOR YOUR ACCOUNT 267 358 4

3.07 08/30 SERVICE CHARGE

ENDING BALANCES FOR YOUR ACCOUNT 267 358 4

.00 08/30

AVERAGE BALANCE 3.07
AVERAGE COLLECTED BALANCE 3.07

[redacted] SEE REVERSE SIDE FOR IMPORTANT INFORMATION

OGC 4777

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

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Robert Yeldell

Counsel
Don Dinan

December 5, 1989

RECEIVED
FEDERAL ELECTION COMMISSION
MAIL ROOM
89 DEC -6 AM 10:35

Mr. Jonathan Bernstein
Assistant General Counsel
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Re: MUR 2935

Dear Jonathan:

This is to follow up on our telephone conversation of December 5th concerning the above matter. I am enclosing a copy of the letter I received from Mr. James Christian, Sr. concerning the Scales loan. This responds to an issue raised in our discussions.

I have reviewed the checks written by the Committee for 1986 and it does not appear that any funds were utilized for the Fauntroy campaign.

The Committee does not have any further information to submit concerning the Scales loan or the other matters under review by the FEC. If there is further information you need, please contact me immediately. Otherwise, I will wait to hear from you concerning the progress of the inquiry.

As I stressed in our meeting, the D.C. Democratic State Committee has undergone substantial changes in its accounting practices in the last six months. I am confident that the mistakes which were made in the past will not be repeated. I am very interested in concluding this matter with the FEC as soon as possible so that the State Committee can begin 1990 with a clean slate.

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 DEC -6 AM 11:40

Sincerely,

Jack Evans
Treasurer

JKE;kmj

James M. Christian, Sr.
Attorney at Law
1120 Connecticut Avenue, N.W.
Washington, D.C. 20036

December 4, 1989

Jack Evans, Esquire
Treasurer
District of Columbia
Democratic State Committee
c/o Baker & Hostetler
1050 Connecticut Avenue, N.W.
Washington, D.C. 20036

Dear Jack:

In response to your request contained in correspondence addressed to me that I assist you in analyzing certain State Committee expenditures questioned by the Federal Election Commission ("FEC"), I have reviewed the computer print-out of State Committee checks and deposits you provided; my own personal records, the State Committee's filing of July, 1987 and the State Committee's 1986 year-end statement of Accounts Payable.

My review reveals the following:

1. The "1984 Unpaid Invoices - $6,461.54" item questioned by the FEC is in fact a combination of charges to the State Committee by one vendor, specifically Printing Options.

2. The $6,461.54 amount represents charges for a mixture of printing jobs for the State Committee completed, to the best of my knowledge, during Chairman Theodis Gay's tenure. As best as I can determine the charges were for a newsletter printing, some caucus literature and some fund raising event invitations. Consequently, the entire $6,461.54 amount was not for federally related activity.

3. In February or March of 1987 I negotiated a settlement/reduction of the Printing Options invoices down to $3,230.77. This amount was paid utilizing State Committee

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check #1576, paid March 31, 1987. At the time the check cleared there was at least a $17,761.15 balance in the State Committee's non-federal checking account. Of this amount only $14,500.00 could have been from the Scales loan based on deposit record analysis. Consequently, it is perfectly conceivable that the $3,230.00 check was paid from funds received by the State Committee, (e.g. Dollars for Democrats) other than loan deposits.

4. Allocation of the above indicated negotiated payment to various Printing Options invoices (i.e., federal/non-federal) was not even thought of, nor thought necessary. The final negotiated invoice amount was simply paid.

5. Between March 6, 1987 and April 27, 1987 the entire $20,000.00 loan amount was spent on non-federal activity, more specifically via checks in the series 1559 through 1599 written on the State Committee's Sovran/D.C. National non-federal checking account, which when reviewed totals approximately $21,413.00. The extra amount is attributable to other income, e.g., Dollars for Democrats, etc.

6. In summary, I am confident that only the Printing Options invoices paid could conceivably have included a minor federal activity and even that payment of $3,230.77 could have been paid fron non-loan funds.

It is quite gratifying to move from the level of an erroneous questioning of a $20,000.00 loan <u>to a dubious questioning of a portion of one payment</u>. If I can be of further assistance feel free to call me.

While I have this opportunity I want to clarify an item in your last Treasurer's Report. I committed $1,000.00 to the State Committee as a "match pledge" to Bernie's pledge. I am certain that Bernie will provide his $1,000.00. The instant he does, I will write my check. In the meantime, I am enclosing

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my check for $200.00 in support of our Christmas Party as a Sponsor and the purchase of ten (10) tickets. The program credit listing should be as follows: Mr. & Mrs. James M. Christian, Sr.

Sincerely,

James M. Christian, Sr.

Enclosure

11 J 40851063

OGC 4567

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Daria P. Winter
Vice-Chair
Elona Evans McNeil
Recording Secretary
Donna Schneider
Corresponding Secretary
Jack Evans
Treasurer

MEMBERS
Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman
William Simons
Alternate National Committeeman

Antonell Aikens
Stanley Allen
Robert Artisst
Johnny Barnes
Max N. Berry
Edward Black
Bobbi Blok
William Blount
Stanley A. Boucree
Kenneth Brewer
Mary Eva Candon
Kevin Chavous
James Christian
Barbara Bell Clark
Richard R. Clark
James E. Coates
Jerry Cooper
Bernard Demczuk
Yvette Downs
Patricia Elwood
Isabella Gelletich
Mildred Goodman
Chestie Graham
Janette Hoston Harris
Lillian Hutt
James Jefferson
Cornia Johnson
Lorraine Johnson
William Johnson
Phinis Jones
Ruth Jordan
Aurelia Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
Paula Nickens
Florence Pendleton
Keith Perry
Mark L. Plotkin
Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
Barbara Lett Simmons
Newton "Big Newt" Smith
Wallacetine Tafuferro-Curtis
Harry Thomas, Jr
Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
Jane Weiman
Larry F. Weston
Lorraine H. Whitlock
Alfonso "Al" Williams
Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dinan

December 14, 1989

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 DEC 14 PM 1:38

VIA MESSENGER

Mr. Jonathan Bernstein
Assistant General Counsel
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Re: MUR 2935

Dear Jonathan:

As we discussed in our meeting last month, I became Treasurer of the D.C. Democratic State Committee on June 1, 1989. Since that time, I have spent literally hundreds of hours reviewing and organizing the financial records of the Committee, putting the Committee in good standing with the appropriate regulatory agencies, and concluding all outstanding matters remaining from the prior years. As a part of these activities, with the approval of the membership of the State Committee, I engaged the accounting firm of F.S. Taylor & Associates, P.C. to review the financial records of the State Committee and issue financial reports for fiscal years 1985, 1986, 1987, 1988 and 1989. Recently, F.S. Taylor & Associates has completed its work and has issued unaudited financial statements for 1985 through 1988, audited financial statements for fiscal year 1989 and a management letter containing recommendations to better handle our financial matters.

I am enclosing copies of these records for your review. Although this is an unusual procedure, I believe it will show the FEC that the State Committee had no Federal Activity between June 1985 and September 1988. In addition, this is further evidence of the seriousness which the current membership takes the financial matters of the State Committee and the eagerness of the Committee to resolve any outstanding matters between the State Committee and the Federal Election Commission.

I will wait to hear from you concerning the progress of your inquiry.

Sincerely,

Jack Evans
Treasurer

JKE;kmj

cc: Joslyn Williams, Chairman

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Notebook

Financial Problems Haunt Democratic State Committee

By Michael Abramowitz
Washington Post Staff Writer

An independent audit report takes the D.C. Democratic State Committee to task for failing to maintain adequate control over cash and payroll and for other slipshod management practices that have landed the party in financial trouble in years past.

NEWS ANALYSIS

The state committee, the ruling arm of the local Democratic Party, has long been plagued by embarrassing administrative problems such as failing to pay bills and taxes and not filing disclosure reports with campaign authorities.

While party officials say they have uncovered no cases of venality, the management problems have distracted the state committee from more substantive issues and are part of the reason some politicians have come to view the state committee as an ineffective debating society.

Party leaders said this week that they are beginning to put the management problems behind them, and they characterized the recent audit reports by F.S. Taylor & Associates—released at the state committee's monthly meeting last week—as a sign that they are turning the corner.

Although the auditors identified a range of problems—from poor records to inadequate collection procedures—they also show that the committee operated in the black in fiscal 1988 and 1989 after incurring deficits in 1986 and 1987.

Party chairman Joslyn N. Williams and treasurer Jack Evans portrayed the problems identified by the auditors as reflective of practices of previous administrations and said they have been working to clean up the financial problems, in line with the auditors' recommendations.

"I have not uncovered any wrongdoing, with people taking money," said Evans, who took over as treasurer last summer and is being widely credited as the architect of financial improvements. "It was more a matter . . . of the people involved not getting their act together."

Evans said the party has about $13,000 in cash on hand and will soon pay off the final installment of a $5,000 fine imposed by the Federal Elections Commission for failing to file financial reports on time.

He said the committee filed its most recent disclosure reports on time and is hoping for lenient treatment from the FEC, which has been looking into some separate irregularities on the part of the committee.

"Overall, I think we're in good shape," said Evans, a 36-year-old lawyer whose political fortunes may depend on whether he succeeds in putting the financial problems to rest. Evans, a founder of the Ward 2 Democratic organization, is planning a run for John A. Wilson's D.C. Council seat if Wilson succeeds in his bid to become council chairman.

Williams acknowledged that the party has been bogged down because of its financial problems and said he was eager to solve them quickly, especially in light of a possible revival of the D.C. Republican Party with the candidacy of former police chief Maurice T. Turner Jr. for mayor.

"I don't want to keep talking about finances at every meeting," Williams said. "The Republican Party is going to start pouring money into predominantly black communities . . . . We have to start building a strong Democratic Party that will withstand the Bush administration onslaught."

Williams's predecessor as chairman, lawyer James Christian, bristled at suggestions that his administration alone was responsible for the committee's financial problems. He pointed out that some of the problems identified by the auditors also occurred during Williams's first year in office.

"I'm always the scapegoat," Christian said. "I don't put this at the feet of the current chairman. I put it at the feet of all of the committee. We have taken our responsibilities [too] lightly."

Other committee members said they hope long debates about finances are a thing of the past. "In the past, we existed to get fined by the FEC and to provide audit work for accounting firms," said Ward 3 Democrat and party pundit Mark Plotkin. "It is a new regime."

New Gertrude Stein Leadership

AIDS activist Mauro Montoya this week was elected president of the Gertrude Stein Democratic Club, the city's main gay political organization. Montoya succeeds Ralph Watkins, who recently resigned because he took a job with the federal government, club officials said.

The organization has been one of the more active political constituency groups in the city, but it has fallen on lean times in recent years and is hoping to revive its power for the coming D.C. Council and mayoral elections. The club will meet in January to consider an early endorsement of Wilson's bid for council chairman.

Montoya, 31, is a former official of the Whitman-Walker Clinic and is executive director of LifeLink, a service organization for people with AIDS.

ARRID
ColgatePLUS

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 1985

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1985

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F. S. TAYLOR & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

801 PENNSYLVANIA AVENUE, S.E., SUITE 250 - WASHINGTON, D.C. 20003
(202) 547-4700

ACCOUNTANT'S COMPILATION REPORT

To the District of Columbia
Democratic State Committee

We have compiled the accompanying balance sheet of the District of Columbia Democratic State Committee as of June 30, 1985 and the related statements of revenue and expenses and changes in fund balances for the year ended June 30, 1985, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them. We are aware of a departure from generally accepted accounting principles that is described in the following paragraph.

Statement of changes in financial position for the year ended June 30, 1985 has not been presented due to the nonavailability of comparative financial statements of June 30, 1984. Generally accepted accounting principles require that such a statement be presented when financial statements purport to present financial position and results of operations.

F. S. Taylor & Associates, P.C.

November 30, 1989

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
BALANCE SHEET
JUNE 30, 1985

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Assets			
Cash	$ 3,434.95	$ 10.57	$ 3,445.52
Total Assets	$ 3,434.95	$ 10.57	$ 3,445.52
Liabilities and Fund Balances			
Accounts Payable	$ 137.84	$ 2,938.37	$ 3,076.21
DC Withholding Tax Payable	165.90		165.90
Federal/FICA Withholding Tax Payable	1,093.08		1,093.08
Payroll Taxes Payable	33.75		33.75
Total Liabilities	1,430.57	2,938.37	4,368.94
Fund Balance	2,004.38	(2,927.80)	(923.42)
Total Liabilities and Fund Balances	$ 3,434.95	$ 10.57	$ 3,445.52

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF REVENUE AND EXPENSES
FOR THE MONTH ENDED JUNE 30, 1985

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Revenues:			
Contributions and Donations	$ 600.00	$	$ 600.00
Other Income	38.79		38.79
Total Revenue	638.79		638.79
Expenses:			
Salaries	2,291.50		2,291.50
Payroll Taxes - FICA	153.40		153.40
Consultants	400.00		400.00
Bank Charges		6.93	6.93
Postage, Shipping and Delivery	22.00		22.00
Occupancy	234.98		234.98
Office Supplies and Equipment	363.71		363.71
Transportation and Travel	23.50		23.50
Meetings, Conventions, & Retreats	10.05		10.05
Kennedy-King Dinner	50.00		50.00
Total Expenses	3,549.14	6.93	3,556.07
Excess (Deficiency) of Revenue over Expenses	$(2,910.35)	$(6.93)	$(2,917.28)

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE MONTH ENDED JUNE 30, 1985

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Fund balance, May 31, 1985	$ 4,914.73	$ (2,920.87)	$ 1,993.86
Excess (Deficiency) of Revenue over Expenses	(2,910.35)	(6.93)	(2,917.28)
Fund Balance, June 30, 1985	$ 2,004.38	$ (2,927.80)	$ (923.42)

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1985

NOTE 1 - - BACKGROUND

The District of Columbia Democratic State Committee (Democratic State Committee) is the governing body of the District of Columbia Democratic Party organized under the District of Columbia Non-Profit Corporation Act.

The District of Columbia Democratic Central Committee is the predecessor of the Democratic State Committee and was first appointed by President Lyndon Johnson in 1964. In 1977, it changed its name to the Democratic State Committee.

The Democratic State Committee conducts the affairs of the Democratic Party in the District of Columbia, assists in the election of candidates for President and Vice President of the United States, and candidates for local office, and undertakes any other activities necessary to achieve the purpose of the Democratic Party of the District of Columbia.

The Democratic State Committee is exempt from paying District of Columbia corporate income taxes; Federal tax status has not been determined.

NOTE 2 - - SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accompanying financial statements were prepared using the accrual basis of accounting.

Accounting for Federal and Operating Accounts - The Federal Account contains contributions that are used to support federal election activities. All funds solicited and received in the Federal Account are subject to the prohibitions, contributions limits and solicitation requirements of the Federal Election Campaign Act of 1971, as amended in 1974, 1976, 1977 and 1979 regardless of whether the funds are ultimately used for Federal or non-Federal elections.

The Operating Account is used to pay for operating expenses and activities related to elections and campaigns, and is governed by the District of Columbia Office of Campaign Finance.

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 1986

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1986

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F. S. TAYLOR & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

801 PENNSYLVANIA AVENUE, S.E., SUITE 250 - WASHINGTON, D.C. 20003
(202) 547-4700

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ACCOUNTANT'S COMPILATION REPORT

To the District of Columbia
Democratic State Committee

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F. S. Taylor & Associates, P.C.

November 30, 1989

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
BALANCE SHEETS
JUNE 30, 1986

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
ASSETS			
Cash	$ 1,935.10	$	$ 1,935.10
Total Assets	$ 1,935.10	$	$ 1,935.10
Liabilities and Fund Balances			
Accounts Payable	$ 1,389.20	$ 2,938.37	$ 4,327.57
DC Withholding Tax Payable	501.94		501.94
Federal/FICA Withholding Tax Payable	6,064.58		6,064.58
Total Liabilities	7,955.72	2,938.37	10,894.09
Fund Balance	(6,020.62)	(2,938.37)	(8,958.99)
Total Liabilities and Fund Balances	$ 1,935.10	$	$ 1,935.10

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENTS OF REVENUE AND EXPENSES
JUNE 30, 1986

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Revenue:			
Contributions and Donations	$ 20,368.73	$	$ 20,368.73
Conventions	355.00		355.00
Dollar for Democrats	14,023.48		14,023.48
Democratic Victory Fund	4,497.39		4,497.39
Kennedy-King Dinner	59,926.37		59,926.37
Other Income	125.00		125.00
Total Revenues	99,295.97		99,295.97
Expenses:			
Salaries	22,849.61		22,849.61
Payroll Taxes - FICA	1,525.70		1,525.70
Payroll Taxes - Other	2,230.56		2,230.56
Consultants	2,720.00		2,720.00
Bank Charge	111.34	10.57	121.91
Filing Fees, Fines & Penalties	489.46		489.46
Postage, Shipping and Delivery	1,122.19		1,122.19
Occupancy	6,241.83		6,241.83
Office Supplies and Equipment	399.61		399.61
Reproduction and Printing	13,584.25		13,584.25
Telephone	2,776.39		2,776.39
Insurance	2,563.00		2,563.00
Transportation and Travel	78.00		78.00
Contributions and Donations	100.00		100.00
Meetings, Conventions, & Retreats	3,853.27		3,853.27
Advertising	450.00		450.00
Miscellaneous Expenses	163.80		163.80
Kennedy-King Dinner Expenses	36,192.00		36,192.00
D.C. Young Democrats	1,900.00		1,900.00
Fundraisers	2,128.31		2,128.31
Social Events	5,591.65		5,591.65
D.C. Referendum Committee	250.00		250.00
Total Expenses	107,320.97	10,57	107,331.54
Excess (Deficiency) of Revenue over Expenses	$ (8,025.00)	$ (10.57)	$ (8,035.57)

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENTS OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1986

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Fund balance, June 30, 1985	$ 2,004.38	$ (2,927.80)	$ (923.42)
Excess (Deficiency) of Revenue over Expenses	(8,025.00)	(10.57)	(8,035.57)
Fund Balance, June 30, 1986	$ (6,020.62)	$ (2,938.37)	$ (8,958.99)

SEE ACCOMPANYING NOTES AND ACCOUNTANTS'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENTS OF CHANGES IN FINANCIAL POSITION
JUNE 30, 1986

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
SOURCES OF FUNDS			
Increase in accounts payable	$1,251.36	$	$1,251.36
Increase in other liabilities	5,273.79		5,273.79
Total Sources of Funds	6,525.15		6,525.15
USES OF FUNDS			
Excess of expenses over revenue	8,025.00	10.57	8,035.57
Total Uses of Funds	8,025.00	10.57	8,035.57
Increase (Decrease) in Cash	(1,499.85)	(10.57)	(1,510.42)
Cash at beginning of year	3,434.95	10.57	3,445.52
Cash at End of Year	$1,935.10	$	$1,935.10

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1986

NOTE 1 - - BACKGROUND

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Basis of Accounting - The accompanying financial statements were prepared using the accrual basis of accounting.

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The Operating Account is used to pay for operating expenses and activities related to elections and campaigns, and is governed by the District of Columbia Office of Campaign Finance.

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 1987

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1987

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F. S. TAYLOR & ASSOCIATES, P.C.
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801 PENNSYLVANIA AVENUE, S.E., SUITE 250 - WASHINGTON, D.C. 20003
(202) 547-4700

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ACCOUNTANT'S COMPILATION REPORT

To the District of Columbia
Democratic State Committee

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A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

F. S. Taylor & Associates, P.C.

November 30, 1989

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
BALANCE SHEETS
JUNE 30, 1987

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
ASSETS			
Accounts Receivable	$ 245.31	$	$ 245.31
Deposit - Rent	900.00		900.00
Total Assets	$ 1,145.31	$	$ 1,145.31
Liabilities and Fund Balances			
Accounts Payable	$ 4,769.59	$ 2,938.37	$ 7,707.96
Loan Payable	11,405.00		11,405.00
Federal/FICA Withholding Tax Payable	4,199.18		4,199.18
Total Liabilities	20,373.77	2,938.37	23,312.14
Fund Balance	(19,228.46)	(2,938.37)	(22,166.83)
Total Liabilities and Fund Balances	$ 1,145.31	$	$ 1,145.31

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENTS OF REVENUE AND EXPENSES
JUNE 30, 1987

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Revenue:			
Contributions and Donations	$ 8,305.00	$	$ 8,305.00
Dollar for Democrats	19,928.65		19,928.65
Special Events	1,240.00		1,240.00
Democratic Victory Fund	344.37		344.37
Kennedy-King Dinner	35,059.66		35,059.66
Other Income	4,607.73		4,607.73
Total Revenues	69,485.41		69,485.41
Expenses:			
Salaries	18,750.00		18,750.00
Payroll Taxes - FICA	1,340.00		1,340.00
Payroll Taxes - Other	722.52		722.52
Consultants	2,230.00		2,230.00
Bank Charges	86.63		86.63
Postage, Shipping and Delivery	14,931.95		14,931.95
Equipment Rental	1,212.90		1,212.90
Occupancy	6,325.00		6,325.00
Office Supplies and Equipment	1,408.41		1,408.41
Furniture and Equipment	347.68		347.68
Reproduction and Printing	1,943.68		1,943.68
Telephone	919.35		919.35
Transportation and Travel	87.25		87.25
Meetings, Conventions, & Retreats	3,396.30		3,396.30
Miscellaneous Expenses	661.50		661.50
Kennedy-King Dinner Expenses	25,381.51		25,381.51
Fundraisers	2,868.57		2,868.57
Special Events	80.00		80.00
Total Expenses	82,693.25		82,693.25
Excess (Deficiency) of Revenue over Expenses	$ (13,207.84)	$	$(13,207.84)

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1987

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Fund balance, June 30, 1986	$ (6,020.62)	$ (2,938.37)	$ (8,958.99)
Excess (Deficiency) of Revenue over Expenses	(13,207.84)	-0-	(13,207.84)
Fund Balance, June 30, 1987	$(19,228.46)	$ (2,938.37)	$(22,166.83)

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SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1987

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
SOURCES OF FUNDS			
Increase in accounts payable	$ 2,493.69	$	$ 2,493.69
Increase in other liabilities	9,037.66		9,037.66
Total Sources of Funds	11,531.35		11,531.35
USES OF FUNDS			
Excess of expenses over revenue	13,207.84		13,207.84
Increase in accounts receivable	245.31		245.31
Increase in other asset	900.00		900.00
Total Uses of Funds	14,353.15		14,353.15
Increase (Decrease) in Cash	(2,821.80)		(2,821.80)
Cash at Beginning of Year	1,935.10		1,935.10
Cash at End of Year	$ (886.70)	$	$ (886.70)

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1987

NOTE 1 - - BACKGROUND

The District of Columbia Democratic State Committee (Democratic State Committee) is the governing body of the District of Columbia Democratic Party organized under the District of Columbia Non-Profit Corporation Act.

The District of Columbia Democratic Central Committee is the predecessor of the Democratic State Committee and was first appointed by President Lyndon Johnson in 1964. In 1977, it changed its name to the Democratic State Committee.

The Democratic State Committee conducts the affairs of the Democratic Party in the District of Columbia, assists in the election of candidates for President and Vice President of the United States, and candidates for local office, and undertakes any other activities necessary to achieve the purpose of the Democratic Party of the District of Columbia.

The Democratic State Committee is exempt from paying District of Columbia corporate income taxes; Federal tax status has not been determined.

NOTE 2 - - SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accompanying financial statements were prepared using the accrual basis of accounting.

Accounting for Federal and Operating Accounts - The Federal Account contains contributions that are used to support federal election activities. All funds solicited and received in the Federal Account are subject to the prohibitions, contributions limits and solicitation requirements of the Federal Election Campaign Act of 1971, as amended in 1974, 1976, 1977 and 1979 regardless of whether the funds are ultimately used for Federal or non-Federal elections.

The Operating Account is used to pay for operating expenses and activities related to elections and campaigns, and is governed by the District of Columbia Office of Campaign Finance.

NOTE 3 - - ACCOUNTS PAYABLE

The accounts payable account represents outstanding obligations at June 30, 1987 totally $3,882.89 and a negative cash balance of $886.70, which is the result of checks written on the bank account is excess of the account balance.

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 1988

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1988

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DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
BALANCE SHEETS
JUNE 30, 1988

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
ASSETS			
Deposit - Rent	$ 795.00	$	$ 795.00
Total Assets	$ 795.00	$	$ 795.00
Liabilities and Fund Balances			
Accounts Payable (Note 3)	$ 5,319.92	$ 2,938.37	$ 8,258.29
DC Withholding Tax Payable	13.38		13.38
Federal/FICA Withholding Tax Payable	3,926.98		3,926.98
Total Liabilities	9,260.28	2,938.37	12,198.65
Fund Balance	(8,465.28)	(2,938.37)	(11,403.65)
Total Liabilities and Fund Balances	$ 795.00	$	$ 795.00

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENTS OF REVENUE AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 1988

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Revenue:			
Contributions and Donations	$ 14,265.80	$	$ 14,265.80
Dollar for Democrats	3,500.00		3,500.00
Special Events	4,628.32		4,628.32
Kennedy-King Dinner	55,347.80		55,347.80
Other Income	571.00		571.00
Total Revenues	78,312.92		78,312.92
Expenses:			
Salaries	8,284.50		8,284.50
Payroll Taxes - FICA	187.10		187.10
Payroll Taxes - Other	168.75		168.75
Professional Fees	1,075.00		1,075.00
Bank Charges	87.61		87.61
Filing Fees, Fines & Penalties	968.73		968.73
Postage, Shipping and Delivery	990.00		990.00
Occupancy	7,500.00		7,500.00
Office Supplies and Equipment	175.17		175.17
Reproduction and Printing	10,405.24		10,405.24
Telephone	1,015.39		1,015.39
Transportation and Travel	1,344.00		1,344.00
Meetings, Conventions, & Retreats	3,384.00		3,384.00
Miscellaneous Expenses	635.00		635.00
Kennedy-King Dinner	29,889.30		29,889.30
Convention '88	112.76		112.76
Fundraisers	1,302.19		1,302.19
Special Events	25.00		25.00
Total Expenses	67,549.74		67,549.74
Excess (Deficiency) of Revenue over Expenses	$ 10,763.18	$	$ 10,763.18

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

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DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1988

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Fund Balance, June 30, 1987	$(19,228.46)	$ (2,938.37)	$(22,166.83)
Excess (Deficiency) of Revenue over Expenses	10,763.18	-0-	10,763.18
Fund Balance, June 30, 1988	$ (8,465.28)	$ (2,938.37)	$(11,403.65)

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SEE ACCOMPANYING NOTES AND ACCOUNTANTS COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1988

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
SOURCES OF FUNDS			
Excess of revenue over expenses	$10,763.18	$	$10,763.18
Decrease in accounts receivable	245.31		245.31
Decrease in other assets	105.00		105.00
Total Sources of Funds	11,113.49		11,113.49
USES OF FUNDS			
Decrease in accounts payable	108.90		108.90
Decrease in other liabilities	11,663.82		11,663.82
Total Uses of Funds	11,772.72		11,772.72
Increase (Decrease) in Cash	(659.23)		(659.23)
Cash at Beginning of Year	(886.70)		(886.70)
Cash at End of Year	$(1,545.93)	$	$(1,545.93)

SEE ACCOMPANYING NOTES AND ACCOUNTANT'S COMPILATION REPORT

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1988

NOTE 1 - - BACKGROUND

The District of Columbia Democratic State Committee (Democratic State Committee) is the governing body of the District of Columbia Democratic Party organized under the District of Columbia Non-Profit Corporation Act.

The District of Columbia Democratic Central Committee is the predecessor of the Democratic State Committee and was first appointed by President Lyndon Johnson in 1964. In 1977, it changed its name to the Democratic State Committee.

The Democratic State Committee conducts the affairs of the Democratic Party in the District of Columbia, assists in the election of candidates for President and Vice President of the United States, and candidates for local office, and undertakes any other activities necessary to achieve the purpose of the Democratic Party of the District of Columbia.

The Democratic State Committee is exempt from paying District of Columbia corporate income taxes; Federal tax status has not been determined.

NOTE 2 - - SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accompanying financial statements were prepared using the accrual basis of accounting.

Accounting for Federal and Operating Accounts - The Federal Account contains contributions that are used to support federal election activities. All funds solicited and received in the Federal Account are subject to the prohibitions, contributions limits and solicitation requirements of the Federal Election Campaign Act of 1971, as amended in 1974, 1976, 1977 and 1979 regardless of whether the funds are ultimately used for Federal or non-Federal elections.

The Operating Account is used to pay for operating expenses and activities related to elections and campaigns, and is governed by the District of Columbia Office of Campaign Finance.

NOTE 3 - - ACCOUNTS PAYABLE

The accounts payable account represents outstanding obligations at June 30, 1988 totally $3,773.99 and a negative cash balance of $1,545.93, which is the result of checks written on the account in excess of the account balance.

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 1989

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1989

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DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1989

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F. S. TAYLOR & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

801 PENNSYLVANIA AVENUE, S.E., SUITE 250 - WASHINGTON, D.C. 20003
(202) 547-4700

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INDEPENDENT AUDITOR'S REPORT

To the District of Columbia
Democratic State Committee

We were engaged to audit the accompanying balance sheet of the District of Columbia Democratic State Committee as of June 30, 1989, and the related statements of revenue and expenses and changes in fund balances for the year then ended. These financial statements are the responsibility of management.

Adequate accounting records have not been maintained for the year ended June 30, 1989. Therefore, we were not able to satisfy ourselves about the completeness of the liabilities as recorded on the accompanying balance sheet as of June 30, 1989 (stated at $15,522) or the propriety of the expenditures for the year then ended (stated at $ 113,382).

In addition certain prior year records and supporting documentation were not available for the year ended June 30, 1988, and we were unable to apply procedures to determine whether opening balances for the year ended June 30, 1989 were fairly presented in conformity with generally accepted accounting principles or whether accounting principles have been consistently applied.

Because of the significance of the matters discussed in the preceding paragraphs, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the accompanying balance sheet as of June 30, 1989 and the related statements of revenue and expenses and changes in fund balances for the year ended June 30, 1989.

November 30, 1989

F. S. Taylor & Associates, P.C.

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
BALANCE SHEET
JUNE 30, 1989

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Assets:			
Cash - Sovran Bank	$12,492	$	$12,492
Cash - American Security		515	515
Accounts Receivable	17,157		17,157
Interfund Receivable (Note 3)		1,915	1,915
Total Assets	$29,649	$ 2,430	$32,079
Liabilities and Fund Balances:			
Accounts Payable (Note 4)	$ 6,728	$ 2,938	$ 9,666
DC Withholding Tax Payable	13		13
Federal/FICA Withholding Tax Payable	3,927		3,927
Interfund Payable (Note 3)	1,915		1,915
Total Liabilities	12,583	2,938	15,521
Fund Balance (Deficit)	17,066	(508)	16,558
Total Liabilities and Fund Balances	$ 29,649	$ 2,430	$32,079

SEE NOTES TO FINANCIAL STATEMENTS

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 1989

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Revenue:			
Dukakis/Bentsen/Fauntroy '88	$	$50,183	$ 50,183
Dollars for Democrats	17,673		17,673
Kennedy-King Dinner	61,560		61,560
Other Income	8,875		8,875
Special Events	3,052		3,052
Total Revenue	91,160	50,183	141,343
Expenses:			
Consultants	1,000		1,000
Professional Fees	2,634		2,634
Bank Charges	332	112	444
Dues and Membership	200		200
Filing Fees, Fines & Penalties	5,600		5,600
Postage, Shipping and Delivery	243		243
Occupancy	7,412		7,412
Reproduction and Printing	2,066		2,066
Telephone	875		875
Contributions and Donations	300		300
Advertising	75		75
Miscellaneous	285	6,500	6,785
Dukakis/Bentsen/Fauntroy '88		41,141	41,141
Kennedy-King Dinner	41,320		41,320
Special Events	3,287		3,287
Total Expenses	65,629	47,753	113,382
Excess of Revenue over Expenses	$ 25,531	$ 2,430	$ 27,961

SEE NOTES TO FINANCIAL STATEMENTS

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1989

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
Fund Deficit, June 30, 1988	$(8,465)	$ (2,938)	$(11,403)
Excess of Revenue over Expenses	25,531	2,430	27,961
Fund Balance (Deficit), June 30, 1989	$ 17,066	$ (508)	$ 16,558

SEE NOTES TO FINANCIAL STATEMENTS

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FINANCIAL POSITION
JUNE 30, 1989

	OPERATING ACCOUNT	FEDERAL ACCOUNT	TOTAL
SOURCES OF FUNDS			
Excess of revenue over expenses	$25,531	$ 2,430	$27,961
Increase in accounts payable	2,954		2,954
Increase in other liabilities	1,915		1,915
Decrease in other assets	795		795
Total Sources of Funds	31,195	2,430	33,625
USES OF FUNDS			
Increase in accounts receivable	17,157		17,157
Increase in other receivable		1,915	1,915
Total Uses of Funds	17,157	1,915	19,072
Increase (Decrease) in Cash	14,038	515	14,553
Cash at Beginning of Year	(1,546)		(1,546)
Cash at End of Year	$12,492	$ 515	$13,007

SEE NOTES TO FINANCIAL STATEMENTS

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1989

NOTE 1 - - BACKGROUND

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The District of Columbia Democratic Central Committee is the predecessor of the Democratic State Committee and was first appointed by President Lyndon Johnson in 1964. In 1977, it changed its name to the Democratic State Committee.

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The Democratic State Committee is exempt from paying District of Columbia corporate income taxes; Federal tax status has not been determined.

NOTE 2 - - SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accompanying financial statements were prepared using the accrual basis of accounting.

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The Operating Account is used to pay for operating expenses and activities related to elections and campaigns, and is governed by the District of Columbia Office of Campaign Finance.

NOTE 3 - - INTERFUND ACTIVITY

During fiscal year 1989, the Democratic State Committee utilized funds from the Federal account to pay expenses for the Operating account. This activity resulted in a net interfund amount of $1,915.

NOTE 4 -- ACCOUNTS PAYABLE

The accounts payable balance at June 30, 1989, consists of the following:

Description	Amount
Washington Convention Center	$ 2,648
Federal Election Commission	2,000
Photographer	500
Trade Unionist Printing	415
Speaker	300
Postage -KKD	261
Colonial Printing	213
Flowers	205
Plaques	100
Washington Hilton Hotel	68
Postage	18
Total Accounts Payable at 6/30/89	$ 6,728

The Federal account payable of $2,938 represents liabilities dating back to 1984. The resolution of the debt is being researched.

NOTE 5 - - CONTINGENCY

In August 1989, the Federal Election Commission found that there was reason to believe the Democratic State Committee was in violation of the Federal Election Campaign Act of 1971 relative to proper filings of reports and proper disclosure of contributions. In response, the Democratic State Committee denied the allegations and submitted a request for conciliation. The matter is currently pending. At this time it is not possible to evaluate the likelihood of an unfavorable outcome or estimate the amount or range of potential loss.

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MANAGEMENT LETTER

FOR THE

DISTRICT OF COLUMBIA DEMOCRATIC STATE COMMITTEE

DECEMBER 7, 1989

F. S. TAYLOR & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

801 PENNSYLVANIA AVENUE, S.E., SUITE 250 - WASHINGTON, D.C. 20003
(202) 547-4700

December 7, 1989

To the District of Columbia
Democratic State Committee

We were engaged to audit the financial statements of the District of Columbia Democratic State Committee (the "Committee") for the year ended June 30, 1989, and have issued our report thereon dated November 30, 1989. As part of our audit, we reviewed and tested the Committee's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purpose of such evaluation is to establish a basis for reliance thereon in determining the nature, timing, and extent of other auditing procedures that are necessary for expressing an opinion on the financial statements.

The objective of internal accounting control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgements by management.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instruction, mistakes of judgement, carelessness, or other personal factors. Control procedures, the effectiveness of which depends upon segregation of duties, can be circumvented intentionally by management with respect either to the execution and recording of transactions or with respect to the estimates and judgements required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions and that the degree of compliance with the procedures may deteriorate.

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Our study and evaluation of the Committee's system of internal accounting control for the year ended June 30, 1989, which was conducted for the above noted purpose, would not necessarily disclose all weaknesses in the system. In fact, our study and evaluation disclosed no conditions that we believe to be material weaknesses.

The accompanying recommendations are submitted to assist in improving the accounting and administrative control procedures.

We appreciate this opportunity to present these comments for your consideration. We are prepared to discuss them at your convenience and to provide assistance in their implementation, if desired.

Very truly yours,

F. S. Taylor & Associates P.C.

F. S. Taylor & Associates, P.C.

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ACCOUNTING SYSTEMS AND INTERNAL CONTROLS

GENERAL INTERNAL CONTROL PRACTICES

In general, internal controls are designed to safeguard assets and help prevent losses from employee dishonesty or error. Fundamental concepts in a good system of internal controls include the segregation of duties and adequate documentation of transactions. During the course of performing procedures for the year ended June 30, 1989, we noted the following weaknesses in the internal controls over cash disbursements, payroll and other pertinent areas. Accordingly, we have made recommendations for improvement.

ACCOUNTS RECEIVABLE - - COLLECTION PROCEDURES

The number and size of accounts receivable from the annual Kennedy - Kings Dinner has increased significantly over the years. Though efforts have been made to inform banquet attendees of the receivable, the importance of proper collection activity cannot be emphasized too strongly.

We recommend that management limit the amount of dinner sales made on credit and utilize a standard billing system for invoicing immediately after the Dinner. A monthly report covering the collections and remaining accounts receivable should be prepared and should include comments on collection calls made and their results. These collection procedures should also be applied to insufficient fund checks received in payment for dinner tickets.

BANK RECONCILIATIONS

Bank reconciliations for all accounts were not always performed on a timely basis. We noted several instances during the prior years where bank accounts were not balanced throught the year. An important part of the control process for cash transactions is the monthly reconciliation of the financial records to the bank statement.

We recommend that the Democratic State Committee implement a policy of required monthly bank reconciliations.

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CASH DISBURSEMENTS

Proper supporting documentation, such as invoices or statements, were not available for several disbursements selected for our testing. We were told that these documents were either lost or misplaced. We noted that some invoices were not properly cancelled when paid by indication of being stamped paid with the date, amount and check number on the document. In addition, some checks which were written were not recorded properly in the cash disbursement journal.

We recommend that, for all funds disbursed, a payment voucher be prepared. The actual invoice or a copy should be attached to voucher and submitted for approval to the proper person. Checks should not be written without the required authorization.

The voucher and invoice should be properly cancelled with proper indication as to the date, amount, and check number. This procedure will help insure that duplicate payments are not made.

All checks written should be properly recorded on the disbursement journal sheets and allocated to the proper expense accounts. Proper balancing of the bank statements with the accounting records will help facilitate this process.

PAYROLL - - USE OF AN OUTSIDE SERVICE BUREAU

In the past, the DC Democratic State Committee has maintained salaried employees to handle the operations of the organization. The payroll activity was maintained manually and all of the proper forms and reports were not prepared.

We recommend that, should salaried employees be hired, management consider the use of an outside payroll service bureau to handle payroll and tax matters. In the case of the employment of consulting personnel, management must be aware of the requirement of issuing the proper forms to reflect the income earned by the individual.

CASH RECEIPTS - - TIMELY DEPOSIT

We noted instances where the timely deposit of cash receipts was noted as not being performed on a consistent basis. Such delay in the deposit leaves the potential for lost or stolen cash receipts, therefore resulting a potential loss of revenue to the organization.

We recommend that management require the deposit of cash receipts on a daily basis.

CASH RECEIPTS - - COLLECTION PROCEDURES

Some revenue of the Democratic State Committee is received at various functions and may be paid in the form of a check or cash. This situation makes the control over the receipts a difficult process and reduces the level of security of the funds.

In the absence of an office staff, we recommend that management require that the Treasurer and one other member of the Executive Committee be responsible for receiving contributions and donations and that a receipt, stating the contributor's name, amount received, date, and purpose of the receipt, be issued. This receipt may be issued at the time of the receipt or by mail, but is necessary to allow contributors to become accustomed to the acquisition of a receipt and will provide an audit trail for the collection of cash receipts.

INSURANCE--FIDELITY BONDS

The DC Democratic State Committee handles a substantial volume of cash and checks throughout the year. These funds are normally handled by the Treasurer, therefore leaving the safeguard of these assets in the hands of one individual.

We recommend that insurance, such as a fidelity bond, be obtained as a practical and relatively inexpensive supplement to internal controls. The following types of coverage are available:

* Scheduled bond - used where only certain named employees require coverage
* Blanket bond - covers all employees, including automatic coverage for new employees
* Position bond - covers specific positions rather than certain named employees

PAYMENT OF OBLIGATIONS

In numerous situations, it was noted that payment of outstanding obligations included only partial submissions. This occurrence might have been related to the cash flow of the Committee in prior years. However, the balance of the obligation was not always satisfied and resulted in a reduction of goodwill with outside vendors.

We recommend that management, while being fiduciary in its decision making, require that all obligations be satisfied within a reasonable period of time.

FILE MAINTENANCE

The supporting documentation for the Democratic State Committee transactions and activities which was available during our audit was retrieved from various locations. A determination as to the completeness of the records could not be made due to the uncertainty of additional data being held at alternative locations.

We recommend that management assign the responsibility of establishing a filing system for all DCDSC records and retain appropriate records within statutory limits that apply for such records.

COMPUTERIZATION OF FINANCIAL RECORDS

There are many benefits that the Democratic State Committee may get from computerization of the financial records. As the organization has grown, the accounting burden has increased accordingly. The need for more management information has put further demand on the Treasurer position.

We recommend that management consider a conversion of the current manual system to a computerized system. Such a system may be maintained by DCDSC members or be obtained through the use of an accounting compilation service.

ACCOUNTING POLICIES AND PROCEDURES MANUAL

We encountered numerous difficulties during the course of the audit because of a lack of documented procedures and audit trail. There was no comprehensive stated process or procedure for most areas such as bank reconciliations, documentation of disbursements, accounting for receivables and payables, etc. While procedures might have been in place, they usually were not documented in writing or not necessarily the most orderly procedures for DCDSC to follow.

We recommend that management establish a written accounting and operating procedural manual outlining policies and procedures. The preparation and maintenance of written standard procedures is necessary to:

1. Facilitate review by management for adherence to accounting procedures;

2. Establish consistent accounting practices; and

3. Facilitate training of new members to the Treasurer position.

We recognize that the preparation of the manual can be a time-consuming task. However, we believe that action should be taken to establish priorities, as well as a timetable, for the completion of the manual.

EXECUTIVE GOVERNANCE - - TIMELY REPORT FILINGS

On November 10, 1988, the D.C. Democratic State Committee entered into a conciliation agreement with the Federal Election Commission (FEC) in resolution of a matter under investigation by the FEC. This conciliation agreement required, inter alia, that the D.C. Democratic State Committee pay a fine, payable over time. On August 2, 1989, the Federal Election Commission found that there was reason to believe the D.C. Democratic State Committee was in violation of the federal Election Campaign Act of 1971 relative to proper filings and proper disclosure of contributions. In response, the D.C. Democratic State Committee denied the allegations and submitted a request for conciliation.

These allegations by the FEC, along with similar occurrences with the District of Columbia Office of Campaign Finance (OCF), resulted in fines due mainly to the late filings of required reports.

We recommend that management require the Treasurer to submit the mandatory quarterly reports to the appropriate DSC member within two weeks before the due date to ensure completion and timely submission to the FEC and the OCF and that a sub-committee be established to assure that such reports are completed and filed.

DGC 4929

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FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
89 DEC 20 PM 4:25

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Daria P. Winter
Vice-Chair
Elona Evans McNeil
Recording Secretary
Donna Scheeder
Corresponding Secretary
Jack Evans
Treasurer

MEMBERS
Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman
William Simons
Alternate National Committeeman

Antonell Aikens
Stanley Allen
Robert Artisst
Johnny Barnes
Max N. Berry
Edward Black
Bobbi Blok
William Blount
Shirley A. Boucree
Kenneth Brewer
Mary Eva Candon
Kevin Chavous
James Christian
Barbara Bell Clark
Richard R. Clark
James E. Coates
Jerry Cooper
Bernard Demczuk
Wynne Downs
Patricia Elwood
Isabella Gelletich
Mildred Goodman
Chestie Graham
Janette Hoston Harris
Lillian Hull
James Jefferson
Cynthia Johnson
Lorraine Johnson
William Johnson
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Phil Mendelson
Ronald Moyer
Paula Nickens
Florence Pendleton
Keith Perry
Mark L. Plotkin
Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
Barbara Lett Simmons
Newton "Big Newt" Smith
Wallacetine Taliaferro-Curtis
Harry Thomas, Jr.
Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
Jane Weiman
Larry F. Weston
Lorraine H. Whitlock
Alfonso "Al" Williams
Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dinan

December 20, 1989

VIA MESSENGER

Mr. Jonathan Bernstein
Assistant General Counsel
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Re: MUR 2935

Dear Jonathan:

As discussed in our telephone conversation today, enclosed please find a copy of my letter to James M. Christian, Sr., a copy of the computer printouts listing all checks written by the D.C. Democratic State Committee from 7/1/86 - 6/30/88, and a copy of Mr. Christian's response.

Please let me know if you need any further information. I can be reached at my law firm of Baker & Hostetler at 861-1702.

Sincerely,

John K. Evans

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Doris P. Winter
Vice-Chair
Elona Evans McNeil
Recording Secretary
Donna Schneider
Corresponding Secretary
Jack Evans
Treasurer

MEMBERS
Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman
William Simons
Alternate National Committeeman

Antonell Albers
Stanley Allen
Robert Artison
Johnny Barnes
Max N. Berry
Edward Black
Bobbi Blot
William Blount
Stanley A. Boucree
Kenneth Brewer
Mary Eva Candon
Kevin Chavous
James Christian
Barbara Bell Clark
Richard R. Clark
James E. Coates
Jerry Cooper
Bernard Demczuk
Yvonne Downs
Patricia Elwood
Isabelle Gelfeuch
Mildred Goodman
Chessie Graham
Jeanne Hansen Harris
Lillian Huff
James Jefferson
Cecile Johnson
Lorraine Johnson
William Johnson
Phinel Jones
Ruth Jordan
Annie Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
Paula Nichols
Florence Pendleton
Kenth Perry
Mark L. Plotkin
Richard Rausch
Marion Rigbie
Daniel Robinson
Mattie Robinson
Barbara Lett Simmons
Newton "Big News" Smith
Wallacetine Taliaferro-Curtis
Harry Thomas, Jr.
Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
Jane Wesman
Larry F. Weston
Lorraine H. Whitlock
Alfonso "Al" Williams
Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dunn

November 17, 1989

VIA MESSENGER

James M. Christian, Jr., Esq.
Laxalt, Washington, Perito & Dubuc
1120 Connecticut Avenue, N.W.
Washington, D.C. 20036

Re: Vesharn N. Scales Loan
Federal Election Commission
MUR: 2935

Dear Jim:

On Thursday, November 9, 1989, I met with an official at the Federal Election Commission to discuss the status of the above investigation. The matter is still under review.

The FEC official requested further information concerning the Scales Loan. Specifically, he requested that the D.C. Democratic State Committee identify where the $20,000 proceeds of the loan were spent.

In your affidavit to the FEC you stated in paragraph 2 that the State Committee had known debts of at least the following:

1984 Unpaid Invoices	$6,461.54
1985 Christmas Party Account	250.60
1985 Direct Mail Account	2,856.28
1985 Kennedys-King Printing Account	4,747.74
1986 Occupancy Costs	1,150.00
	$15,466.16

The $6,461.54 in 1984 of Unpaid Invoices raised the issue of whether the D.C. Democratic State Committee paid federal expenses (i.e., 1984 federal campaign expenses) with this non-federal loan money. I need a breakdown of these expenses.

I am enclosing for your use computer printouts listing all checks written by the D.C. Democratic State Committee from 7/1/86-6/30/88. Please identify the checks which reflect the payments utilizing the funds from the $20,000 loan.

Please respond to this request as expeditiously as possible since I must respond to the FEC by next Wednesday, November 22, 1989.

Sincerely,

Jack Evans
Treasurer

JKE;kmj
Enclosure

cc: Joslyn Williams

21040351116

CASH DISB... 07/01/87 to 08/30/88

Pd	Date	Acct	Refnc	Description		Debit	Credi
3	07/31/87	101-1	CKS	July checks # 1641-1654			4135.09
3	08/31/87	101-1	CKS	August check # 1655			62.76
3	10/31/87	101-1	CKS	October checks # 1656-1657			3083.35
3	12/31/87	101-1	CKS	December checks # 1664-1670			2309.09
3	01/31/88	101-1	CKS	January checks # 1671-1676			1809.00
3	02/28/88	101-1	CKS	February checks # 1677-1681			2523.30
3	03/31/88	101-1	CKS	March checks # 1682-1695			5960.31
3	04/30/88	101-1	CKS	April Checks # 1696-1714			54164.18
3	05/31/88	101-1	CKS	May checks # 1715-1722			3043.61
3	06/15/88	101-1	CKS	June checks # 1723-1724			300.00
3	11/31/87	101-1	CKS	November Checks #1660-1663			987.75
3	07/03/87	540-1	1641	C & P Telephone	AB	320.39	
3	07/03/87	530-1	1642	Pronto Press	AB	40.34	
3	07/10/87	501-1	1643	Barbara Garnett	AB	552.30	
3	07/10/87	530-1	1644	Benjamin Productions	A	390.00	
3	07/24/87	575-1	1645	D.C. Treasurer (share)	A	50.00	
3	07/24/87	600-1	1646	Void Check	E	0.00	
3	07/24/87	501-1	1647	Barbara Garnett	AB	552.30	
3	07/24/87	504-1	1648	D.C. Treasurer	AB	168.75	
3	07/24/87	205-1	1649	D.C. Treasurer	AB	102.21	
3	07/24/87	210-1	1650	Sovran/D.C. natl	AB	972.40	
3	07/24/87	510-1	1651	D.C. Postmaster	AB	140.00	
3	07/24/87	600-1	1652	Void check	E	0.00	
3	08/07/87	501-1	1653	Barbara Garnett	AB	552.30	
3	08/14/87	501-1	1654	Barbara Garnett	AB	294.10	
3	08/13/87	575-1	1655	D.C. Treasurer	AB	62.76	
3	10/07/87	520-1	1656	Woodner company	AB	1900.00	
3	10/07/87	530-1	1657	Horber, Sharpe, & Abrawsap	AB	500.00	
3	10/22/87	540-1	1658	C&P	A	283.25	
3	10/30/87	530-1	1659	KCR Copry Service		400.00	
3	11/18/87	540-1	1660	US Sprint	A	21.01	
3	11/18/87	525-1	1661	Jacobs Gardener	A	128.74	
3	11/18/87	520-1	1662	John Woodner Co.	A	604.00	
3	11/18/87	501-1	1663	Shirley Hopkins	AB	234.00	
3	12/03/87	501-1	1664	Shirley Hopkins	AB	234.00	
3	12/11/87	590-1	1665	Michael Burk	AB	300.00	
3	12/11/87	501-1	1666	Shirley Hopkins	AB	166.00	
3	12/11/87	501-1	1667	Shirley Hopkins	AB	170.00	
3	12/23/87	570-1	1668	Howard Inn	A	1002.19	
3	12/30/87	543-1	1669	Price Brothers Moving	A	256.00	
3	12/30/87	530-1	1670	Trade Unionist Printing	A	180.90	
3	01/05/88	520-1	1671	The 3636 Corporation	A	1265.00	
3	01/05/88	600-1	1672	Void check	E	0.00	
3	01/05/88	600-1	1673	Void check	E	0.00	
3	01/15/88	501-1	1674	Shirley Hopkins	AB	306.00	
3	01/28/88	600-1	1675	Void check	E	0.00	
3	01/29/88	501-1	1676	Shirley Hopkins	AB	238.00	
3	02/04/88	530-1	1677	KCR Copy Service	A	400.00	
3	02/10/88	540-1	1678	C&P Telephone Co.	B	176.37	
3	02/12/88	501-1	1679	Shirley Hopkins	B	552.30	

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Pd	Date	Acct	Refno	Description		Debit	Credi
3	02/26/88	501-1	1680	Shirley Hopkins	B	170.00	
3	02/26/88	520-1	1681	The 3636 Corporation		1265.00	
3	03/03/88	525-1	1682	Shirley Hopkins		46.43	
3	03/04/88	501-1	1683	Shirley Hopkins	B	153.00	
3	03/04/88	540-1	1684	U.S. Sprint		20.73	
3	03/07/88	510-1	1685	U.S. Postmaster	B	50.00	
3	03/11/88	595-1	1686	Dem. National Committee	B	25.00	
3	03/11/88	550-1	1687	D.C. Statehood Coalition	B	135.00	
3	03/11/88	501-1	1688	Shirley Hopkins	B	200.00	
3	03/11/88	540-1	1689	C & P Telephone co.		55.15	
3	03/18/88	506-1	1690	Stephen Hopkins	B	75.00	
3	03/23/88	510-1	1691	U.S. Postmaster	B	800.00	
3	03/23/88	501-1	1692	Shirley Hopkins		500.00	
3	03/25/88	530-1	1693	Trade Unionist Printing	B	2000.00	
3	03/25/88	550-1	1694	Washington Convention Ctr.		1700.00	
3	03/25/88	501-1	1695	Shirley Hopkins	B	200.00	
3	04/07/88	520-1	1696	3636 Corporation		635.00	
3	04/07/88	530-1	1697	KCR Copy Service		400.00	
3	04/07/88	550-1	1698	Washington Convention Ctr.	C	1549.00	
3	04/07/88	501-1	1699	Shirley Hopkins		200.00	
3	04/18/88	501-1	1700	Shirley Hopkins		1020.00	
3	04/25/88	530-1	1701	Trade Unionist Printing	B	1000.00	
3	04/20/88	203-1	1702	Veshaun Scales	AB	4500.00	
3	04/20/88	506-1	1703	F.S. Taylor & Associates	AB	1000.00	
3	04/28/88	570-1	1704	Washington Hilton Hotel		25226.18	
3	04/28/88	543-1	1705	Delta Airlines	B	1088.00	
3	04/28/88	530-1	1706	Trade Unionist Printing		4500.00	
3	04/28/88	203-1	1707	Veshaun Scales	AB	5000.00	
3	04/28/88	570-1	1708	Ronald Dellums	B	1500.00	
3	04/28/88	108-1	1709	Shirley Hopkins	B	500.00	
3	04/28/88	600-1	1710	Void check	E	0.00	
3	04/28/88	203-1	1711	Vesbaun Scales	AB	2710.00	
3	04/29/88	530-1	1712	Trade Unionist Printing		1250.00	
3	04/29/88	520-1	1713	3636 Corporation		1270.00	
3	04/29/88	501-1	1714	Shirley Hopkins		816.00	
3	05/05/88	540-1	1715	C&P Telephone	B	178.86	
3	05/05/88	570-1	1716	Florence Pendleton	B	350.00	
3	05/05/88	570-1	1717	Ruth Jordan	B	200.00	
3	05/05/88	570-1	1718	Interhigh Connection	B	250.50	
3	05/06/88	570-1	1719	Shirley Hopkins	B	125.00	
3	05/06/88	570-1	1720	Martin Luther King III	B	1500.00	
3	05/06/88	570-1	1721	Champion Trophies		239.25	
3	05/23/88	501-1	1722	Shirley Hopkins	B	200.00	
3	06/15/88	501-1	1723	Shirley Hopkins	B	300.00	
3	06/15/88	600-1	1724	Void check	E	0.00	

2104035118

Pd	Date	Inc	Description	Debit	Credi
				78378.54	78378.54

Total Transactions: 95 Balance: -0.00

2104035119

CASH DISBURSEMENTS JOURNAL
07/01/86 to 06/30/87

Pd	Date	Acc	Refnc	Description		Debit	Credi
2	07/31/86	101-1	CKS	July Checks (#1482-1495)			2931.55
2	08/31/86	101-1	CKS	August Checks (#1496-1507)			2799.32
2	09/30/86	101-1	CKS	SEPTEMBER CHECKS # 1508-1516			1767.06
2	10/31/86	101-1	CKS	OCTOBER CHECKS # 1517-1529			5619.37
2	11/30/86	101-1	CKS	NOVEMBER CHECKS # 1530-1539			2797.92
2	12/31/86	101-1	CKS	DECEMBER CHECKS #1540-1548			5087.96
2	01/31/87	101-1	CKS	JANUARY CHECKS # 1549-1555			1965.19
2	02/28/87	101-1	CKS	FEBRUARY CHECKS #1550,1556/7			242.41
2	03/31/87	101-1	CKS	MARCH CHECKS # 1559-1582			17761.15
2	04/30/87	101-1	CKS	April checks # 1579, 1583-1599			20773.54
2	05/31/87	101-1	CKS	May Checks # 1600-1624			21613.17
2	06/30/87	101-1	CKS	June checks # 1625-1640			3644.14
2	07/11/86	505-1	1482	Rosie Powell		220.00	
2	07/11/86	501-1	1483	Barbara Garnett		536.30	
2	07/18/86	595-1	1484	Regina Rutledge	B	80.00	
2	07/18/86	505-1	1485	Mark Dixon	B	30.00	
2	07/18/86	600-1	1486	Lottery Technology	E	0.00	
2	07/18/86	205-1	1487	D.C. Treasurer	B	96.20	
2	07/18/86	590-1	1488	Charles Day	B	153.37	
2	07/18/86	530-1	1489	Doyle Printing	B	250.00	
2	07/18/86	510-1	1490	D.C. Postmaster	B	44.00	
2	07/25/86	505-1	1491	Rosie Powell		220.00	
2	07/25/86	501-1	1492	Barbara Garnett		536.30	
2	07/25/86	510-1	1493	Barbara Garnett	B	7.48	
2	07/23/86	512-1	1494	Business Machines of America	B	757.90	
2	07/31/86	600-1	1495	Tendler & Biggins	E	0.00	
2	08/01/86	600-1	1496	Tendler & Biggins	E	0.00	
2	08/01/86	520-1	1497	Tendler & Biggins		575.00	
2	08/01/86	530-1	1497	Tendler & Biggins	B	392.50	
2	08/08/86	505-1	1498	Rosie Powell		220.00	
2	08/08/86	501-1	1499	Barbara Garnett		536.30	
2	08/06/86	403-1	1500	Helma Lanyr	B	5.00	
2	08/08/86	600-1	1501	Voided Checks	E	0.00	
2	08/08/86	600-1	1502	Voided Checks	E	0.00	
2	08/08/86	540-1	1503	C & P Telephone		264.22	
2	08/06/86	600-1	1504	Void Check	E	0.00	
2	08/22/86	501-1	1505	Barbara Garnett		536.30	
2	08/22/86	505-1	1506	Rosie Powell		220.00	
2	08/22/86	525-1	1507	Barbara Garnett	B	50.00	
2	09/15/86	510-1	1508	D.C. Postmaster	B	44.00	
2	09/16/86	540-1	1509	C&P		176.51	
2	09/15/86	520-1	1510	TENDLER & BIGGINS		575.00	
2	09/18/86	501-1	1511	BARBARA GARNETT		536.30	
2	09/18/86	505-1	1512	ROSIE POWELL		220.00	
2	09/18/86	201-1	1513	JACOB GARDNER	B	32.37	
2	09/18/86	510-1	1514	PDQ.		120.63	
2	09/18/86	543-1	1515	BARBARA GARRETT	B	18.35	
2	09/29/86	510-1	1516	D.C. POSTMASTER	B	44.00	
2	10/02/86	501-1	1517	BARBARA GARNETT		536.30	
2	10/17/86	505-1	1518	ROSIE POWELL		440.00	

2 1 0 4 0 3 5 1 1 2 0

Pd	Date	Acct	Chk#	Description		Debit	Credit
2	10/17/86	501-1	1519	BARBARA GARNETT	B	536.30	
2	10/20/86	520-1	1520	TENDLER & BIGGINS		1150.00	
2	10/31/86	510-1	1521	D.C. POSTMASTER	B	44.00	
2	10/31/86	501-1	1522	BARBARA GARNETT		536.30	
2	10/31/86	505-1	1523	ROSIE POWELL		220.00	
2	10/29/86	205-1	1524	D.C. TREASURER	B	391.95	
2	10/29/86	210-1	1525	SOVRAN/DC NAT.	B	1159.20	
2	10/29/86	504-1	1526	DC DOES		270.07	
2	10/29/86	600-1	1527	VOID CHECK	E	0.00	
2	10/29/86	504-1	1528	DCDOES		85.25	
2	10/29/86	530-1	1529	TENDLER & BIGGINS	B	250.00	
2	11/04/86	530-1	1530	TRADE UNIONIST PRINTING		121.90	
2	11/14/86	505-1	1531	ROSIE POWELL		220.00	
2	11/14/86	501-1	1532	BARBARA GARNETT		536.30	
2	11/26/86	505-1	1533	ROSIE POWELL		220.00	
2	11/26/86	560-1	1533	ROSIE POWELL		6.50	
2	11/24/86	510-1	1534	D.C. POSTMASTER	B	44.00	
2	11/24/86	543-1	1535	Barbara Garnett	B	43.00	
2	11/26/86	501-1	1536	BARBARA GARNETT		536.30	
2	11/30/86	520-1	1537	TENDLER & BIGGINS		575.00	
2	11/30/86	530-1	1537	TENDLER & BIGGINS	B	200.00	
2	11/30/86	205-1	1538	D.C. TREASURER	B	62.72	
2	11/30/86	550-1	1539	NATL. PRESS CLUB		232.20	
2	12/04/86	210-1	1540	SOVRAN / D.C NATIONAL	B	1076.40	
2	12/12/86	501-1	1541	BARBARA GARNETT		536.30	
2	12/12/86	600-1	1542	VOID CHECK		0.00	
2	12/04/86	590-1	1543	WASHINGTON PLAZA HOTEL		250.60	
2	12/11/86	590-1	1544	HARRISON JOHNSON JR.		240.00	
2	12/15/86	590-1	1545	HOWARD INN	B	2224.60	
2	12/17/86	205-1	1546	D.C. TREASURER	B	223.76	
2	12/22/86	600-1	1547	VOID CHECK	E	0.00	
2	12/23/86	501-1	1548	BARBARA GARNETT		536.30	
2	01/09/87	540-1	1549	C & P TELEPHONE		252.59	
2	02/10/87	510-1	1550	D.C. POSTMASTER	B	44.00	
2	01/29/87	510-1	1551	D.C. POSTMASTER	B	22.00	
2	01/29/87	501-1	1552	BARBARA GARNETT	B	11.00	
2	01/09/87	501-1	1553	BARBARA GARNETT		552.30	
2	01/23/87	501-1	1554	BARBARA GARNETT		552.30	
2	01/29/87	520-1	1555	TENDLER & BIGGINS		575.00	
2	02/10/87	205-1	1556	D.C. TREASURER	B	102.21	
2	02/10/87	205-1	1557	D.C. TREASURER	B	96.20	
2	02/19/87	600-1	1558	VOID CHECK	AE	0.00	
2	03/06/87	550-1	1559	BARBARA GARNETT		52.00	
2	03/06/87	501-1	1560	BARBARA GARNETT		552.30	
2	03/12/87	600-1	1561	VOID CHECK	AE	0.00	
2	03/12/87	501-1	1562	BARBARA GARNETT		552.30	
2	03/12/87	501-1	1563	BARBARA GARNETT		552.30	
2	03/20/87	501-1	1564	BARBARA GARNETT		552.30	
2	03/12/87	210-1	1565	SOVRAN BANK	B	1261.20	
2	03/12/87	210-1	1566	SOVRAN BANK	B	1261.20	

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Pd	Date	Acc	Refnc	Description		Debit	Credi
2	03/12/87	210-1	1567	SOVRAN BANK	B	330.60	
2	03/12/87	205-1	1568	D.C. TREASURER	B	165.90	
2	03/12/87	205-1	1569	D.C. TREASURER	B	165.90	
2	03/12/87	600-1	1570	VOID CHECK	E	0.00	
2	03/19/87	520-1	1571	TENDLER & BIGGINS		1725.00	
2	03/25/87	510-1	1572	PDQ	B	135.00	
2	03/27/87	510-1	1573	DC POSTMASTER	B	44.00	
2	03/20/87	506-1	1574	SANDRA BARRON	B	4200.00	
2	03/25/87	520-1	1575	TENDLER & BIGGINS		575.00	
2	03/25/87	530-1	1575	TENDLER & BIGGINS		178.14	
2	03/31/87	510-1	1576	PRINTING OPTIONS	B	3230.77	
2	03/27/87	600-1	1577	VOID CHECK	E	0.00	
2	03/31/87	525-1	1578	AGIRLE	B	57.24	
2	04/03/87	501-1	1579	Barbara Garnett		552.30	
2	03/31/87	510-1	1580	DOYLE PRINTING		2100.00	
2	03/31/87	560-1	1581	CASH	B	50.00	
2	03/31/87	543-1	1582	BARBARA GARNETT	B	20.00	
2	04/07/87	530-1	1583	Tendler & Biggins		117.41	
2	04/07/87	560-1	1584	Barbara Garnett	B	50.00	
2	04/07/87	510-1	1585	D.C. Postmaster	B	88.00	
2	04/15/87	540-1	1586	C&P Telephone		226.03	
2	04/15/87	501-1	1587	Barbara Garnett		552.30	
2	04/15/87	510-1	1588	PDQ		12.50	
2	04/15/87	525-1	1589	Jacobs Gardner		313.00	
2	04/15/87	600-1	1590	Void check	E	0.00	
2	04/15/87	600-1	1591	Void check	E	0.00	
2	04/15/87	550-1	1592	Natl. Center on Black Aged	B	62.00	
2	04/15/87	520-1	1593	Woodner	B	575.00	
2	04/15/87	115-1	1594	Woodner	B	900.00	
2	04/15/87	600-1	1595	Void check	E	0.00	
2	04/15/87	203-1	1596	Veshaun Scales	B	595.00	
2	04/27/87	560-1	1597	Barbara Garnett	B	50.00	
2	04/27/87	600-1	1598	Void check	E	0.00	
2	04/28/87	570-1	1599	Washington Hilton Hotel		16680.00	
2	05/01/87	501-1	1600	Barbara Garnett	A	552.30	
2	05/11/87	570-1	1601	Trade Unionist		5509.88	
2	05/11/87	570-1	1602	Trade Unionist		363.05	
2	05/11/87	570-1	1603	Interhigh Connection Florist	B	153.00	
2	05/11/87	570-1	1604	Sylina Turner	B	175.00	
2	05/11/87	570-1	1605	Washington Hilton Hotel	AB	1865.18	
2	05/11/87	507-1	1606	Sovran	B	10.00	
2	05/15/87	600-1	1607	Barbara Garnett		0.00	
2	05/15/87	501-1	1608	Barbara Garnett		552.30	
2	05/16/87	512-1	1609	Allstate		455.00	
2	05/13/87	530-1	1610	Pronto Press		15.90	
2	05/15/87	203-1	1611	Veshaun Scales	B	8000.00	
2	05/15/87	570-1	1612	Pronto Press		76.75	
2	05/15/87	510-1	1613	D.C. Postmaster	B	65.90	
2	05/15/87	570-1	1614	Washington Hilton Hotel	B	115.40	
2	05/15/87	570-1	1615	Colonial Printing	B	98.00	

2 1 0 4 0 3 5 1 1 2 2

Pd	Date	Acct	Refnc	Description		Debit	Credi
2	05/15/87	530-1	1616	Pronto Press		41.40	
2	05/15/87	501-1	1617	Barbara Garnett	D	552.30	
2	05/15/87	205-1	1618	D.C. Treasurer	B	324.66	
2	05/15/87	210-1	1619	Sovran	B	1076.40	
2	05/15/87	210-1	1620	Sovran	B	972.40	
2	05/15/87	600-1	1621	Void check	E	0.00	
2	05/15/87	504-1	1622	DOES	B	367.20	
2	05/15/87	560-1	1623	Barbara Garnett	B	50.00	
2	05/29/87	525-1	1624	W. Bell		255.15	
2	06/01/87	600-1	1625	Void check	E	0.00	
2	06/01/87	543-1	1626	Barbara Garnett	B	6.00	
2	06/04/87	510-1	1627	Postage	B	95.88	
2	06/02/87	530-1	1628	Pronto press	B	235.92	
2	06/09/87	205-1	1629	D.C. Treasurer	B	120.25	
2	06/12/87	501-1	1630	Barbara Garnett		552.30	
2	06/09/87	550-1	1631	Eastern Regional Caucus	B	75.00	
2	06/11/87	530-1	1632	Pronto Press	B	15.69	
2	06/11/87	560-1	1633	Barbara Garnett	B	50.00	
2	06/11/87	550-1	1634	Dankers	D	162.00	
2	06/15/87	570-1	1635	Gaylord Tissueboo	B	495.00	
2	06/19/87	550-1	1636	The Mayflower		209.10	
2	06/22/87	525-1	1637	Desk & Furnishings		545.02	
2	06/22/87	526-1	1638	Cort Furniture		347.68	
2	06/22/87	525-1	1639	Dart Drug		188.00	
2	06/24/87	501-1	1640	Barbara Garnett		552.30	
						87002.78	87002.78

Total Transactions: 175 Balance: 0.00

2140351123

James M. Christian, Jr.
Attorney at Law
1120 Connecticut Avenue, N.W.
Washington, D.C. 20036

December 4, 1989

Jack Evans, Esquire
Treasurer
District of Columbia
Democratic State Committee
c/o Baker & Hostetler
1050 Connecticut Avenue, N.W.
Washington, D.C. 20036

Dear Jack:

In response to your request contained in correspondence addressed to me that I assist you in analyzing certain State Committee expenditures questioned by the Federal Election Commission ("FEC"), I have reviewed the computer print-out of State Committee checks and deposits you provided; my own personal records, the State Committee's filing of July, 1987 and the State Committee's 1986 year-end statement of Accounts Payable.

My review reveals the following:

1. The "1984 Unpaid Invoices - $6,461.54" item questioned by the FEC is in fact a combination of charges to the State Committee by one vendor, specifically Printing Options.

2. The $6,461.54 amount represents charges for a mixture of printing jobs for the State Committee completed, to the best of my knowledge, during Chairman Theodis Gay's tenure. As best as I can determine the charges were for a newsletter printing, some caucus literature and some fund raising event invitations. Consequently, the entire $6,461.54 amount was not for federally related activity.

3. In February or March of 1987 I negotiated a settlement/reduction of the Printing Options invoices down to $3,230.77. This amount was paid utilizing State Committee

2140351124

check #1576, paid March 31, 1987. At the time the check cleared there was at least a $17,761.15 balance in the State Committee's non-federal checking account. Of this amount only $14,500.00 could have been from the Scales loan based on deposit record analysis. Consequently, it is perfectly conceivable that the $3,230.00 check was paid from funds received by the State Committee, (e.g. Dollars for Democrats) other than loan deposits.

4. Allocation of the above indicated negotiated payment to various Printing Options invoices (i.e., federal/non-federal) was not even thought of, nor thought necessary. The final negotiated invoice amount was simply paid.

5. Between March 6, 1987 and April 27, 1987 the entire $20,000.00 loan amount was spent on non-federal activity, more specifically via checks in the series 1559 through 1599 written on the State Committee's Sovran/D.C. National non-federal checking account, which when reviewed totals approximately $21,413.00. The extra amount is attributable to other income, e.g., Dollars for Democrats, etc.

6. In summary, I am confident that only the Printing Options invoices paid could conceivably have included a minor federal activity and even that payment of $3,230.77 could have been paid fron non-loan funds.

It is quite gratifying to move from the level of an erroneous questioning of a $20,000.00 loan <u>to a dubious questioning of a portion of one payment</u>. If I can be of further assistance feel free to call me.

While I have this opportunity I want to clarify an item in your last Treasurer's Report. I committed $1,000.00 to the State Committee as a "match pledge" to Bernie's pledge. I am certain that Bernie will provide his $1,000.00. The instant he does, I will write my check. In the meantime, I am enclosing

2104035125

my check for $200.00 in support of our Christmas Party as a Sponsor and the purchase of ten (10) tickets. The program credit listing should be as follows: Mr. & Mrs. James M. Christian, Sr.

Sincerely,

James M. Christian, Sr.

Enclosure

2140351126

OGC 5086

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Daria P. Winter
Vice-Chair
Elona Evans McNeil
Recording Secretary
Donna Schneider
Corresponding Secretary
Jack Evans
Treasurer

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Mildred Goodman
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Lillian Huff
James Jefferson
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Lorraine Johnson
William Johnson
Phinis Jones
Ruth Jordan
Aurelia Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
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Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
Jane Weiman
Larry F. Weston
Lorraine H. Whitlock
Alfonso "Al" Williams
Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dinan

January 5, 1990

James M. Christian, Sr.
Laxalt, Washington, Perito & Dubuc
1120 Connecticut Avenue, N.W.
Washington, D.C. 20036

Re: FEC Investigation regarding Vesharn N. Scales loan
MUR 2935

Dear Jim:

On Thursday, January 4, 1990 I spoke with Jonathan Bernstein, the Assistant General Counsel of the Federal Election Commission who is involved in the above matter. Mr. Bernstein reviewed your letter to me dated December 4, 1989 concerning the use of the proceeds from the Vesharn N. Scales loan. In your letter, you state in the first paragraph that you "have reviewed the computer printout of State Committee checks and deposits you provided; my own personal records, the State Committee's filing of July, 1987 and the State Committee's 1986 year-end statement of Accounts Payable."

Mr. Bernstein has requested that I request from you and provide to him copies of the personal records utilized by you in preparing your December 4, 1989 letter which you refer to in the previous paragraph.

Please send me copies by Friday, January 12, 1990 so that I can expeditiously reply to Mr. Bernstein's request.

Sincerely,

Jack Evans
Treasurer

cc: Jonathan Bernstein, Esq.
Joslyn Williams

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
90 JAN 10 AM 11:17

90 JAN 10 AM 9:14

★★★ DISTRICT OF COLUMBIA

MUR 5155

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
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Chestie Graham
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Lillian Huff
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Lorraine Johnson
William Johnson
Phyllis Jones
Ruth Jordan
Aurelia Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
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Harry Thomas, Jr.
Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
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Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dinan

January 18, 1990

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL
90 JAN 18 PM 12:35

Mr. Jonathan Bernstein
Assistant General Counsel
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Re: MUR 2935

Dear Jonathan:

As you requested in our telephone conversation on Thursday, January 4, 1990, I sent a written request to Mr. James M. Christian, Sr. for certain documents described in Mr. Christian's December 4, 1989 letter. I am enclosing a cover letter addressed to me from Mr. Christian and copies of the documents I received from Mr. Christian.

If you need more information, please call me. The Democratic State Committee hopes that we can resolve the above matter as expeditiously as possible.

Sincerely,

Jack Evans

Jack Evans
Treasurer

Enclosures
cc: Joslyn Williams
James M. Christian, Sr.

James M. Christian, Sr.
Attorney at Law
1120 Connecticut Avenue, N.W.
Washington, D. C. 20036

January 17, 1990

Jack Evans, Treasurer
District of Columbia
Democratic State Committee
c/o Baker & Hostetler
1050 Connecticut Avenue, N.W.
Washington, D.C. 20036

Dear Jack:

The "personal" notes to which I referred in my previous correspondence consist of two files on some State Committee matters that I maintained.

I am enclosing them herewith in response to your request, for xeroxing and forwarding to the Federal Election Commission.

I do not have any other data in my possession.

Sincerely,

James M. Christian, Sr.

Enclosures

cc: Joslyn N. Williams
Vesharn N. Scales

21040351129

FEDERAL ELECTION COMMISSION

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

3636 Sixteenth Street, NW, Suite AG-65 • Washington, DC 20010 • (202) 289-4061

OFFICERS
James M. Christian, Sr.
Chair
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Kimberly Gantt
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Linda Greenan
Linda Grigsby
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Mattie Robinson
William Rumsey
Donna Schneider
Barbara Lett Simmons
Wallacetine Taliaferro-Curtis
Honorable Harry L. Thomas
Romaine Thomas
Erica Tollett
Debra Thomas Truhart
Robert L. White
Lorraine H. Whitlock
Joslyn Williams
Robert Yeldell
Frank Zampatori

Barbara W. Garnett
Executive Director

MEMORANDUM

TO: District of Columbia Democratic State Committee Executive Committee

FROM: James M. Christian, Sr.
Chairman

DATE: August 5, 1987

RE: Special Executive Committee Meeting

There will be a special meeting of the Executive Committee at 8:30 AM on Friday, August 7, 1987 at Joe & Moe's.

This meeting is called for the purpose of considering the Ward 5 Democrats election of officers complaints and the Ward 5 Democrats response to State Committee directives. Your attendance is urgently requested so that you can provide the Chairman with guidance as to how the Ward 5 Democrats situation should be handled.

We will also consider the recently released Federal Election Commission's audit report which you will find enclosed.

In addition, we will discuss the conditional approval of our 1988 Democratic National Convention Delegate Selection Plan which indicates that our plan is approved subject to our adopting a number of "technical" changes.

It is critically important that you make every effort to attend this Executive Committee meeting given the fact that we have some very important items to address. Again, your attendance is urgently requested.

Enclosures

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

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Joslyn Williams
Robert Yeldell
Frank Zampatori

Barbara W. Garnett
Executive Director

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
EXECUTIVE COMMITTEE MEETING

August 7, 1987

Agenda

I. Consideration of Ward 5 Democrats election of officers complaints and Ward 5 Democrats response to State Committee directive

II. Federal Election Commission Audit Report

III. 1988 Democratic National Convention Delegate Selection Plan Conditional Approval

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
3636 Sixteenth Street, NW, Suite AG-65 • Washington, DC 20010 • (202) 289-4061

James M. Christian, Sr.
Chairman

August 5, 1987

Celia Jacoby, Attorney
Federal Election Commission
999 E Street, N.W.
6th Floor
Washington, D.C. 20493

Dear Ms. Jacoby:

I am writing to acknowledge receipt of the Federal Election Commission (FEC) Findings in MUR 2106 District of Columbia Democratic State Committee which we obtained by messenger from your office. Apparently, the mailed copy went awry somewhere in the mail.

In follow-up to our discussion of the Findings, as Chairman of the District of Columbia Democratic State Committee I am requesting that the "concilia" process attendant to MUR 2106 now be reactivated and continued. Continuation of the process will afford us an opportunity to review the Findings and meet with you and the Commission's auditors at a time and place decided by you. We at the State Committee will make ourselves available at your earliest convenience.

May I express the State Committee's appreciation for your very professional handling of this matter and the cooperative attitude that you have exhibited on behalf of the Commission. We look forward to a definitive and certainly amicable resolution of the items cited in MUR 2106.

Sincerely,

JAMES M. CHRISTIAN, SR.
Chairman

cc: Mr. Larry Weston

2104035133

Democratic National Committee

Kathy Vick, Chair
Compliance Assistance Commission

July 22, 1987

Mr. James Christian
1090 Vermont Avenue, N.W. #1200
Washington, D.C. 20005

Dear Jim:

This is to inform you that the Compliance Assistance Commission has found your plan in Conditional Compliance.

I have enclosed a staff evaluation that explains the technical deficiencies that must be corrected to bring your plan into compliance. I hope you will attend to these deficiencies promptly.

If you have any questions concerning the plan or the evaluation, I hope you will feel free to call me at 504-899-3565 or Jim Carey, executive director, at 202-863-8162.

Sincerely,

Kathy Vick
Chair
Compliance Assistance Commission

21040351134

DISTRICT OF COLUMBIA:
STAFF EVALUATION

Recommended Finding: Conditional Compliance. The plan complies with the spirit and generally with the substance of the Rules and the Call, but has certain minor deficiencies or omissions as follows:

Introduction--Number of delegates and alternates. The introduction states that the District of Columbia has a total of 20 delegates and 6 alternates; in fact, the District has 24 delegates and 5 alternates.

Page 3, section II(F)--District-level delegates--candidate right of approval. The plan allows presidential candidate representatives a period of 24 hours in which to review and approve lists of candidates for district-level delegate positions. Pursuant to Rule 11E, it is recommended that at least 48 hours be allowed for this purpose, if possible.

Page 4, section II(H)--Pre-primary slating caucuses. The plan should explain how the number of candidates to be slated has been determined, since the numbers do not appear to bear any fixed ratio to the number of district-level positions to be filled (18 candidates for 5 positions in the 1st district and 24 for 6 positions in the 2d district).

Page 5, section II(I)--District-level--Primary balloting. The plan should explain how alternates will be selected at the district level, i.e., by clarifying that alternates will be the next-highest vote-getters.

Pages 5--6, section III(B)--Unpledged delegates--DNC Members. The plan states that the 2 apportioned DNC Members from the District of Columbia to be certified as unpledged delegates will be those whose terms begin at the end of the 1988 Convention, i.e., the new DNC Members elected in the spring of 1988. Pursuant to the Charter and CAC Regulation 7.09, the apportioned DNC Members to be certified as unpledged delegates are those whose terms began at the end of the 1984 Convention and will expire at the end of the 1988 Convention.

Page 6, section IV(C)--Selection of pledged party leader and elected official and at-large delegates by State Committee. To demonstrate compliance with Rule 8C, the plan should explain how the State Committee members are apportioned. Also, this section states that members of the State Committee will be elected in the May, 1988 primary "and at the June 9, 1988 State Committee meeting;" the latter should be clarified.

Page 7, section IV(G)--Pledged party leader and elected official delegates--candidate right of approval. The plan should set deadlines for the submission of names of those who have filed to presidential candidate representatives, and for the submission by

2104035135

such representatives to the State Chair of the list of approved delegate candidates. Also, the plan should make clear that the names of those who have filed should be submitted to presidential candidate representatives.

Page 8, section V(G)--At-large delegates--filing. Pursuant to Rule 11B, persons seeking these positions must be required to file a signed pledge of support to a presidential preference, as well as a statement of candidacy.

Also, the plan allows a period of 24 hours for presidential candidate representatives to review the list of those who have filed for these delegate positions. Pursuant to Rule 11E, it is recommended that at least 48 hours be allowed for this purpose, if possible.

Page 9, section VI(B)--General provisions--Participation. The plan indicates that participation "at the caucus level" will be limited to registered Democrats. If participation in the primary will also be so limited, that fact should be stated.

Page 11, section VI--General provisions. Pursuant to Rule 15, the plan should indicate whether proxy voting will be permitted and, if so, should set forth procedures consistent with Rule 15.

Page 11, section VI(J)--"Good conscience" rule. The reference to "Rule 11M" should be changed to "11H."

Affirmative Action Program

Exhibit 3--Representation goals. The plan gives a single percentage for "Blacks and Other Races," based on census data. The plan should set forth the Party's determination of the percentage of the Democratic electorate represented by each of the groups listed in Rule 6A. Also, representation goals should be expressed in terms of numbers of delegates, as well as percentages.

Challenges

Page 18, section VIII(B). In the last paragraph, change "Assistance Regulations of the Compliance Commission" to "Regulations of the Compliance Assistance Commission."

Page 18, section VIII(C)--Implementation challenges. The plan states that challenges to implementation of an Affirmative Action program must be served within 10 days after discovery of the failure to implement or 30 days prior to the initiation of the delegate selection process. Pursuant to CAC Regulation 5.01(f), such challenges must be filed no later than 30 days prior to initiation of the delegate selection process.

2104035136

COUNCIL OF THE DISTRICT OF COLUMBIA

WASHINGTON, D.C. 20004

HARRY L. THOMAS, SR
Councilmember-Ward 5

July 29, 1987

James M. Christian, Esq.
Chairperson, D.C. Democratic State Committee
3636 - 16th St., N.W. Suite AG-65
Washington, D.C. 20009

Dear Mr. Christian:

I am writing to keep you and the Committee abreast of recent developments with respect to the conduct of an election of officers for the Ward 5 Democrats. The issue was raised and addressed at our last meeting on July 27, 1987. The organization was fully apprised of the State Committee's prior process, deliberations and resolution.

Upon a motion from the floor, properly seconded and discussed, the organization voted 47-10-4 to slightly modify the election schedule as decided upon by the State Committee. As the Ward 5 Democrats has never conducted a monthly meeting in August (much less July in off-years), it was felt that postponing the timetable one month would be in order. It is simply unrealistic to expect an adequate or representative turnout in August. Despite an informational mailing to over 900 Ward 5 democrats, the July meeting garnered only some 60 attendees. Many observed that they would, like myself, be on vacation in late August and unable to attend. In that the August meeting would have included the taking of officers' nominations from the floor, it was our consensus that the process was too important to be conducted in the quiet month of August.

Please find enclosed my explanation to the body of why an August meeting was impracticable. The vast majority of attendees agreed with my reasoning, as evidenced by the lopsided vote. The predictable and vociferous minority faction will no doubt share their views with you soon, if they have not already. Hoping you enjoy a pleasant vacation, I remain,

Very truly yours,

Harry L. Thomas

Harry L. Thomas
Chairperson, Ward 5 Democrats
Councilmember - Ward 5

HLT/cc
Enclosure
cc: State Committee members

21040351137

Ward 5 Dems

Ward Five Democratic Committee **District of Columbia**

July 27, 1987

To All Ward 5 Democrats:

As you may know, the D.C. Democratic State Committee reached an agreement with the Ward 5 Democrats regarding the current election for officers. On July 9, 1987, the State Committee adopted a timetable which called for tonight's meeting to announce the appointment of a nominating committee, an August 24 meeting to announce the committee's nominations, and a September 28 meeting to elect officers from among the nominees.

August has traditionally been a vacation month for the Ward 5 Democrats. Not only will many of you be on vacation in late August, but I, too, will be traveling in Europe and Africa at that time. I agreed to the timetable proposed by the State Committee, but was unaware that my previous travel commitments could not be changed. It is my feeling that moving the proposed timetable back one month will not inconvenience anyone significantly. It is better to conduct elections at a time when most people can be in attendance, and not during a month when the Ward 5 Democrats have never conducted a monthly meeting.

Therefore, we will conduct the elections on the following schedule:

July 27: Appointment of Nominating Committee

Sept 28: Report of Nominating Committee

Oct. 26: Election of officers

21040351138

★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1090 Vermont Avenue, Northwest Suite #1200
Washington, D.C. 20005 (202) 289-4061

Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman

James M. Christian
Chair
Daria P. Winter
Vice Chair
William H. Simons
Recording Secretary
Janette Hoston Harris
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Robert Bush
Daniel Butler
Joseph Carter
Barbara Bell Clark
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Vincent H. Cohen
Jerry Cooper
Andrew P. Corley
Howard Croft
Wallacetine Curtis
John Daniels
Bernard Demczuk
Kathy Foster
Alexa Freeman
Winifred Freeman
Theodis "Ted" Gay
Linda Greenan
Linda Grigsby
Andrea Irby
Concha Johnson
Phinis Jones
Ruth Jordan
Aurelia Corbett King
Paul Kuntzler
Rene Lee
Helen W. Mays
Dusty McClintick
Elona Evans McNeil
James Mercer
James Nathanson
Paula Nickens
James Parks
Emma Patton
Florence Pendleton
Myrna Peralta-Guevara
Mark L. Plotkin
Steven Ramirez
Daniel Robinson
Mattie Robinson
William Rumsey
Anwar Saleem
Donna Scheeder
Barbara Lett Simmons
Harry Thomas
Romaine Thomas
Francis D. Threadgill, Jr.
Erica Tollett
Debra Thomas Truhart
Larry F. Weston
Lorraine H. Whitlock
Joslyn Williams
Frank Zampatori

Barbara W. Garnett
Executive Director

February 5, 1987

Minutes- District of Columbia Democratic State Committee

The District of Columbia Democratic State Committee met on the above date at the Pavillion, 11th and Pennsylvania Avenue, N.W.. The meeting was called to order by the Chairman at 7:16 p.m.

ROLL CALL

Stanley Allen	Linda Grigsby	William Rumsey
Robert Artisst	Janette Hoston Harris	Donna Scheeder
Stanley Boucree	Concha Johnson	Barbara Lett Simmons
Marilyn T. Brown	Ruth Jordan	William H. Simons
Joseph Carter	Aurelia Corbett King	Erica Tollett
James Christian	Richard Landis	Debra T. Truhart
Richard Clark	Norman Linsky	Larry Weston
Jerry Cooper	Helen Mays	Lorraine H. Whitlock
Wallacetine Curtis	Paula Nickens	Daria P. Winter
John Daniels	James Parks	Frank Zampatori
Donald Dinan	Florence Pendleton	Robert Yeldell
Patricia Elwood	Mark Plotkin	
Elona Evans-McNeil	Mattie Robinson	

The agenda as presented by the Chair was approved except that the HomeRule Committee was changed to Statehood and Boards and Commissions was added to the reports of Standing Committees. The Jan. 9 Minutes were approved except:

1. Under the corrections noted in the December 4, 1986 minutes item B. should read Ronald Moyer and Ronald Walters are new members of the Voter Education and Affirmative Action Committee.
2. Under the report of the Committee on Boards and Commissions the statement, "The District of Columbia Democratic State Committee should present testimony at the confirmation hearings either in support or opposition to individuals nominated to various boards and commissions".
3. Under unfinished business it should have been stated that the Vice-chairperson responded to the query of Mark Plotkin that an an answer would be forthcoming in the next meeting.

ANNOUNCEMENTS

Donna Scheeder informed the committee members that the Ward 6 Democrats are sponsoring a fundraiser on April 3 by selling tickets to the Washington Bullets vs. Chicago Bullets basketball game. Tickets may be secured from Richard Rauche at 547-4401.

The Young Democrats are sponsoring a Pre-Valentine Mixer on Wedenesday, February 11, from 6-9 p.m. at Champions, 1206 Wisconsin Avenue, N.W..

REPORTS OF OFFICERS

The following recommendations from the Executive Committee were presented to the Committee for action:

1. That the fiscal year of the Committee be established as Oct. 1-Sept. 30. Motion carried.
2. That the auditor be requested to prepare a qualified audit consistent with the outcome of the conference held with the Chair and Vice-chair. Motion carried.
3. That the Chairman, Vice-chair and Treasurer be authorized to finalize the terms and for a loan of $20,000.00 from Versharn Scales, President of MTI, Inc.. Motion carried with two no votes noted.
4. That the Party Organization and Function Committee and the Voter Education and Affirmative Action Committee proceed with the filling of the vacancy in Ward 8 caused by the resignation of Gail Anderson. Motion carried.
5. That the Committee in conjucntion and cooperation with the Ward 7 delegates to the Committee develop procedures to reinstate the Charter of the Ward Seven Democrats. This motion was tabled pending a meeting of the Chairman with the Ward 7 delegates.
6.That the Chairman, Vice-chair and Treasurer be authorized to finalize a lease on office space at the Woodner and that an Ad Hoc Committee be appointed to survey alternative space for the future. The motion was carried with 3 abstentions and 1 nay vote.
7. That the Budget Task Force be comprised of the Finance Committee, the Treasurer, and additional members to be designated by the Chairman in consulation with the Treasurer and the Chairperson of the Finance Committee.

The Treasurer's Report was received subject to audit.

REPORTS OF COMMITTEES

Finance- Marilyn Brown submitted a comprehensive report on the Kennedys-King Dinner to be held on April 30, 1987. Copy of the report is in the office. The report was received.

Issues- James Parks reported that procedures for nominating delegates by caucuses have been submitted to the Party Organization and Function and Voter Education and Affirmative Action Committees. The Committee is in the process of developing procedures for delegate selection to the 1988 convention, and will submit at next months meeting the procedures for getting issues before the Issues committee. The report was received.

Party Organization and Function- Paula Nickens informed the Committee that the petitions for the vacancy in Ward 8 will be available in the office on Feb 17, 1987. A press release has been issued and the time table for the election will be developed. The report was received.

Statehood Committee- Barbara Lett Simmons submitted the following report:

1. The next meeting of her committee will be at noon on Feb. 18.
2. The Statehood Mission Team will meet on Saturday, February 7, 1987, at 10:00 a.m. in room 1310 of the Longworth Building.
3. All Wards should have representatives on the committee. To date, there are no representatives from Wards 5, 7, and 8.
4. An invitation should be issued to Senator Kennedy, Congressman Fauntroy, and National Chairman Kirk to meet with the Committee.
5. A survey and inventory of all national organizations with affiliations will be made and an Honor Roll of supporting organizations and Congressional members in favor of statehood will be compiled.
6. Plans are being developed to hold a reception for the new members of the Senate.
7. Plans are being developed to hold organize a lobbying process for the members of the House of Representatives urging each to become a sponsor of the Statehood Bill or to vote in the affirmative.
8. A resolution of reaffirmation will be developed for the CHairman to present at the next DNCN meeting.
9. Through the cooperation of Ruth Jordan, Hagar, Sharp and Abrahmson will develop

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a logo for State hood which will be used on stickers and jewelry. The report was received.

A resolution on the election of the temporary Senators and Representatives for the State of New Columbia was adopted. (Barbara Lett Simmons was to present a typed copy of the resolution.)
Boards and Commissions- Florence Pendleton requested that Committee members submit biographical sketches which may be used in the selection processs for nominees to boards and commissions. The report was received.
Constitution and By-Laws- Robert Artisst requested that all Wards submit a copy of their latest Constitution and By-Laws to the committee so that it may complete its work on a model document.

UNFINISHED BUSINESS

James Parks asked if the letter had been sent protesting the treatment of the D.C. Democratic State Committee during the inaugural activities. The Chair responded that the letter had not been sent.

The meeting was adjourned at 10;01 p.m..

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★★★ DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1110 Vermont Avenue NW, Suite 840, Washington, DC 20005 (202) 347-5670

Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman

James M. Christian
Chair
Daria P. Winter
Vice Chair
William H. Simons
Recording Secretary
Janette Hoston Harris
Corresponding Secretary
Richard Clark
Treasurer

Gail Anderson
Robert Artisst
Johnny Barnes
Walter Beach
Edward Black
Bobbi Blok
Stanley A. Boucree
Marilyn T. Brown
Robert Bush
Daniel Butler
Joseph Carter
Barbara Bell Clark
James E. Coates
Vincent H. Cohen
Jerry Cooper
Andrew P. Corley
Howard Croft
Wallacetine Curtis
John Daniels
Bernard Demczuk
Kathy Foster
Alexa Freeman
Winifred Freeman
Theodis "Ted" Gay
Linda Greenan
Linda Grigsby
Andrea Irby
Concha Johnson
Phinis Jones
Ruth Jordan
Aurelia Corbett King
Paul Kuntzler
Irene Lee
Helen W. Mays
Dusty McClintick
Elona Evans McNeil
James Mercer
James Nathanson
Paula Nickens
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Erica Tollett
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Larry F. Weston
Lorraine H. Whitlock
Joslyn Williams
Frank Zampatori

Barbara W. Garnett
Executive Director

October 9, 1986

TO: MEMBERS OF THE DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

RE: STATEMENT OF INCOME AND EXPENDITURES FOR THE PERIOD SEPTEMBER 1, 1986 THROUGH SEPTEMBER 30, 1986

CASH BALANCE:		$ 199.53
INCOME:		
Dollars for Democrats	$ 2,256.30	
Contributions:		
Survey Research Corporation	25.00	
James M. Christian	500.00	
William Simons	100.00	
		+ $2,881.30
TOTAL INCOME		$3,080.83
EXPENDITURES:		
Salaries	$ 1,512.60	
Postage	88.00	
Occupancy Costs	575.00	
Phone/Messenger	297.14	
Office Supplies	50.62	
TOTAL EXPENDITURES		$2,523.36
BALANCE		$ 557.47

Please turn over for Accounts Payable and Accounts Receivable.

ACCOUNTS RECEIVABLE:		$300.00
HOLIDAY CELEBRATION:		
Dr. Stanley Boucree	$150.00	
Harry Thomas	$150.00	
ACCOUNTS PAYABLE:		
1984 Unpaid Invoices		$ 6,461.54
1985 X-Mas Party Account		250.60
1985 Direct Mail Account		2,856.28
1985 Kennedys-King Printing Account		4,747.74
1985 Delegate Selection		2,599.00
1986 Occupancy Costs		1,150.00
		$18,065.16

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 6, 1988

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

James Christian, Esquire
Laxalt, Washington, Perrito & Dubuc
1120 Connecticut Avenue, N.W.
Washington, D. C. 20036

RE: MUR 2106
District of Columbia
Democratic State
Committee and Larry
Weston, as treasurer

Dear Mr. Christian:

Based on information ascertained in the normal course of carrying out its supervisory responsibilities, and information supplied by you, the Federal Election Commission, on November 25, 1985, January 10, 1986, August 6, 1986, February 2, 1987 and July 1, 1987, found reason to believe that your clients, District of Columbia Democratic State Committee and Larry Weston, as treasurer, violated various provisions of the Federal Election Campaign Act of 1971, as amended, and instituted an investigation in this matter.

After considering all the evidence available to the Commission, the Office of the General Counsel is prepared to recommend that the Commission find probable cause to believe that violations have occurred.

The Commission may or may not approve the General Counsel's recommendation. Submitted for your review is a brief stating the position of the General Counsel on the legal and factual issues of the case. Within 15 days of your receipt of this notice, you may file with the Secretary of the Commission a brief (10 copies if possible) stating your position on the issues and replying to the brief of the General Counsel. Three copies of such brief should also be forwarded to the Office of the General Counsel, if possible. The General Counsel's brief and any brief which you may submit will be considered by the Commission before proceeding to a vote on whether there is probable cause to believe violations have occurred.

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If you are unable to file a responsive brief within 15 days, you may submit a written request to the Commission for an extension of time. All requests for extensions of time must be submitted in writing five days prior to the due date, and good cause must be demonstrated. In addition, the Office of the General Counsel ordinarily will not give extensions beyond 20 days.

A finding of probable cause to believe requires that the Office of the General Counsel attempt for a period of not less than 30, but not more than 90, days to settle this matter through a conciliation agreement.

Should you have any questions, please contact Celia Jacoby, the attorney assigned to handle this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

Enclosure
Brief

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BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	
District of Columbia Democratic State Committee and Larry Weston, as treasurer	)	MUR 2106

GENERAL COUNSEL'S BRIEF

I. STATEMENT OF THE CASE

MUR 2106 originally arose from four separate referrals by the Reports Analysis Division. Based on information contained in the first referral, on November 20, 1985, the Federal Election Commission (the "Commission") found reason to believe that the D.C. Democratic State Committee Federal Campaign Fund (the "Committee") and Richard R. Clark, then treasurer, 1/ had violated 2 U.S.C. §§ 434(a)(4)(A)(i) and (iii) by failing to file four quarterly reports and a post-general election report in a timely manner during the 1983-1984 election cycle. The Commission also found reason to believe that the Committee and its treasurer had violated 2 U.S.C. § 433(c) by failing to report a change in treasurers in a timely manner.

On January 10, 1986, the Commission determined to merge the first two referrals and found reason to believe that the Committee and Richard R. Clark, then treasurer, had violated 2 U.S.C. § 434(a)(4)(A)(iv) by failing to file the 1985 Mid-Year Report in a timely manner. On June 4, the Commission agreed to enter into conciliation with the Committee prior to a finding of probable cause to believe.

1/ On July 15, 1986, the Committee filed an amended Statement of Organization listing James E. Mercer as its new treasurer. The Committee also changed its name to District of Columbia Democratic State Committee.

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After a period of unproductive settlement negotiations, on August 6, 1986, the Commission voted to withdraw its proposed conciliation agreement and to undertake an audit of the Committee pursuant to 2 U.S.C. § 437g(a)(2). Additionally, the Commission voted to merge the third referral into MUR 2106 and to find reason to believe that the Committee and James E. Mercer, then treasurer, had violated 2 U.S.C. § 434 for failing to timely file the 1986 April Quarterly Report.

On February 2, 1987, the Commission determined to merge the fourth referral into MUR 2106 and found reason to believe that the Committee and Larry Weston, as treasurer, 2/ violated 2 U.S.C. §§ 434(a)(4)(A)(i) and (iv). The basis for these findings was the Committee's failure to file the 1985 Year End and 1986 October Quarterly Reports in a timely fashion.

On March 16, 1987, the Office of the General Counsel received a report from the Audit Division discussing the findings of its audit of the Committee. Based on this Office's recommendations and the audit results, on July 1, 1987, the Commission found reason to believe that District of Columbia Democratic State Committee and Larry Weston, as treasurer, had violated 2 U.S.C. § 441b(a) and 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2); 2 U.S.C. § 434(b)(3)(A); 11 C.F.R. §§ 102.17(c)(8)(i)(B) and 102.9(c); 2 U.S.C. §§ 432(c)(2) and (d) and 11 C.F.R.

2/ On December 15, 1986, the Commission received an amendment to the Committee's Statement of Organization stating that Larry Weston had been elected treasurer.

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§ 102.9(d); 2 U.S.C. § 434(b)(5)(A); and 2 U.S.C. § 434(b)(1), (2), and (4).

Despite continuous efforts in response to the Respondents' requests for conciliation prior to a finding of probable cause to believe, no agreement in conciliation of this matter has been achieved.

II. ANALYSIS

The principal issues are repeated failures by the Respondents to make timely filings and to maintain proper and accurate records.

A. Apparent Receipt of Prohibited Contributions

Under 11 C.F.R. § 102.5(a)(1)(i), a political committee which finances political activity in connection with both federal and non-federal elections and maintains separate federal and non-federal accounts shall not transfer to such federal account funds from any other account maintained by such organization to finance non-federal election activities. Further only those funds subject to the prohibitions and limitations of the Federal Election Campaign Act of 1971, as amended (the "Act"), may be deposited in such federal account. 11 C.F.R. § 102.5(a)(1)(i). Additionally all funds deposited in the federal account must conform to the provisions of 11 C.F.R. § 102.5(a)(2). The contributions must (a) be designated for the federal account, (b) result from solicitations which state that the funds will be used for federal political activity, and (c) be made by

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contributors who are informed that the contributions are subject to the limitations and prohibitions of the Act. Id. Political committees are also prohibited by 2 U.S.C. § 441b(a) from knowingly accepting or receiving contributions from corporations or labor unions. See also 2 U.S.C. § 441a(f).

During 1984 the Committee maintained separate accounts for federal and non-federal activity. The federal account received two transfers from the non-federal account in the amounts of $6,000 and $1,000 on June 14, 1984 and July 5, 1984, respectively. The $6,000 transfer was reported as being received on May 25, 1984, from Dollars for Democrats. However, the federal account received this sum via a transfer from the non-federal account which had originally received the funds from Dollars for Democrats on May 30, 1984.

During the audit period, the federal account received six transfers from Dollars for Democrats, 3/ totaling $10,974.18; the non-federal account received eight transfers from Dollars for Democrats, totaling $27,013.76. The review of the Committee's non-federal check register indicated that the receipt and subsequent transfer-out of the $6,000 referred to above was never recorded, and the non-federal account did not need these funds ($6,000) to maintain a positive balance during the period that

3/ Dollars for Democrats is a registered political committee.

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these funds were on deposit.

The $1,000 transfer on July 5, 1984, appears to represent a straight transfer of funds from the non-federal to the federal account. It should also be noted that corporate and labor union funds are permissible for use in local elections in the District of Columbia. Accepting and using corporate and labor union contributions in connection with federal political activity is proscribed by 2 U.S.C. § 441b.

Committee representatives stated that they believed the funds could be deposited in either account due to their permissible nature, and if money was needed in the federal account they would transfer the funds.

It is the recommendation, therefore, of this Office that the Commission find probable cause to believe that the Committee and its treasurer violated 2 U.S.C. § 441b(a) and 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2) by acceptance and deposit of funds transferred from its non-federal account which transfer may have contained corporate or union funds.

B. Itemization of Receipts

Disclosure of the identification of each person (other than a political committee) who makes a contribution to the reporting committee during the reporting period, in an aggregate amount or value in excess of $200 within the calendar year, or in any lesser amount if the reporting committee should so elect, together with the date and amount of any such contribution must be made under 2 U.S.C. § 434(b)(3)(A).

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The term "identification" in the case of an individual under 2 U.S.C. § 431(13)(A) means the name, the mailing address, and the occupation of such individual, as well as the name of his or her employer.

In the review of the Committee's receipts, it was determined that the Committee had 32 receipts totaling $18,333.32 which required itemization. The following discrepancies were noted with respect to these contributions:

- o 24 items, totaling $14,076 (75% of the number and 76.78% of the dollar value), were not itemized;
- o 4 items, totaling $2,445.32 (12.50% of the number and 13.34% of the dollar value), lacked disclosure of the aggregate year-to-date total. Additionally, two of the four items ($1,600) did not adequately disclose the occupation and/or name of employer; and
- o for one item ($250) the Committee failed to disclose the amount.

Committee officials did not provide an explanation for any of the above discrepancies. Therefore, this Office recommends that the Commission find probable cause to believe the Committee and its treasurer violated 2 U.S.C. § 434(b)(3)(A) by failing to adequately disclose contributions as required by the Act.

C. Disclosure of Joint Fundraising Receipts

Under 11 C.F.R. § 102.17(c)(8)(i)(B), each participating political committee shall report its share of net proceeds from

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joint fundraising activities as a transfer-in from the fundraising representative. Each participating political committee shall also file a memo Schedule A itemizing its share of the gross receipts as contributions from original contributors to the extent required under 11 C.F.R. § 104.3(a).

Pursuant to 11 C.F.R. § 102.9(c), the treasurer shall preserve all records and accounts required to be kept under 11 C.F.R. § 102.9 for three (3) years after the report to which such records and accounts relate is filed. The identification (as defined in 11 C.F.R. § 100.12) of each contributor and the aggregate year-to-date total contributions for such contributor shall be reported. The name of each person, other than any committee, who makes a contribution to the reporting committee during the reporting period which contribution aggregates in excess of $200 per calendar year, together with the date of receipt and amount of any such contributions, shall be itemized in the report. 11 C.F.R. § 104.3(a)(4)(i).

The Committee received two transfers totaling $31,097 from Democrats Vote. These transfers represented the Committee's share of proceeds from a joint fundraiser. The Committee reported these transfers on Schedule A as being received from Democrats Vote (Democratic National Committee) without an accompanying memo Schedule A itemizing the contributions from original contributors as required by 11 C.F.R. § 102.17(c)(8)(i)(B).

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The former Executive Director recalled that such information was provided to each participant, although the whereabouts of the information was not currently known, nor could an explanation of why this information was not reported be given by past or current Committee officials. As a result, the audit staff were unable to determine the amount and number of contributions requiring itemization, if any.

Accordingly, this Office recommends that the Commission find probable cause to believe that the Committee and its treasurer violated 11 C.F.R. § 102.17(c)(8)(i)(B) by not disclosing any itemizable contributions on a memo Schedule A, and 11 C.F.R. § 102.9(c) by not maintaining the necessary records to support such contributions.

D. Recordkeeping of Contributions

Under 2 U.S.C. § 432(c)(2), the treasurer of a political committee shall keep an account of the name and address of any person who makes a contribution in excess of $50, together with the date and amount of such contribution.

Section 102.9(d) of the Commission's Regulations provides that when performing recordkeeping duties, the treasurer (or an authorized agent) shall use his or her best efforts to obtain, maintain and submit the required information and shall keep a complete record of such efforts. If there is a showing that best efforts have been made, any records of a committee shall be deemed to be in compliance with the Act.

The treasurer is required by 2 U.S.C. § 432(d) to preserve

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all records required to be kept by this section and copies of all reports required to be filed by this subchapter for three (3) years after the report is filed.

Committee records indicated that the Committee had received 76 contributions, totaling $59,793.50, for which the name and address of each contributor were required to be maintained. In eleven instances, totaling $5,065, there was no record of the contributors' addresses. 4/ This represents 14.47% of the number and 8.47% of the dollar value. The Committee's solicitation materials indicated that only two of eight fundraising appeals requested the contributor to provide an address.

Therefore, this Office recommends that the Commission find probable cause to believe the Committee and its treasurer violated 2 U.S.C. §§ 432(c)(2) and (d) and 11 C.F.R. § 102.9(d) by failing to obtain required information and maintain adequate contribution records.

E. Disclosure of Disbursements

Each report filed under 2 U.S.C. § 434(b)(5)(A) must disclose the name and address of each person to whom an expenditure in an aggregate amount or value in excess of $200 within the calendar year is made by the reporting committee to meet a candidate or committee operating expense, together with the date, amount, and purpose of such operating expenditure.

4/ It should be noted that seven (7) of these items, totaling $3,700, are included as part of Recommendation B, concerning the failure to adequately disclose contributions as required by the Act.

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The Committee made 112 itemizable disbursements, totaling $83,412.17, during the audit period. A review of these items revealed the following discrepancies:

- o 23 items, totaling $10,142, did not disclose the payee correctly;
- o 4 items, totaling $4,263.77, did not disclose the amount correctly; and
- o 5 items, totaling $7,285.62, did not disclose the payee's address.

Therefore, this Office recommends that the Commission find probable cause to believe the Committee and its treasurer violated 2 U.S.C. § 434(b)(5)(A) by failing to adequately disclose disbursements as required.

F. Misstatement of Financial Activity

Each report of receipts and disbursements filed must disclose the amount of cash on hand at the beginning of the reporting period and the total amount of all receipts and disbursements for the reporting period and the calendar year in accordance with 2 U.S.C. §§ 434(b)(1), (2) and (4).

The audit report revealed (a) a $44.29 overstatement for beginning cash resulting from the Committee's apparent failure to disclose 1983 bank charges; (b) a $2,106 understatement in receipts resulting from failure to disclose contributions from six individuals ($2,066) and one unknown source ($40); and,

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(c) a $1,384.24 understatement in disbursements resulting from the following:

o	misstatement of total disbursements on summary page	$ (209.51)
o	reported void check and NSF disbursement	(200.00)
o	bank charges not reported	70.00
o	overreporting of two disbursements	(86.00)
o	underreporting of two disbursements	1,376.15
o	four disbursements not reported	423.60
o	unexplained	10.00
	Total	$1,384.24

No material discrepancy was noted by the audit staff with respect to the reports filed for the calendar year 1985. Based on the audit the correct amount of federal activity during the audit period is $86,510.40 in receipts and $86,588.89 in disbursements. Committee officials provided no explanation for the above discrepancies. Therefore, this Office recommends that the Commission find probable cause to believe that the Committee and its treasurer violated 2 U.S.C. §§ 434(b)(1), (2) and (4) for its failure to accurately report its financial activity.

G. Failure to Report Changes in Treasurer

Section 433(c) of Title 2 of the United States Code requires that any change in information previously reported in a statement of organization for a political committee be reported within ten

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days after the date of such change. Among the information which must be reported is the name of the treasurer for the political committee. The treasurers of the Committee were Walter Beach (May 18, 1983 through June 6, 1984); Richard Clark (June 7, 1984 through July 10, 1986); James E. Mercer (July 10, 1986 through December 4, 1986); and Larry Weston (December 4, 1986 until present). The notification of change from Mr. Beach to Mr. Clark as treasurer of the Committee was received by the Commission on August 26, 1985, substantially more than ten days after the date of change. An Amendment to the Statement of Organization, filed on July 15, 1986, evidenced the change in treasurer to Mr. Mercer, which amendment was timely filed. On December 15, 1986, the Commission received an amendment to the Committee's Statement of Organization which stated that Larry Weston had been elected treasurer as of December 4th. Again, this filing appears timely. Accordingly, there is probable cause to believe that the Committee and its treasurer violated 2 U.S.C. § 433(c) by failing to report a change in its treasurer in a timely manner.

H. Failure to Timely File Reports

Section 434(a) of Title 2, United States Code prescribes certain reporting and filing requirements for political committees. Failure to file reports within the time frame required is a violation of this section of the Act. During calendar years 1984 through 1986,

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the Committee failed to timely file nine (9) reports, as indicated on the chart below.

Report	Referral	Due Date	Date Filed	Days Late	RTB Found
1984 April	85NF-124	4-15-84	5-9-85	389	11/20/85
1984 July	85NF-124	7-15-84	5-9-85	298	11/20/85
1984 October	85NF-124	10-15-84	5-9-85	206	11/20/85
1984 Post-General	85NF-124	12-06-84	9-23-85	291	11/20/85
1984 Year End	85NF-124	1-31-85	9-23-85	235	11/20/85
1985 Mid-Year	85NF-135	7-31-85	9-23-85	54	01/10/86
1985 Year End	86NF-13 86NF-46	1-31-86	3-11-86	39	08/06/86 02/02/87
1986 April	86NF-13	4-15-86	6-9-86	54	08/06/86
1986 October	86NF-46	10-15-86	4-9-87	176	02/02/87

Pursuant to 2 U.S.C. § 434(a)(4)(A)(i), during an election year, the treasurer of a political committee is required to file either quarterly or monthly reports. Quarterly reports must be filed no later than the 15th day after the last day of each calendar quarter, except the report for the final calendar quarter must be filed no later than January 31st of the following calendar year. Section 434(a)(4)(A)(iii) of Title 2, United States Code further requires the treasurer of a political committee to file a post-general election report no later than the 30th day after the general election. During calendar years in which no regularly scheduled general election is held, the

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treasurer must file a report covering the period January 1 through June 30, inclusive, no later than July 31st, and a report covering the period July 1 through December 31, inclusive, no later than January 31 of the next year. 2 U.S.C. § 434(a)(4)(A)(iv).

As indicated above, the Respondents failed to timely file reports in violation of 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv). Therefore, this Office recommends that the Commission find probable cause to believe that violations occurred on these grounds.

III. GENERAL COUNSEL'S RECOMMENDATION

1. Find probable cause to believe that District of Columbia Democratic State Committee and Larry Weston, as treasurer, violated 2 U.S.C. § 441b(a) and 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2); 2 U.S.C. § 434(b)(3)(A); 11 C.F.R. §§ 102.17(c)(8)(i)(B) and 102.9(c); 2 U.S.C. §§ 432(c)(2) and (d) and 11 C.F.R. § 102.9(d); 2 U.S.C. § 434(b)(5)(A); 2 U.S.C. §§ 434(b)(1), and (4); 2 U.S.C. § 433(c); and 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv).

6/3/98
Date

Lawrence M. Noble
General Counsel

2104035159

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

April 22, 1988

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

James Christian, Esquire
Laxalt, Washington, Perrito & Dubuc
1120 Connecticut Avenue, N.W.
Washington, D.C. 20036

RE: MUR 2106
District of Columbia
Democratic State
Committee and
Larry Weston, as
treasurer

Dear Mr. Christian:

During a telephone conversation with Ms. Jacoby of my staff, you indicated that you were unable to respond to the Commission's conciliation agreement in MUR 2106 in a timely fashion. You stated that the executive committee must vote on the conciliation agreement at its April 19th meeting.

The Commission is still hopeful that this matter can be settled through a conciliation agreement. Although the 30-day period for pre-probable cause conciliation has elapsed, the period has been extended until May 1, 1988, to accommodate the organizational constraints of the respondent committee. However, if an agreement is not achieved by that date, this matter will proceed to the next stage of enforcement.

Should you have any questions, please contact Ms. Jacoby, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

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FEDERAL ELECTION COMMISSION

RECORD

January 1988 999 E Street NW Washington DC 20463 Volume 14, Number 1



FEC ELECTS NEW OFFICERS

On December 17, 1987, the Federal Election Commission unanimously elected Thomas J. Josefiak as Chairman and Danny L. McDonald as Vice Chairman. They will serve one-year terms commencing January 1, 1988. Mr. Josefiak succeeded Commissioner Scott E. Thomas in the chairmanship. Mr. McDonald succeeded Commissioner Josefiak as Vice Chairman.

Commissioner Josefiak, a Republican, has been serving on the Commission since August 1985. From 1981 until his appointment as Commissioner, Mr. Josefiak served as Special Deputy to the Secretary of the Senate, who, by law, is an ex officio member of the Commission. Prior to his appointment as Special Deputy, Commissioner Josefiak served as legal counsel to the National Republican Congressional Committee. He also served as minority special counsel on federal election law for the Committee on House Administration, U.S. House of Representatives. Prior to that, he was legislative assistant to Congressman Silvio O. Conte (R.-Mass.). A graduate of Fairfield University in Connecticut, Mr. Josefiak earned a Juris Doctor degree from Georgetown University Law Center. His term as Commissioner is scheduled to expire on April 30, 1991.

Commissioner McDonald, a Democrat, has been a member of the Commission since December 17, 1981. Prior to his appointment to the Commission, he served as General Administrator of the Oklahoma Corporation Commission, responsible for the management of 10 regulatory divisions. He was Secretary of the Tulsa County Election Board from 1974 to 1979, and served as Chief Clerk of the Board in 1973. He has also served on the Advisory Panel to the FEC's National Clearinghouse on Election Administration. A native of Sand Springs, Oklahoma, Mr. McDonald graduated from Oklahoma State University and attended the John F. Kennedy School of Government at Harvard University. His term as FEC Commissioner is scheduled to expire on April 30, 1993.



ELECTION YEAR REPORTING

The following paragraphs explain the reporting schedule for the various categories of filers during the 1988 election year. Accompanying charts on page 3 list the filing dates for reports required during 1988. Filing dates for primary election reports are listed separately on pages 4 and 5.

continued on p. 2

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Congressional Candidates Active in 1988 Elections

During 1988, principal campaign committees of candidates active in 1988 elections are required to file pre-primary and pre- and post-general election reports, as appropriate. They must also file quarterly reports. (For filing dates of reports, see page 3 below). In addition, any contribution of $1,000 or more received by the candidate's committee between 20 and 2 days before an election must be reported in writing by the recipient committee within 48 hours after it is received. 11 CFR 104.5(f).

If the candidate has more than one authorized committee, the principal campaign committee must also file a consolidated report, FEC Form 3Z. For details, see page 14 of the Campaign Guide For Congressional Candidates and Committees or 11 CFR 104.3(f).

Congressional Candidates Not Active in 1988 Elections

The principal campaign committees of candidates who will not be active in 1988 elections (i.e., committees authorized by candidates seeking election in future years or committees which were active in previous elections and have outstanding debts) must continue to report semiannually. (For filing dates of reports, see page 3 below.)

Note that campaigns with more than one authorized committee must also file a consolidated report. (See active Congressional Campaigns above.)

Presidential Committees

The principal campaign committees of Presidential candidates are required to report on either a monthly or quarterly basis during 1988. Committees which have received contributions or made expenditures aggregating $100,000 or more (or which anticipate this level of activity) must file monthly reports during 1988. In November and December 1988 and January 1989, in lieu of monthly reports, these Presidential committees must file a pre- and post-general election report and a year-end report. Committees with financial activity under $100,000 file quarterly reports, a pre-primary report, pre- and post-general election reports and a year-end report. (For filing dates of reports, see page 3 below.)

The FEC requests that Presidential committees which change their reporting schedule during 1988 notify the agency of their intention in writing.

Note that campaigns with more than one authorized committee must also file a consolidated report. (See Active Congressional Campaigns above.)

Parties and PACs

All party committees and PACs (i.e., separate segregated funds and nonconnected committees) are required to file on either a quarterly or a monthly basis in 1988. (The reporting schedules for quarterly and monthly filers are detailed below.)

Quarterly Filers

Those committees that choose to file quarterly must also file a post-general election report. In addition, quarterly filers that make contributions or expenditures to support specific candidates in 1988 elections must also file appropriate pre-election reports (primary, general or both) if their financial activity has not been previously disclosed. (For filing dates of reports, see below.)

Monthly Filers

Committees which file on a monthly schedule must file pre- and post-general election reports in lieu of their November and December monthly reports, and a year-end report, due January 31, 1989.

Independent Spenders

Note that any independent expenditures aggregating $1,000 or more and made between 20 and 2 days before an election must be reported within 24 hours after the expenditure(s) are made.

CHANGE IN FILING FREQUENCY

PACs and party committees which plan to change their reporting schedule in 1988 (e.g., from semiannually to monthly) must notify the Commission by submitting a letter with the January report. A committee may not change its filing frequency more than once a year. 11 CFR 104.5(c).

WHERE REPORTS ARE FILED

Committees must file all reports and statements simultaneously with the appropriate federal and state officials. 11 CFR 108.5.

Filing with the Federal Government

- The principal campaign committees of House candidates and committees supporting or opposing only House candidates file with the Clerk of the House, Office of Records and Registration, 1036 Longworth House Office Building, Washington, D.C. 20515. 11 CFR 104.4(c)(3) and 105.1.
- The principal campaign committees of Senate candidates and committees supporting or opposing only Senate candidates file with the Secretary of the Senate, Senate Public Records,

Hart Senate Office Building, Room 232, Washington, D.C. 20510. 11 CFR 104.4(c)(2) and 105.2.

- All other committees, including the principal campaign committees of Presidential candidates, file with the Federal Election Commission, 999 E Street, N.W., Washington, D.C. 20463. 11 CFR 105.3 and 105.4

Filing with State Governments

- The principal campaign committees of Congressional candidates must file a copy of every report and statement with the Secretary of State or the appropriate elections official of the state in which the candidate seeks federal office. 11 CFR 108.3
- The principal campaign committees of Presidential candidates must file copies of reports and statements with the Secretary of State or the appropriate elections official of the state in which the committee makes campaign expenditures. These reports must contain all financial transactions which apply to that state during the reporting period covered. 11 CFR 108.2.
- PACs and party committees making contributions or expenditures in connection with House and Senate races file reports and statements in the state in which the candidate seeks election. The law requires a copy only of that portion of the report applicable to the candidate(s) being supported. Committees supporting Presidential candidates must file in the state(s) in which the Presidential committee and donor committee have their respective headquarters.

FILING DEADLINES*

GENERAL ELECTION

Date of Election	November 8
Pre-Election Report**	
Closing date of books	October 19
Registered/certified mail date	October 24
Filing date*	October 27
Post-Election Report	
Closing date of books	November 28
Registered/certified mail date	December 8
Filing date*	December 8

MONTHLY REPORTS

Report	Period Covered	Filing Date*
February	1/1-1/31	February 20
March	2/1 - 2/29	March 20
April	3/1 - 3/31	April 20
May	4/1 - 4/30	May 20
June	5/1 - 5/31	June 20
July	6/1 - 6/30	July 20
August	7/1 - 7/31	August 20
September	8/1 - 8/31	September 20
October	9/1 - 9/30	October 20
Pre-Election	10/1 - 10/19	October 27**
Post-Election	10/20 - 11/28	December 8
Year-End	11/29 - 12/31	January 31, 1989

QUARTERLY REPORTS***

Quarter	Close of Books	Filing Date*
First	March 31	April 15
Second	June 30	July 15
Third	September 30	October 15
Fourth (Year-End)	December 31	January 31, 1989

*Reports sent by registered or certified mail must be postmarked by the filing date (except in the case of the pre-election report). Reports mailed first class or hand delivered must be received by the filing date.

**If the pre-election report is sent by registered or certified mail, it must be postmarked three days before the filing date. If sent by first class mail or hand delivered, the report must be received by the filing date.

***Committees may also have to file pre- and post-election reports. See text above.

PRIMARY ELECTION REPORTS DUE IN 1988

PRIMARY ELECTION REPORTS CONGRESSIONAL		12-Day Pre-Election Report		
State or Territory	Date of Election	Closing Date of Books	Mailing Date (if sent by registered or certified mail)	Filing Date****
Alabama	June 7	May 18	May 23	May 26
Runoff	June 28	June 8	June 13	June 16
Alaska	August 23	August 3	August 8	August 11
American Samoa**	November 8	October 19	October 24	October 27
Runoff***	November 22	November 2	November 10	November 10
Arizona*	September 13	August 24	August 29	September 1
Arkansas	March 8	February 17	February 22	February 25
Runoff***	March 22	March 2	March 10	March 10
California*	June 7	May 18	May 23	May 26
Colorado	August 9	July 20	July 25	July 28
Connecticut*	September 14	August 25	August 30	September 2
Delaware*	September 10	August 21	August 26	August 29
District of Columbia**	May 3	April 13	April 18	April 21
Florida*	September 6	August 17	August 22	August 25
Runoff	October 4	September 14	September 19	September 22
Georgia	August 9	July 20	July 25	July 28
Runoff	August 30	August 10	August 15	August 18
Guam**	September 3	August 14	August 19	August 22
Hawaii*	September 17	August 28	September 2	September 5
Idaho	May 24	May 4	May 9	May 12
Illinois	March 15	February 24	February 29	March 3
Indiana*	May 3	April 13	April 18	April 21
Iowa	June 7	May 18	May 23	May 26
Kansas	August 2	July 13	July 18	July 21
Kentucky	May 24	May 4	May 9	May 12
Louisiana	October 1	September 11	September 16	September 19
General	November 8	October 19	October 24	October 27
Maine*	June 14	May 25	May 30	June 2
Maryland*	March 8	February 17	February 22	February 25
Massachusetts*	September 20	August 31	September 5	September 8
Michigan*	August 2	July 13	July 18	July 21
Minnesota*	September 13	August 24	August 29	September 1
Mississippi*	March 8	February 17	February 22	February 25
Runoff	March 29	March 9	March 14	March 17
Missouri*	August 2	July 13	July 18	July 21
Montana*	June 7	May 18	May 23	May 26
Nebraska*	May 10	April 20	April 25	April 28

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PRIMARY ELECTION REPORTS
CONGRESSIONAL

State or Territory	Date of Election	12-Day Pre-Election Report: Closing Date of Books	12-Day Pre-Election Report: Mailing Date (if sent by registered or certified mail)	12-Day Pre-Election Report: Filing Date****
Nevada*	September 6	August 17	August 22	August 25
New Hampshire	September 13	August 24	August 29	September 1
New Jersey*	June 7	May 18	May 23	May 26
New Mexico*	June 7	May 18	May 23	May 26
New York*	September 13	August 24	August 29	September 1
North Carolina	May 3	April 13	April 18	April 21
Runoff	May 31	May 11	May 16	May 19
North Dakota*	June 14	May 25	May 30	June 2
Ohio*	May 3	April 13	April 18	April 21
Oklahoma	August 23	August 3	August 8	August 11
Runoff	September 20	August 31	September 5	September 8
Oregon	May 17	April 27	May 2	May 5
Pennsylvania*	April 26	April 6	April 11	April 14
Puerto Rico**	June 12	May 23	May 28	May 31
Rhode Island*	September 14	August 25	August 30	September 2
South Carolina	June 14	May 25	May 30	June 2
Runoff***	June 28	June 8	June 16	June 16
South Dakota	June 7	May 18	May 23	May 26
Runoff***	June 21	June 1	June 9	June 9
Tennessee*	August 4	July 15	July 20	July 23
Texas*	March 8	February 17	February 22	February 25
Runoff	April 12	March 23	March 28	March 31
Utah*	September 13	August 24	August 29	September 1
Vermont*	September 13	August 24	August 29	September 1
Virginia*	June 14	May 25	May 30	June 2
Virgin Islands**	September 13	August 24	August 29	September 1
Washington*	September 20	August 31	September 5	September 8
West Virginia*	May 10	April 20	April 25	April 28
Wisconsin*	September 13	August 24	August 29	September 1
Wyoming*	August 16	July 27	August 1	August 4

States holding Senate races in 1988.

***The District of Columbia and the U.S. territories of American Somoa, Guam and the Virgin Islands will each hold an election for Delegate to the U.S. House of Representatives and Puerto Rico will hold an election for Resident Commissioner to the U.S. House of Representatives.*

****Committees involved in the runoff elections held in Arkansas, American Samoa, South Carolina and South Dakota may use the filing date as the mailing date for their 12-day pre-runoff election report.*

*****Even though the mailing date for the report falls on a Sunday or a holiday, the report must be received by the filing date.*

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ADVISORY OPINION REQUESTS

The following chart lists recent requests for advisory opinions. The full text of each AOR is available to the public in the Commission's Office of Public Records.

AOR	Subject
1987-30	Assets of candidate's wife used to pay off loan to candidate. (Date made public: October 14, 1987; Length: 3 pages, plus 21-page supplement)

REGULATIONS

ADVANCE NOTICE OF PROPOSED RULEMAKING ON MCFL

The Commission decided, on December 17, 1987, to publish an Advance Notice of Proposed Rulemaking examining what regulatory changes might be appropriate in light of the Supreme Court's opinion in FEC v. Massachusetts Citizens for Life, Inc. (MCFL), 107, S. Ct. 616(1986).

This notice will seek further comment on an issue raised by the National Right to Work Committee (NRWC) in a petition for rulemaking. The issue is whether the Commission should adopt an "express advocacy" standard for determining whether corporate or union activity is permissible under sections 114.3 and 114.4 of the regulations. The Commission will also solicit comments on the possible ramifications of the exemption created by the Court for election-related activities by certain types of corporations, that is, those corporations which are similar to MCFL.

The advance notice will be published in the Federal Register in early January 1988. Copies of the notice may be obtained by calling the Information Division at 202/376-3120 or 800/424-9530.

PUBLICATIONS

SIMON AND ROBERTSON ELIGIBLE FOR PRIMARY MATCHING FUNDS

During November and December 1987 Senator Paul Simon, a Democratic Presidential candidate, and the Reverend M. G. "Pat" Robertson, a Republican candidate, became the tenth and eleventh candidates, respectively, to qualify for federal matching funds for the 1988 Presidential primary elections.

Under the Presidential Primary Matching Payment Account (26 U.S.C. §9031 et seq.), Presidential candidates may begin seeking eligibility for primary matching funds after January 1, 1987. However, the U.S. Treasury may not make actual payments until after January 1, 1988. The maximum amount of matching funds an eligible candidate may receive during 1988 is equal to half the overall spending limit established by law for each publicly funded Presidential primary candidate ($10 million, plus a cost-of-living adjustment). The limit may be as high as $22 million in 1988,* in which case Presidential primary candidates could qualify for approximately $11 million in primary matching funds.

The Commission's determination followed a thorough review by the Audit Division of the threshold submission made by Senator Simon on October 28, 1987, and by Reverend Robertson on October 29, 1987. To establish eligibility for matching funds, a Presidential primary candidate must raise in excess of $5,000 from individuals in each of at least 20 different states. Although individual contributors may give up to $1,000 to the candidate, only $250 from each contributor may be matched with public funds. The candidate must document those contributions and must agree to comply with the election law and Commission Regulations.

With an additional $5 million allowed for fundraising costs, the total spending limit for 1988 could reach $27 million.

The Record is published by the Federal Election Commission, 999 E Street, N.W., Washington, D.C. 20463. Commissioners are: Thomas J. Josefiak, Chairman; Danny L. McDonald, Vice Chairman; Joan Aikens; Lee Ann Elliott; John Warren McGarry; Scott E. Thomas; Walter J. Stewart, Secretary of the Senate, Ex Officio; Donnald K. Anderson, Clerk of the House of Representatives, Ex Officio. For more information, call 202/376-3120 or toll-free 800/424-9530. (TDD For Hearing Impaired 202/376-3136)

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COURT CASES

RALPH J. GALLIANO v. U.S. POSTAL SERVICE

On , at the request of the U.S. Court of Appeals for the District of Columbia Circuit, the FEC filed a friend of the court (amicus curiae) brief in Ralph J. Galliano v. U.S. Postal Service (Civil Action No. 86-5684). In light of First Amendment concerns raised by the suit, the appeals court asked the FEC to address the question of whether specific provisions of the Federal Election Campaign Act (FECA) would displace the application of 39 U.S.C. §3005 to the political solicitations named in the suit. (Section 3005 of the postal statute prohibits any "scheme...for obtaining money or property through the mail by means of false representations.")

Background

During 1983 and 1984, the Congressional Majority Committee (CMC), a multicandidate political committee, mailed out letters soliciting contributions to CMC's independent expenditure project, "Americans for Phil Gramm in '84." The disclaimer notice in the first mailings failed to state that the solicitation was not authorized by any candidate. However, in subsequent solicitation mailings, CMC did include this disclaimer.

In filing a complaint with the FEC against CMC, Representative Gramm alleged that CMC had violated the election law by:

- o Using Representative Gramm's name in the title of its independent expenditure project (2 U.S.C. §432(e)(4)); and
- o Failing to clearly state in its solicitations that CMC had not been authorized by Representative Gramm (2 U.S.C. §441d(a)(3)).

The Commission found probable cause to believe that CMC had violated section 441d(a)(3) of the election law by failing to include a disclaimer notice in its first solicitation mailings. The Commission was, however, evenly divided on the issue of whether CMC had violated section 432(e)(4) of the election law by including Representative Gramm's name in the title of its independent expenditure project. In July 1985, the Commission entered into a conciliation agreement with CMC and closed the filed on the case.

After filing a complaint with the FEC, Representative Gramm took two other steps. He filed a suit with the District Court for the Eastern District of Virginia and a complaint with the U.S. Postal Service. In the suit he filed with the Virginia district court,* Representative Gramm claimed that CMC's use of Mr. Gramm's name in the title of the independent expenditure project had violated a Virginia law against unauthorized use of a person's name. Nevertheless, the district court denied Representative Gramm's request for injunctive relief, stating that "the Federal Election [Campaign] Act arguably provides the exclusive remedy for plaintiff's allegation...."

In the complaint he filed with the U.S. Postal Service, Representative Gramm asserted that CMC's solicitations contained false representations and thus violated 39 U.S.C. §3005.

The Postal Service found, among other things, that the Committee's solicitation mailings "implicitly made the false representation that Americans for Phil Gramm in '84 was authorized to collect funds for Gramm's campaign, and that the funds would be spent by Gramm's campaign." The Postal Service further concluded that the disclaimer notice required by the election law (§441d(a)(3)) did not adequately inform the recipients that the solicitation was not authorized by Representative Gramm.

Current Case

The current case before the U.S. Court of Appeals for the District of Columbia Circuit arose when Mr. Galliano appealed the Postal Service's decision. In filing a friend of the court brief in the suit, the FEC noted that Congress had enacted two provisions of the election law "to ensure the public is informed of the true source of political solicitations and whether they are authorized by a candidate...." Section 432(e)(4) requires committees authorized by candidates to adopt a name which includes the candidate's name; it requires unauthorized committees to adopt a name which does not contain the name of any candidate. Secondly, section 441d(a)(3) requires that fundraising solicitations by unauthorized committees state clearly the committee's name and "that the communication is not authorized by any candidate or candidate's committee."

Further, the FEC argued, since Congress had granted the agency exclusive jurisdiction over provisions of the law, "matters covered by the Act must be brought before the Commission in the first instance even if another statute might otherwise arguably be applicable."

The FEC went on to note that "the courts have long recognized that tension between a statute of general application and a statute which specifically addresses a particular subject must be resolved in favor of the specific statute." The Commission therefore argued that, while section 3005 may be applied generally to protect the public from "fraudulent political fundraising schemes..." this provision cannot be applied "in a manner that overrides the exclusive jurisdiction

continued

Friends of Phil Gramm v. Americans for Phil Gramm in 84, 587 F. Supp. 767 (E.D. Va. 1986)

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of the Commission to deal with those matters Congress has specifically resolved in the FECA." Thus, the Commission concluded that "the Postal Service's decision should be reversed only to the extent it interferes with the exclusive jurisdiction of the Commission and specific provisions of the FECA."

ANTOSH v. FEC

On July 1, 1987, the U.S. District Court for the District of Columbia denied Mr. Edward Antosh's petition for award of costs and attorney's fees incurred by Mr. Antosh in a suit the court had ruled on in his favor. (Antosh v. FEC; Civil Action No. 84-3048)

District Court's Ruling on Original Complaint

In an administrative complaint filed with the FEC in May 1984, Mr. Antosh had alleged that the Tom Lantos for Congress Committee, the principal campaign committee for Mr. Lantos' 1982 California House campaign, and the campaign's treasurer had violated section 441a(f) of the election law by accepting excessive contributions from the separate segregated funds of two affiliated unions. On October 1, 1984, after the FEC dismissed the complaint, Mr. Antosh filed a suit with the district court in which he asked the court to find that the FEC's dismissal was contrary to law.

On December 21, 1984, the district court granted Mr. Antosh's motion for summary judgment in the suit.* The court found that the FEC's dismissal of the complaint "had ignored persuasive evidence in the administrative record about the size of the union contributions...." The court therefore remanded the case to the FEC for further action in light of its decision.

District Court's Ruling on Attorney's Fees and Costs

The Equal Access to Justice Act states that only those courts which have jurisdiction over the underlying civil action may consider whether to award attorney's fees and costs to a prevailing party. Upon reexamination of its ruling in 1984, the district court concluded that, in fact, Mr. Antosh did not have standing to bring his original suit. Consequently, the court could not grant plaintiff's petition for award of costs and attorney's fees.

Under Article III of the Constitution, in order to have standing to sue, an aggrieved party must "show that he personally suffered some actual or threatened injury as a result of the putatively illegal conduct of the respondent..." (i.e., the Lantos campaign). Since Mr. Antosh was an Oklahoma resident, the court concluded that he would not be injured by a California candidate's acceptance of excessive contributions. "Plaintiff's interest in the California election is no different from the interest of any citizen who wishes to ensure that candidates abide by the rules that govern elections," the court said. The court noted that this conclusion was the same as that reached by the court in July 1986 in a "virtually identical" suit brought by Mr. Antosh against the FEC. (Antosh v. FEC; Civil Action No. 86-179)

*For a summary of the district court's opinion, see page 4 of the February 1985 Record.

NEW LITIGATION

FEC v. Augustine For Congress

The Commission asks the district court to declare that Augustine for Congress (the Committee), the principal campaign committee for Israel M. Augustine's 1984 Congressional campaign, and Leon Fulton, the Committee's treasurer, violated the election law by:

- Failing either to maintain adequate records of campaign contributions or to preserve records for the required three years (2 U.S.C. §§432(c)(2), (3) and (4) and 432(d));
- Failing to identify the source of 26 itemizable contributions (2 U.S.C. §434(b)(3)(A));
- Failing to provide adequate year-to-date totals for such itemizable contributions (11 CFR 104.3(b)(4));
- Failing to maintain adequate records for certain campaign disbursements (2 U.S.C. §432(c)(5));
- Failing to itemize 26 campaign disbursements (2 U.S.C. §434(b)(5)(A));
- Failing to file the Committee's 1985 mid-year report and its 1985 and 1986 year-end reports (2 U.S.C. §§434(a)(2)(A)(iii) and 434(a)(2)(B)(i) and (ii)); and
- Understating certain financial transactions disclosed on Committee reports (2 U.S.C. §§434(b)(1),(2)and(4)).

The Commission also asks the court to declare that the Committee violated sections 432(c)(5)and(h)(1) of the election law by failing to:

- Deposit receipts (amounting to $5,000) in the Committee's campaign account;
- Use checks drawn on the account for disbursements made from these funds; and
- Document these disbursements.

The Commission further asks the court to:

- Assess, as a civil penalty, the greater of either $5,000 or the amount involved in the defendants' violations;
- Permanently enjoin defendants from future violations of the election law; and
- Order defendants to file all the Committee's over-due reports within 15 days.

U.S. District Court for the Eastern District of Louisiana, Civil Action No. 87-4544, September 25, 1987.

FEC v. Citizens to Elect Jerald Wilson for Congress

The Commission asks the district court to declare that Citizens to Elect Jerald Wilson for Congress (the Committee), the principal campaign committee for Mr. Wilson's 1986 Congressional campaign, and Mr. Wilson, acting as the Committee's treasurer, violated the election law by:

- o Failing to file the Committee's 1986 pre-general election report, in violation of 2 U.S.C. §434(a)(2)(A)(i); and
- o Failing to file three 1986 quarterly reports in violation of 2 U.S.C. §434(a)(2)(A)(iii).

The Commission further asks the court to:

- o Assess, for each violation, a civil penalty of the greater of either $5,000 or the amount involved in the violation;
- o Order defendants to file all the Committee's over-due reports within 15 days; and
- o Permanently enjoin defendants from further similar violations of the election law.

U.S. District Court for the Northern District of Illinois, Civil Action No. 87C8855, October 18, 1987.

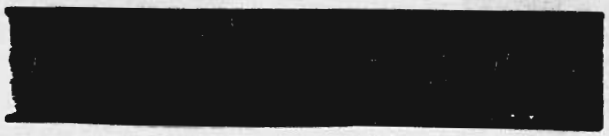


FEC CLEARINGHOUSE PANELS MEET IN WASHINGTON

On December 9 and 10, 1987, two panels of the FEC's National Clearinghouse on Election Administration met in Washington: the Clearinghouse's Advisory Panel and its Advisory Committee on Voting Systems Standards.

During their two-day meeting, the panels' members discussed several topics:

- o Impact of the Immigration Reform and Control Act on election reporting requirements.
- o Election management guidelines for system contracting, ballot software testing and computer security.
- o Polling place accessibility.
- o Recent case law pertaining to federal and state elections.
- o Significant federal election legislation.
- o An implementation plan for voting system standards.
- o Draft standards for direct electronic voting systems.
- o Report on New York State and New York City testing and procurement of new voting equipment.
- o Computer security in the election environment.
- o Strategies for implementation of a computerized election management system.
- o The 1990 census.
- o Issues relating to absentee voting and ballot access.



FEDERAL REGISTER NOTICES

Copies of notices are available in the Public Records Office.

Notice	Title
1987-12	Public Records and Freedom of Information Act; Final Rules (52 Fed. Reg. 39210; October 21, 1987)
1987-13	Filing Dates for Tennessee Special Elections (52 Fed. Reg. 38814; October 19, 1987)
1987-14	Contributions and Expenditures by Delegates to National Nominating Conventions; Effective Date for Final Rules (52 Fed. Reg. 44594; November 20, 1987)

PUBLIC APPEARANCES

1/5	AFL-CIO Lawyers Coordinating Committee Washington, D.C. Lawrence Noble, General Counsel
1/13-16	Edison Electric Institute Marco Island, Florida Commissioner John W. McGarry
1/14-15	Practising Law Institute Washington, D.C. Commissioner Joan D. Aikens Lawrence Noble, General Counsel N. Bradley Litchfield Assistant General Counsel
2/4	Public Affairs Council Washington, D.C. Commissioner Lee Ann Elliott

[redacted]

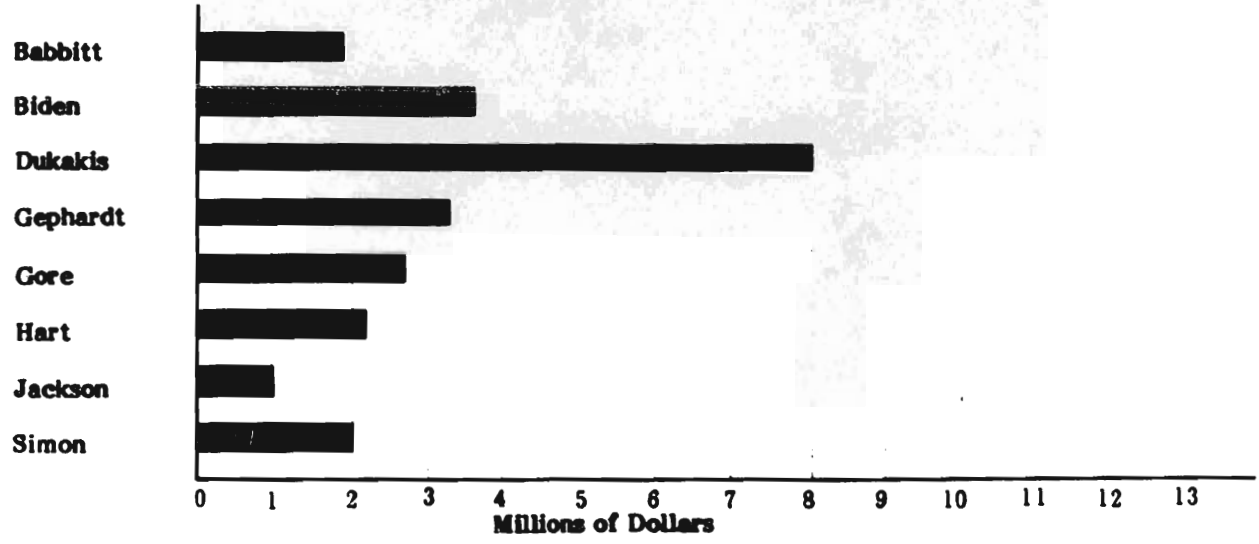
CORRECTIONS TO CHARTS ON ACTIVITY OF PRESIDENTIAL PRIMARY CANDIDATES

The December 1987 Record contained two errors on charts depicting the campaign finance activity of certain Presidential primary candidates active in the 1987-88 Presidential election cycle. (See pages 9-11 of the December 1987 Record.)

- **Chart I: Receipts of Presidential Primary Candidates through 9/30/87:** The bar depicting total campaign receipts of Democratic candidate Senator Paul Simon was inadvertently omitted. The correct version of Chart I appears below in its entirety.
- **Chart II: State-by-state Spending of Presidential Primary Candidates through 9/30/87:** Due to a printer's error, the maps depicting campaign spending by Democratic candidates Governor Michael Dukakis and Senator Albert Gore were switched. The correct spending patterns of the two candidates appear in the abridged version of Chart II below. (Chart II appears in its entirety on pages 10-11 of the December 1987 Record.)

CHART I
RECEIPTS OF
PRESIDENTIAL PRIMARY CANDIDATES
THROUGH 9/30/87

DEMOCRATIC CANDIDATES



REPUBLICAN CANDIDATES

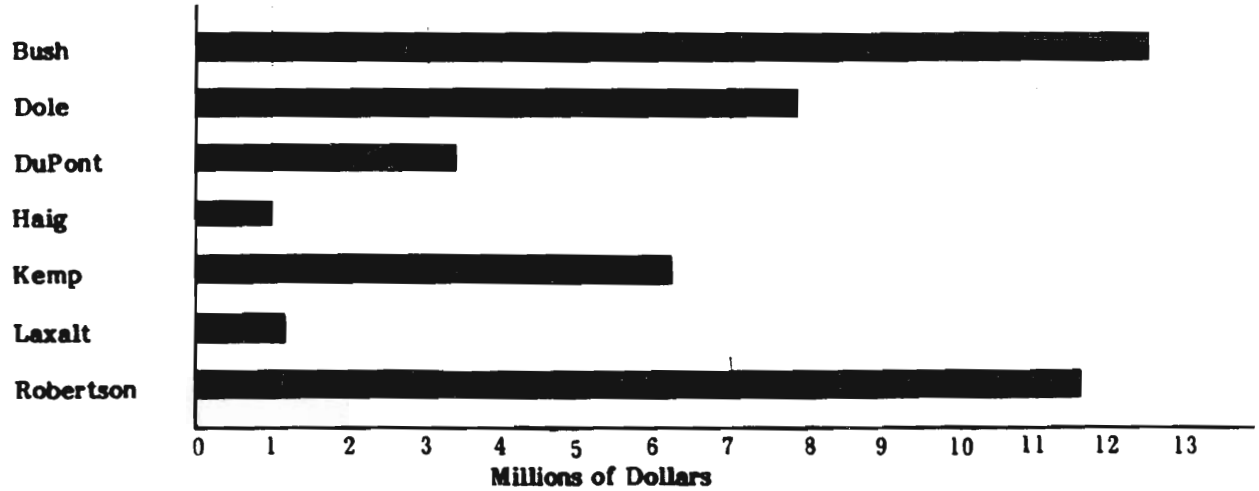
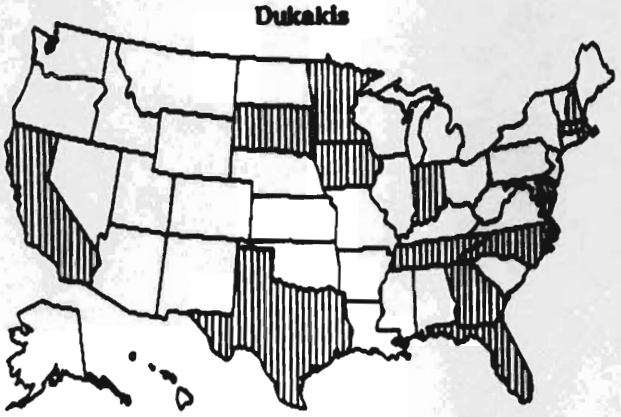


CHART II
STATE-BY-STATE SPENDING
OF PRESIDENTIAL PRIMARY CANDIDATES
THROUGH 9/30/87

▨ Spending of $5,000 or More

DEMOCRATIC CANDIDATES

Dukakis



Gore



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CHANGE OF ADDRESS

Political Committees

Registered political committees are automatically sent the Record. Any change of address by a registered committee must, by law, be made in writing as an amendment to FEC Form 1 (Statement of Organization) and filed with the Clerk of the House, the Secretary of the Senate, or the FEC, as appropriate.

Other Subscribers

Record subscribers (who are not political committees), when calling or mailing in a change of address, are asked to provide the following information:

1. Name of person to whom the Record is sent.
2. Old address.
3. New address.
4. Subscription number. The subscription number is located in the upper left hand corner of the mailing label. It consists of three letters and five numbers. Without this number, there is no guarantee that your subscription can be located on the computer.



A CAMPAIGN GUIDE FOR EVERY COMMITTEE

To help political committees understand the requirements of the federal election law, the Commission has written and published a series of Campaign Guides, each one designed for a distinct type of committee. Written in clear English, these Guides explain the basic provisions of the election law, such as contribution limitations and prohibitions, fundraising, and registration and reporting requirements. Citations to regulations are included. Every Guide also provides examples of filled-out reporting forms to illustrate how committees should complete their reports. In addition, each Guide contains appendices targeted to its specific audience. These appendices deal with narrower topics such as independent expenditures, earmarked contributions, partnerships, and trade association solicitations.

Anyone involved in running a political committee or filing reports will find the Guide an important resource for complying with the law. Committee chairmen and treasurers should use the specific Guide designed for their committee. The four Guides — all available free of charge — are:

- **Campaign Guide for Congressional Candidates and Committees;**
- **Campaign Guide for Corporations and Labor Organizations;**
- **Campaign Guide for Political Party Committees; and**
- **Campaign Guide For Nonconnected Committees.***

**A nonconnected committee is a political committee not connected to a corporation, a labor organization, a political party or a candidate.*

Committee staff and volunteers, attorneys, consultants or anyone else interested in obtaining a copy should call the FEC's Information Services Division (at 800/424-9530 or 202/376-3120) or fill out the form below. The completed form should be mailed to the Information Services Division, Federal Election Commission, 999 E Street, N.W., Washington, D.C. 20463.

CAMPAIGN GUIDE ORDER FORM

Name _____

Address _____

City, State, Zip _____

No. of Copies	Guide
_____	Campaign Guide for Congressional Candidates and Committees
_____	Campaign Guide for Corporations and Labor Organizations
_____	Campaign Guide for Political Party Committees
_____	Campaign Guide for Nonconnected Committees

FEDERAL ELECTION COMMISSION
999 E Street, NW
Washington, D.C. 20463

Official Business

Bulk Rate Mail
Postage and Fees Paid
Federal Election Commission
Permit Number G-31

C00167312 121187
LARRY WESTON
DISTRICT OF COLUMBIA DEMOCRATI
C STATE COMMITTEE
3636 16TH STREET
#AG - 65
WASHINGTON DC 20010

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

February 18, 1988

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

James Christian, Esquire
Laxalt, Washington, Perrito & Dubuc
1120 Connecticut Avenue, N.W.
Washington, D.C. 20036

RE: MUR 2106
District of Columbia
Democratic State
Committee and
Larry Weston, as
treasurer

Dear Mr. Christian:

On September 24, 1987, you were notified that at your request, the Federal Election Commission had determined to enter into negotiations directed towards reaching a conciliation agreement in settlement of this matter prior to a finding of probable cause to believe. On that same date you were sent a conciliation agreement offered by the Commission in settlement of this matter.

Please note that conciliation negotiations entered into prior to a finding of probable cause to believe are limited to 30 days. We have extended this period to accommodate the organizational constraints you raised with us. You assured us at a meeting on December 2, 1987, and again in telephone conversations in January 1988, that a written response would be received no later than January 11th. Later you stated that the response would be delivered on January 21st. No response has been received. Unless we receive a response from you within five (5) days, this Office will consider these negotiations terminated and will proceed to the next stage of the enforcement process.

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Should you have any questions, please direct them to Celia L. Jacoby, the attorney assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

cc: Larry Weston

21040851174

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C 20463

September 24, 1987

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
3636 Sixteenth Street, N.W.
Suite AG-65
Washington, D.C. 20010

RE: MUR 2106
District of Columbia
Democratic State
Committee and
Larry Weston, as
treasurer

2140351175

Dear Mr. Weston:

On November 25, 1985, January 10, 1986, August 6, 1986, February 2, 1987 and July 1, 1987, the Federal Election commission found reason to believe that District of Columbia Democratic State Committee and its treasurer, violated various provisions of the Federal Election Campaign Act of 1971, as amended. At your request, on September 21, 1987, the Commission determined to enter into negotiations directed towards reaching a conciliation agreement in settlement of this matter prior to a finding of probable cause to believe.

Enclosed is a conciliation agreement that the Commission has approved in settlement of this matter. If you agree with the provisions of the enclosed agreement, please sign and return it, along with the civil penalty, to the Commission. In light of the fact that conciliation negotiations, prior to a finding of probable cause to believe, are limited to a maximum of 30 days, you should respond to this notification as soon as possible.

If you have any questions or suggestions for changes in the agreement, or if you wish to arrange a meeting in connection with

a mutually satisfactory conciliation agreement, please contact Celia L. Jacoby, the attorney assigned to this matter, at (202) 376-8200.

Sincerely,

Lawrence M. Noble
Acting General Counsel

Enclosure
Conciliation Agreement

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
3636 Sixteenth Street, NW, Suite AG-65 • Washington, DC 20010 • (202) 269-4061

James M. Christian, Sr.
Chairman

July 28, 1987

Mr. Larry Weston
1400 Eye Street, N.W.
Suite 520
Washington, D.C. 20005

Dear Larry:

We still have not received the enclosed by mail at the State Committee office. I obtained a copy after receiving a call from Ms. Jacoby. Please call me once you have reviewed this so that we may develop our response. In the meantime, I have informed Ms. Jacoby that the Committee needs an extension of time to respond due to our non-receipt of the findings.

Sincerely,

JAMES M. CHRISTIAN, SR.
Chairman

Enclosure

21040351177

Jacob

FEDERAL ELECTION COMMISSION
WASHINGTON D.C. 20463

July 8, 1987

Larry Weston, Treasurer
District of Columbia Democratic
State Committee
1900 Vermont Avenue, N.W.
Suite 1200
Washington, D.C. 20005

RE: MUR 2106
District of Columbia
Democratic State
Committee

Dear Mr. Weston:

On July 1 , 1987, the Federal Election Commission found that there is reason to believe District of Columbia Democratic ("Committee") and you, as treasurer, violated various provisions of the Federal Election Campaign Act of 1971, as amended ("the Act") and of the Commission's regulations. The Factual and Legal Analysis, which formed a basis for the Commission's finding, is attached for your information.

Under the Act, you have an opportunity to demonstrate that no action should be taken against the Committee and you, as treasurer. You may submit any factual or legal materials that you believe are relevant to the Commission's consideration of this matter. Please submit such materials to the General Counsel's Office within 15 days of your receipt of this letter. Where appropriate, statements should be submitted under oath.

In the absence of any additional information demonstrating that no further action should be taken against the Committee and you, as treasurer, the Commission may find probable cause to believe that a violation has occurred and proceed with conciliation.

If you are interested in pursuing pre-probable cause conciliation, you should so request in writing. See 11 C.F.R. § 111.18(d). Upon receipt of the request, the Office of the General Counsel will make recommendations to the Commission either proposing an agreement in settlement of the matter or

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recommending declining that pre-probable cause conciliation be pursued. The Office of the General Counsel may recommend that pre-probable cause conciliation not be entered into at this time so that it may complete its investigation of the matter. Further, the Commission will not entertain requests for pre-probable cause conciliation after briefs on probable cause have been mailed to the respondent.

Requests for extensions of time will not be routinely granted. Requests must be made in writing at least five days prior to the due date of the response and specific good cause must be demonstrated. In addition, the Office of the General Counsel will not ordinarily give extensions beyond 20 days.

If you intend to be represented by counsel in this matter, please advise the Commission by completing the enclosed form stating the name, address, and telephone number of such counsel, and authorizing such counsel to receive any notifications and other communications from the Commission.

The investigation now being conducted will be confidential in accordance with 2 U.S.C. §§ 437g(a)(4)(B) and 437g(a)(12)(A), unless you notify the Commission in writing that you wish the investigation to be made public.

For your information, we have attached a brief description of the Commission's procedures for handling possible violations of the Act. If you have any questions, please contact Celia L. Jacoby, the attorney assigned to this matter, at (202) 376-8200.

Sincerely,

Scott E. Thomas
Chairman

Enclosures
Factual and Legal Analysis
Procedures
Designation of Counsel Form

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FEDERAL ELECTION COMMISSION
FACTUAL AND LEGAL ANALYSIS

RESPONDENTS: District of Columbia Democratic State Committee and Larry Weston, as treasurer

MUR 2106

This matter (designated MUR 2106) originally arose from the Reports Analysis Division ("RAD") referral on July 25, 1985 (85NF-124). The referral was subsequently updated on October 18, 1985. Based on information contained in the referral, on November 20, 1985, the Commission found reason to believe that the D.C. Democratic State Committee Federal Campaign Fund (the "Committee") and Richard R. Clark, then treasurer, 1/ had violated 2 U.S.C. §§ 434(a)(4)(A)(i) and (iii) by failing to file four quarterly reports and a post-general election report in a timely manner during the 1983-1984 election cycle. The Commission also found reason to believe that the Committee and its treasurer had violated 2 U.S.C. § 433(c) by failing to report a change in treasurers in a timely manner. Responding to notice of the above determinations by the Commission, on January 9, 1986, the Respondents requested to enter into pre-probable cause conciliation with the Commission.

Approximately one month prior to receiving the Respondents' reply, the General Counsel's Office received an additional referral from RAD (85NF-135) regarding the Committee's failure

1/ On July 15, 1986, the Committee filed an amended Statement of Organization listing James E. Mercer as its new treasurer. The Committee also changed its name to District of Columbia Democratic State Committee.

to file its 1985 Mid-Year Report in a timely manner pursuant to 2 U.S.C. § 434(a)(4)(A)(iv). On January 10, 1986, the Commission determined to merge these two matters and found reason to believe that the Committee and Richard R. Clark, then treasurer, had violated 2 U.S.C. § 434(a)(4)(A)(iv). Responding on March 3, 1986, to the Commission's notice of an additional finding, Respondents requested pre-probable cause conciliation with the Commission with respect to all matters addressed in MUR 2106.

On June 4, 1986, the Commission determined to enter into conciliation with the Committee prior to a finding of probable cause to believe and approved a proposed conciliation agreement. Notice of the Commission's determination and the proposed agreement were mailed to the Committee on June 10, 1986, at the address listed in its most recent amendment to its Statement of Organization.

On June 25, 1986, the Office of the General Counsel received another referral from RAD (86NF-13) regarding the Committee's failure to file its 1986 April Quarterly report in a timely manner.

On July 10, 1986, the Committee informed this Office that it had not received the Commission's notice and proposed conciliation agreement in MUR 2106 until June 20, 1986, because it had recently relocated its headquarters. The Committee then requested that the 30-day conciliation period be extended from the date of receipt, or until July 20, 1986.

On July 14, 1986, a member of the General Counsel's staff met with three Committee representatives to discuss the proposed

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conciliation. Those present on behalf of the Committee were: James Christian, Chairman; Richard Clark, former Treasurer; and James Mercer, Treasurer as of July 10, 1986. During the conciliation discussions, it was discovered that the Committee's filings which were the subject of the proposed agreement and RAD referral 86NF-13 were wrong as to both the amounts and activity reported. The Committee representatives noted that the reports covered not only "federal" account/committee activity but local activity as well.

By letter of July 16, 1986, Committee Chairman James Christian confirmed that the filings which were the bases of the proposed conciliation agreement were incorrect. He requested that conciliation negotiations be extended until August 11, 1986 to permit the Committee to audit its accounts and records, reconcile expenditures and prepare amendments so that a conciliation agreement based on the actual state of affairs could be prepared, negotiated and executed.

On August 6, 1986, the Commission voted to withdraw its proposed conciliation agreement and to undertake an audit of the Committee pursuant to 2 U.S.C. § 437g(a)(2). Additionally, the Commission voted to merge RAD referral 86NF-13 into MUR 2106 and to find reason to believe that the Committee and James E. Mercer, then treasurer, had violated 2 U.S.C. § 434.

On December 19, 1986, the Office of the General Counsel received an additional referral from RAD (86NF-46) regarding the Committee's failure to timely file its 1985 Year End and 1986 October Quarterly reports. On February 2, 1987, the Commission

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determined to merge this referral into MUR 2106 and found reason to believe that the Committee and Larry Weston, as treasurer,2/ violated 2 U.S.C. §§ 434(a)(4)(A)(i) and (iv). Notification of the Commission's findings was mailed to the Committee on February 6, 1987. The Committee responded to the Commission's notice on April 9, 1987.

On March 16, 1987, the Office of the General Counsel received a report from the Audit Division discussing the findings of its audit of the Committee. The audit covered the period from January 1, 1984 to June 30, 1986, the last day covered by the most recent report filed by the Committee prior to the audit. The audit staff reviewed the records and bank statements for the Committee's federal and non-federal accounts, and confirmed that for the period January 1, 1984 through December 31, 1985, the Committee had reported only federal activity. The last financial transaction relating to the federal account occurred on August 30, 1985. The audit staff have determined that all activity reported for 1986 calendar months represented receipts and disbursements for non-federal activity. Committee representatives also stated that all activity reported in 1986 was related to non-federal activities and that the disclosure reports filed with the Commission were copied from reports filed with the District of Columbia.

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2/ On December 15, 1986, the Commission received an amendment to the Committee's Statement of Organization stating that Larry Weston had been elected treasurer.

During the period from January 1, 1984 through June 30, 1986, the Committee reported a beginning cash balance of $122.78, total receipts of $91,596.01, total disbursements of $92,321.73, and a zero closing cash balance. The closing cash balance does not foot due to arithmetic errors in the reports. For the period January 1 through June 30, 1986, the Committee reported a zero beginning cash balance, total receipts of $7,191.61, total disbursements of $7,165.15, and a zero closing cash balance. Again, arithmetic errors prevented cross-footing of the totals as reported.

Based on information presented in the Audit Division's memorandum, reports filed by the Committee and investigations by this Office, the Office of the General Counsel makes the following recommendations.

A. Apparent Receipt of Prohibited Contributions

Under 11 C.F.R. § 102.5(a)(1)(i), a political committee which finances political activity in connection with both federal and non-federal elections and maintains separate federal and non-federal accounts shall not transfer to such federal account funds from any other account maintained by such organization to finance non-federal election activities. Further only funds subject to the prohibitions and limitations of the Federal Election Campaign Act of 1971, as amended (the "Act"), may be deposited in such separate federal account. 11 C.F.R. § 102.5(a)(1)(i). Additionally all funds deposited in the federal account must conform to the provisions of 11 C.F.R. § 102.5(a)(2). The

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contributions must (a) be designated for the federal account, (b) result from solicitations which state that the funds will be used for federal political activity, and (c) be made by contributors who are informed that the contributions are subject to the limitations and prohibitions of the Act. Id. Political committees are also prohibited by 2 U.S.C. § 441b(a) from knowingly accepting or receiving contributions from corporations or labor unions. See also 2 U.S.C. § 441a(f).

During 1984 the Committee maintained separate accounts for federal and non-federal activity. The federal account received two transfers from the non-federal account in the amounts of $6,000 and $1,000 on June 14, 1984 and July 5, 1984, respectively. The $6,000 transfer was reported as being received on May 25, 1984, from Dollars for Democrats. However, the federal account received this sum via a transfer from the non-federal account which had originally received the funds from Dollars for Democrats on May 30, 1984.

During the audit period, the federal account received six transfers from Dollars for Democrats, 3/ totaling $10,974.18; the non-federal account received eight transfers from Dollars for Democrats, totaling $27,013.76. The review of the Committee's non-federal check register indicated that the receipt and subsequent transfer-out of the $6,000 referred to above was never recorded, and the non-federal account did not need these funds ($6,000) to maintain a positive balance during the period that these funds were on deposit.

3/ Dollars for Democrats is a registered political committee.

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The $1,000 transfer on July 5, 1984, appears to represent a straight transfer of funds from the non-federal to the federal account. It should also be noted that corporate and labor union funds are permissible for use in local elections in the District of Columbia. Accepting and using corporate and labor union contributions in connection with federal political activity is proscribed by 2 U.S.C. § 441b.

Committee representatives stated that they felt the funds could be deposited in either account due to their permissible nature, and if money was needed in the federal account they would transfer the funds.

It is the recommendation, therefore, of this Office that the Commission find reason to believe that the Committee and its treasurer violated 2 U.S.C. § 441b(a) and 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2) by acceptance and deposit of funds transferred from its non-federal account which transfer may have contained corporate or union funds.

B. Itemization of Receipts

Disclosure of the identification of each person (other than a political committee) who makes a contribution to the reporting committee during the reporting period, in an aggregate amount or value in excess of $200 within the calendar year, or in any lesser amount if the reporting committee should so elect, together with the date and amount of any such contribution must be made under 2 U.S.C. § 434(b)(3)(A).

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The term "identification" in the case of an individual under 2 U.S.C. § 431(13)(A) means the name, the mailing address, and the occupation of such individual, as well as the name of his or her employer.

In the review of the Committee's receipts, it was determined that the Committee had 32 receipts totaling $18,333.32 which required itemization. The following discrepancies were noted with respect to these contributions:

- 24 items, totaling $14,076 (75% of the number and 76.78% of the dollar value), were not itemized;
- 4 items, totaling $2,445.32 (12.50% of the number and 13.34% of the dollar value), lacked disclosure of the aggregate year-to-date total. Additionally, two of the four items ($1,600) did not adequately disclose the occupation and/or name of employer; and
- for one item ($250) the Committee failed to disclose the amount.

Committee officials did not provide an explanation for any of the above discrepancies. Therefore, this Office recommends that the Commission find reason to believe the Committee and its treasurer violated 2 U.S.C. §§ 434(b)(3)(A) and 431(13)(A) by failing to adequately disclose contributions as required by the Act.

C. Disclosure of Joint Fundraising Receipts

Under 11 C.F.R. § 102.17(c)(8)(i)(B), each participating

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political committee shall report its share of net proceeds from joint fundraising activities as a transfer-in from the fundraising representative. Each participating political committee shall also file a memo Schedule A itemizing its share of the gross receipts as contributions from original contributors to the extent required under 11 C.F.R. § 104.3(a).

Pursuant to 11 C.F.R. § 102.9(c), the treasurer shall preserve all records and accounts required to be kept under 11 C.F.R. § 102.9 for three (3) years after the report to which such records and accounts relate is filed. The identification (as defined in 11 C.F.R. § 100.12) of each contributor and the aggregate year-to-date total contributions for such contributor shall be reported. The name of each person, other than any committee, who makes a contribution to the reporting committee during the reporting period which contribution aggregates in excess of $200 per calendar year, together with the date of receipt and amount of any such contributions, shall be itemized in the report. 11 C.F.R. § 104.3(a)(4)(i).

The Committee received two transfers totaling $31,097 from Democrats Vote. These transfers represented the Committee's share of proceeds from a joint fundraiser. The Committee reported these transfers on Schedule A as being received from Democrats Vote (Democratic National Committee) without an accompanying memo Schedule A itemizing the contributions from original contributors as required by 11 C.F.R. § 102.17(c)(8)(i)(B).

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The former Executive Director recalled that such information was provided to each participant, although the whereabouts of the information was not currently known, nor could an explanation of why this information was not reported be given by past or current Committee officials. As a result, the audit staff were unable to determine the amount and number of contributions requiring itemization, if any.

Accordingly, this Office recommends that the Commission find reason to believe that the Committee and its treasurer violated 11 C.F.R. § 102.17(c)(8)(i)(B) by not disclosing any itemizable contributions on a memo Schedule A, and 11 C.F.R. § 102.9(c) by not maintaining the necessary records to support such contributions.

D. Recordkeeping of Contributions

Under 2 U.S.C. § 432(c)(2), the treasurer of a political committee shall keep an account of the name and address of any person who makes a contribution in excess of $50, together with the date and amount of such contribution.

Section 102.9(d) of the Commission's Regulations provides that when performing recordkeeping duties, the treasurer (or an authorized agent) shall use his or her best efforts to obtain, maintain and submit the required information and shall keep a complete record of such efforts. If there is a showing that best efforts have been made, any records of a committee shall be deemed to be in compliance with the Act.

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The treasurer is required by 2 U.S.C. § 432(d) to preserve all records required to be kept by this section and copies of all reports required to be filed by this subchapter for three (3) years after the report is filed.

Committee records indicated that the Committee had received 76 contributions, totaling $59,793.50, for which the name and address of each contributor were required to be maintained. In eleven instances, totaling $5,065, there was no record of the contributors' addresses. 4/ This represents 14.47% of the number and 8.47% of the dollar value. The Committee's solicitation materials indicated that only two of eight fundraising appeals requested the contributor to provide an address.

Therefore, this Office recommends that the Commission find reason to believe the Committee and its treasurer violated 2 U.S.C. §§ 432(c)(2) and (d) and 11 C.F.R. § 102.9(d) by failing to obtain required information and maintain adequate contribution records.

E. Disclosure of Disbursements

Each report filed under 2 U.S.C. § 434(b)(5)(A) must disclose the name and address of each person to whom an expenditure in an aggregate amount or value in excess of $200 within the calendar year is made by the reporting committee to

4/ It should be noted that seven (7) of these items, totaling $3,700, are included as part of Recommendation B, concerning the failure to adequately disclose contributions as required by the Act.

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meet a candidate or committee operating expense, together with the date, amount, and purpose of such operating expenditure.

The Committee made 112 itemizable disbursements, totaling $83,412.17, during the audit period. A review of these items revealed the following discrepancies:

- o 23 items, totaling $10,142, did not disclose the payee correctly;
- o 4 items, totaling $4,263.77, did not disclose the amount correctly; and
- o 5 items, totaling $7,285.62, did not disclose the payee's address.

Therefore, this Office recommends that the Commission find reason to believe the Committee and its treasurer violated 2 U.S.C. § 434(b)(5)(A) by failing to adequately disclose disbursements as required.

F. Misstatement of Financial Activity

Each report of receipts and disbursements filed must disclose the amount of cash on hand at the beginning of the reporting period and the total amount of all receipts and disbursements for the reporting period and the calendar year in accordance with 2 U.S.C. §§ 434(b)(1), (2) and (4).

The audit report revealed (a) a $44.29 overstatement for beginning cash resulting from the Committee's apparent failure to disclose 1983 bank charges; (b) a $2,106 understatement in receipts resulting from failure to disclose contributions from

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six individuals ($2,066) and one unknown source ($40); and, (c) a $1,384.24 understatement in disbursements resulting from the following:

o	misstatement of total disbursements on summary page	$ (209.51)
o	reported void check and NSF disbursement	(200.00)
o	bank charges not reported	70.00
o	overreporting of two disbursements	(86.00)
o	underreporting of two disbursements	1,376.15
o	four disbursements not reported	423.60
o	unexplained	10.00
	Total	$1,384.24

No material discrepancy was noted by the audit staff with respect to the reports filed for the calendar year 1985. Based on the audit the correct amount of federal activity during the audit period is $86,510.40 in receipts and $86,588.89 in disbursements. Committee officials provided no explanation for the above discrepancies. Therefore, this Office recommends that the Commission find reason to believe that the Committee and its treasurer violated 2 U.S.C. §§ 434(b)(1), (2) and (4) for its failure to accurately report its financial activity.

G. Failure to Report Changes in Treasurer

Section 433(c) of Title 2 of the United States Code requires that any change in information previously reported in a statement of organization for a political committee be reported within ten

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days after the date of such change. Among the information which must be reported is the name of the treasurer for the political committee. The treasurers of the Committee were Walter Beach (May 18, 1983 through June 6, 1984); Richard Clark (June 7, 1984 through July 10, 1986); James E. Mercer (July 10, 1986 through December 4, 1986); and Larry Weston (December 4, 1986 until present). The notification of change from Mr. Beach to Mr. Clark as treasurer of the Committee was received by the Federal Election Commission (the "Commission") on August 26, 1985, substantially more than ten days after the date of change. An Amendment to the Statement of Organization, filed on July 15, 1986, evidenced the change in treasurer to Mr. Mercer, which amendment was timely filed. On December 15, 1986, the FEC received an amendment to the Committee's Statement of Organization which stated that Larry Weston had been elected treasurer as of December 4th. Again, this filing appears timely. On November 20, 1985, the Commission found that there was reason to believe that the Committee and its treasurer violated 2 U.S.C. § 433(c) by failing to report a change in its treasurer in a timely manner.

H. Failure to Timely File Reports

Section 434(a) of Title 2, United States Code prescribes certain reporting and filing requirements for political committees. Failure to file reports within the time frame required is a violation of this section of the Act. During

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calendar years 1984 through 1986, the Committee failed to timely file nine (9) reports, as indicated on the chart below. In each instance, the Commission found reason to believe that the Committee and its treasurer had violated several subsections of 2 U.S.C. § 434(a) by the failure to timely file the required reports.

Report	Referral	Due Date	Date Filed	Days Late	RTB Found
1984 April	85NF-124	4-15-84	5-9-85	389	11/20/85
1984 July	85NF-124	7-15-84	5-9-85	298	11/20/85
1984 October	85NF-124	10-15-84	5-9-85	206	11/20/85
1984 Post-General	85NF-124	12-06-84	9-23-85	291	11/20/85
1984 Year End	85NF-124	1-31-85	9-23-85	235	11/20/85
1985 Mid-Year	85NF-135	7-31-85	9-23-85	54	01/10/86
1985 Year End 5/	86NF-13	1-31-86	3-11-86	39	08/06/86
1986 April	86NF-13	4-15-86	6-9-86	54	08/06/86
1985 Year End 5/	86NF-46	1-31-86	3-11-86	39	02/02/87
1986 October	86NF-46	10-15-86	4-9-87	176	02/02/87

This Office notes that, in determinations dated November 20, 1985; January 10, 1986; August 6, 1986; and February 2, 1987, the Commission has found reason to believe that the Committee and its treasurer violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv) by failing to timely file the above specified reports.

5/ 1985 Year End Report was referred twice.

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

September 9, 1986

Mr. James E. Mercer, Treasurer
D.C. Democratic State Committee
Federal Campaign Fund
1300 19th Street, N.W.
Suite 240
Washington, D.C. 20036

Dear Mr. Mercer:

This letter is in response to your request to have the audit objectives and procedures put forth in writing.

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Objectives of the Audit

- Verify the accuracy of statements and reports filed under the provisions of the Federal Election Campaign Act.
- Determine whether committees have materially complied with the provisions of the Act and Regulations.
- Evaluate procedures employed by the committee and provide guidance to ensure continuing compliance with the provisions of Title 2 of the United States Code.

Audit Procedures

- As stated in the Audit notification letter dated August 25, 1986, the audit will include a review of the Committee's disclosure reports for completeness and mathematical accuracy; reconciliation of bank accounts; review of individual receipt and disbursement transactions for compliance with limitations and reporting requirements; an analysis of debts and obligations; and such other audit procedures as deemed necessary.

If you have any questions concerning the above, please do not hesitate to contact Tom Nurthen or Joe Stoltz at 376-5320.

Sincerely

Robert J. Costa
Assistant Staff Director
Audit Division

STATEMENT OF AVAILABILITY OF RECORDS

The undersigned, James Edward Mercer,
residing at 1340 Fairmont Street, N.W. #31 D.C. 20009,
makes the following statement.

1. I am the treasurer of The District of Columbia Democratic State Committee(s).

2. All the records of the above named committee(s) have been, or will be, made available to the Audit staff of the Federal Election Commission.

(Signed) _____

(Date) _____

(Audit Division 3/81)

21040851196

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

STATEMENT OF BANK ACCOUNTS AND CASH ON HAND

The undersigned, James Edward Mercer,
residing at 1340 Fairmont Street, N. W. #31 D.C. 20009,
makes the following statement.

1. I am the treasurer of The District of Columbia Democratic State Committee(s).

2. The following is a list of all bank accounts of the above-named committee(s) including all those having a cash balance at January 1, 1984, those to which any deposit of funds has been made between January 1, 1984 - September 1985, and those from which any expenditure or transfer of funds has been made between January 1, 1984 and September, 1985.

BANK	ACCOUNT NUMBER
Sovran/ D.C. National Bank	267358 4

3. The named committee(s) had no other cash on hand including currency, checks, money orders, certificates of deposit, or other negotiable items not deposited in the above listed bank accounts, during the period from January 1, 1984 to September 1985, except as follows:

(Signature of Treasurer, date)

(Audit Division 3/81)

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

STATEMENT OF BANK ACCOUNTS AND CASH ON HAND

The undersigned, James Edward Mercer,
residing at 1340 Fairmont Street, N.W. #31 D.C. 20009,
makes the following statement.

1. I am the treasurer of The District of Columbia Democratic State Committee Committee(s).

2. The following is a list of all bank accounts of the above-named committee(s) including all those having a cash balance at January 1, 1984, those to which any deposit of funds has been made between January 1, 1984- September 1986, and those from which any expenditure or transfer of funds has been made between January 1, 1984 and September 1986 (present).

BANK	ACCOUNT NUMBER
Sovran/ D.C. National Bank	267359 2

3. The named committee(s) had no other cash on hand including currency, checks, money orders, certificates of deposit, or other negotiable items not deposited in the above listed bank accounts, during the period from January 1, 1984 to September 1986, except as follows:

(Signature of Treasurer, date)

(Audit Division 3/81)

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MONEY AND CAMPAIGNS

WHO'S AFRAID OF THE F.E.C.?

COLLEEN O'CONNOR

Ms. O'Connor is a writer living in Washington, D.C.
From "Who's Afraid of the F.E.C.?" by Colleen O'Connor, The Washington Monthly, *March 1986, pages 22-26:*

In 1982, Mississippi's second district hosted one of the closest congressional races in the country. The Democratic candidate and odds-on favorite to win was Robert Clark, a state representative who had been the first black since Reconstruction to win a Mississippi Democratic congressional primary. His Republican opponent was Webb Franklin, a white circuit court judge and former Democrat. When Franklin scored an upset and won by 2,914 votes, many were taken by surprise. And when the Federal Election Commission (FEC) announced three years later that Franklin's campaign committee had broken campaign laws by accepting more than $60,000 in illegal contributions, many who had been surprised felt they had found the secret to Franklin's narrow triumph.

The illegal funds came in a last-minute avalanche. During the period starting five days before the election and ending two weeks after, the Franklin campaign obtained the money through a series of bank overdrafts from the Bank of Greenwood, a branch of the First National Bank of Jackson. Because the bank had not formally extended overdraft protection to the campaign account, the FEC considered the overdrafts to be campaign contributions—which banks are prohibited from making under the Federal Election Campaign Act of 1971. In addition, the FEC cited three men, one of whom was William B. Crump III, now Franklin's chief congressional aide, for endorsing a $30,000 loan to cover Franklin's overdrafts. Under the law, endorsing a bank loan is considered a campaign contribution. All three already had contributed to the legal limit, so the endorsement amounted to an excess contribution of $10,000 from each.

The money clearly had a critical effect on the election. At a time when campaign bank books are usually looking anemic, Franklin had money for a last-minute media assault and, according to forms filed with the FEC, for election day transportation, a key element for turning out black voters, especially in rural areas, where they often have no way to get to polling places. (A large percentage of the voters in the second district are black.) There were also a number of donations to black churches made the day after the election; candidates frequently pledge contributions to black churches so the preacher will lend support or at least hold his peace. According to Fred Slabach, executive director of the Mississippi Democratic party and a volunteer on the Clark campaign, the money was decisive. "If we had had an extra $30,000 in 1982 there is no doubt in my mind that it would have made a difference," he says. "During the last three or four weeks, Robert Clark was scratching for money."

But running afoul of the FEC proved to be a painless affair for Franklin. His campaign committee was penalized $7,500 and the Bank of Greenwood $2,000. "Franklin basically got off with a slap on the wrist," says Slabach. "If $30,000 in illegal contributions will get me elected, why not just take the risk and pay the $7,500 later? What's the deterrent?"

PAY THE MAN THE $5

If anything, the FEC proved fiercer in its handling of the Franklin case than it has in most others. A look at more than 300 cases on file reveals an organization that is somewhat less than intimidating.

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• After a 1978 campaign in Alabama, the Walter Flowers for U.S. Senate Committee paid a $1,500 penalty for receiving almost $140,000 in illegal contributions. Most of that money came in the form of overdrafts, but $35,000 of it was a loan from Flowers's brother. (Loans from anyone, including blood relatives, are considered contributions, according to the Federal Campaign Act.) Calculated on the entire sum, the fine is equivalent to a loan at about 1 percent. You'd have a hard time getting that rate at your local bank.

• A whopping $200 penalty—less than a round-trip fare from Washington to Kennebunkport—was assessed to the George Bush for President Committee for violations that included failure to report as campaign funds bank accounts in 37 states during the 1980 presidential campaign and for accepting $20,195 in illegal contributions during that campaign.

• A $500 penalty was paid by the Republican National Committee for receiving $33,933.23 in corporate contributions, which are prohibited, and for spending more than the allowed limit of $10,000 on the campaign of a candidate for Congress in Michigan.

• A $4,000 penalty was paid by Senator Edward Kennedy's presidential campaign committee for receiving excess contributions totaling $75,092 during the 1980 campaign and for failing to report a $400 contribution from a labor union and a $1,500 loan from a Arizona bank.

• A $4,000 penalty was paid by the 1980 Reagan for President (RFP) Committee for receiving $194,056 in excess contributions from the Citizens for the Republic (CFTR), Reagan's PAC. (CFTR was hit for a stiff $1,000.) In a separate case, RFP was fined $9,500 for accepting $187,349.94 in illegal contributions. So in sum, RFP had the use of $381,405.94 for the low, low price of $13,500. Equally damaging to the Reagan effort was that the first penalty wasn't assessed until three years after the election and the second not until four years after.

• In a rather byzantine case, William F. Buckley and some associates were investigated after setting up a PAC to support the 1980 Senate bid of Buckley's brother, James, and Rep. Stewart McKinney's reelection in Connecticut. It seems that before the PAC, the Committee to Aid Connecticut, had any money, William Buckley had *National Review* put up almost $20,000 for advertising for the candidates, with the idea that the PAC would repay the money when it received some contributions. According to FEC files, William Buckley, his sister Priscilla, and Raymond Learsy then each gave $5,000 to the PAC. The FEC ruled that the *National Review* money was not a loan but an illegal corporate contribution and that the $5,000 contributions were personal campaign contributions (which are limited to $1,000), rather than independent expenditures (which are unlimited) because the contributors gave money to the committee knowing that it was going to defray advertising costs for those specific campaigns. *National Review*, the Buckleys, and Learsy did not have to pay any fines, though the Committee to Aid Connecticut got a $2,500 civil penalty.

• No penalties were levied against the Cliff Dickman for Congress Committee, which received an illegal contribution of $23,825 in the form of a bank loan endorsed by three of Dickman's supporters. Although the FEC found the three and the committee in violation of the statutes, it decided "to take no further action and close the file." In lieu of a penalty, each party received a letter of admonition.

VIRTUE UNREWARDED

Taking no further action seems to be what the FEC does best. Clayton Roberts of the National Right to Work Committee, a lobbying organization opposed to union dues being used for contributions to political campaigns, says, "We've been involved in several cases, complaints that we have filed with the FEC against both Mondale and various labor unions, including the NEA and the AFL-CIO, where the FEC has found in our favor in every count. They have said, 'You are right, the Mondale campaign is guilty, the AFL-CIO is guilty,' and that's the end of it—no penalties whatsoever." Michael Malbin, a political scientist at the American Enterprise Institute, agrees that the FEC is hardly a tiger among regulatory agencies. "I think it's an FEC pattern to look at little things and spend a long time doing it, and when they penalize, to make it look like candidates should just go out and do it again."

INCREASING IMPROPRIETIES

Congressmen elected in 1984 spent $18 million more than they raised before voters went to the polls. Given this upward spiral, it seems likely such campaign improprieties will increase. Indeed, the candidate who *won't* break the rules to match his rival's spending risks becoming a case of virtue unrewarded. Because there is no limit on how much a candidate can loan his own campaign, the rich already have a distinct advantage in running for office. Less wealthy candidates have difficulty persuading banks to lend them the necessary cash, so naturally they are tempted to accept illegal contributions. Then there's the matter of interest rates: Why pay 15 percent or more when your illegal contributions offer the best rate on the market?

The FEC's low-cost capital is not a terribly well-kept secret. David Ifshin, a lawyer who

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specializes in campaign finance and served as general counsel to the Mondale campaign, has observed as much. "My clients increasingly ask me when they call up, 'Am I talking about a $100 civil penalty if I do this and get caught?' My advice is, 'Look, there's a willful and knowing aspect to this. If you go out and violate the law, knowing in advance you're violating the law, you have the potential to have it referred to the Justice Department for criminal prosecution.' But it's also true that there have been no referrals for criminal prosecution and most people who are professional in the area know that."

GOVERNOR SHAPP

Actually, Ifshin exaggerates. In the 11 years the FEC has been in operation, it has referred one case to the criminal division of the Justice Department. In that instance, supporters of former Pennsylvania Governor Milton Shapp, in an attempt to cover their tracks, attributed their own excess contributions to Shapp's presidential campaign to a group of other people. The convictions were overturned on technicalities, so no one ever has gone to jail for campaign contribution abuses. The highest penalty ever levied by the FEC was one recently given the Mondale committee for its much-publicized use of delegate committees to circumvent spending limits. The committee agreed to pay an $18,500 penalty and refund $350,000 to the Treasury Department. The great majority of penalties don't come close to this figure; they are generally in the $250 to $1,000 range.

LEAN BUT NOT HUNGRY

Why isn't the FEC tougher on violators? A major reason is that the FEC does not have the legal power to levy fines. Instead, it recommends penalties and then enters negotiations with the offending party to arrive at a mutually agreeable sum. The guidelines the commission uses to decide on fines are supposed to hinge on the question of intent: If it decides a violation was done without willful and knowing intent, then it may recommend a figure anywhere from $5,000 to the full amount of the illegal contribution. If the FEC does find intent, the penalty can range from $10,000 to twice the total of the illegal contributions. But that rarely occurs; finding intent is too complicated a legal matter, so the actual range of penalties is usually the one set for the unknowing violators.

Arbitration makes a farce of the whole affair. Predictably, if the commission comes in with a request for a $7,000 penalty, the offender will offer a host of excuses and say he thinks $250 is a fair sum. Both parties know that the only recourse the FEC has if no agreement is met is to file suit in federal court—something it's loath to do because of the high cost of litigation. So the violator is in the driver's seat, and he's likely to end up with a penalty roughly equivalent to writing one hundred times on the blackboard, "I will not break the law."

The rationale behind the FEC's enforcement policy is that it lacks the manpower to strike fear into candidates' hearts. Fred Eiland, an FEC spokesman, explains: "We've got a small staff, we've never been a big organization, and we've just got to measure how we're going to spend our resources." Like the IRS, the FEC is an agency where beefing up the staff might actually help lower the federal deficit, since greater enforcement would result in more revenue from fines. Unfortunately, the FEC doesn't seem particularly interested in becoming more aggressive. As Eiland sees it, the system is designed so that public disclosure—not civil penalties—is the primary deterrent against campaign finance abuse. This, Eiland says, puts much of the responsibility on journalists for publicizing the infractions. "Then if people don't approve of what the incumbents or candidates have been doing, there are always the polls at the next election. And if they reelect them, then all you can say is, 'Well, the people did it.' "

It's true that journalists aren't always aggressive in pursuing FEC stories. But it's also true that the FEC moves so slowly in investigating and negotiating that judgments are rarely made until after the election, when it's too late to make a difference. Indeed, in the Franklin case, the 1982 violations were not punished until three years later—after the reelection campaign in which Clark once again lost to Franklin in a close race. "On both counts the FEC failed in 1982," says Fred Slabach. "It didn't deter anybody from doing anything, and it didn't even disclose [the violations] to the public in time for it to do any good in 1984. If the purpose of the FEC is to deter this stuff through public disclosure, they ought to get their asses in gear and do it in time for the next reelection cycle."

PARDON MY AUDIT

Though the officials at the FEC are not winning prizes for temerity, ultimate responsibility for the weakness of the commission lies with Congress. What teeth the FEC had when it was established in 1975 were removed in 1979 when Congress took away the FEC's power to conduct random audits of congressional campaigns. Under the audit program, 10 percent of the members of the House and Senate were to be examined. This was not terribly popular in Congress. "You would have thought somebody had planted a nuclear device on Capitol Hill, from the reaction up there," says Jan Baran, a

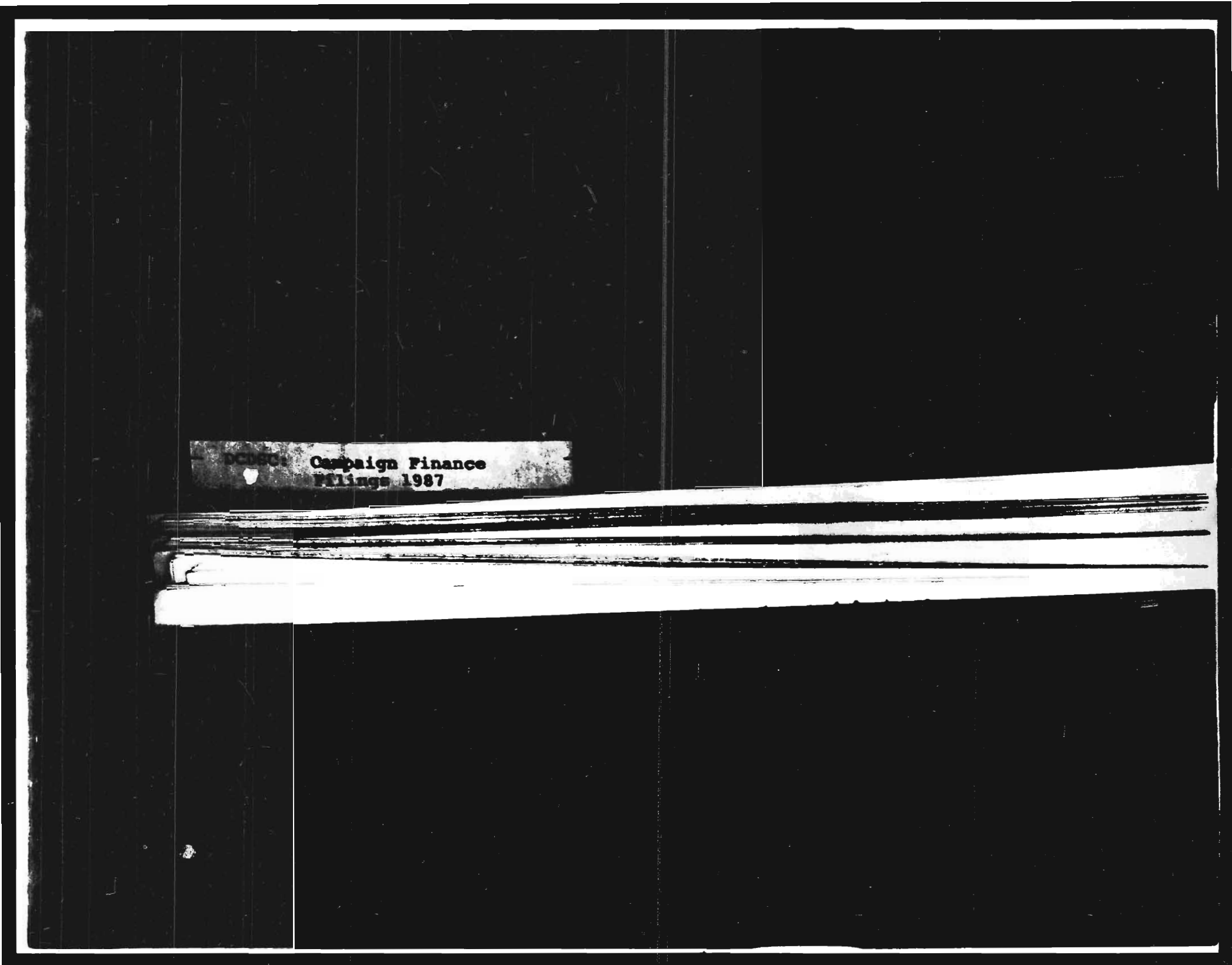
Republican election-law expert. "Everyone was scared." The commission's first audit had the bad luck to find improprieties in the campaign finances of James J. Delaney, chairman of the powerful House Rules Committee. Complaining that the FEC officials who audited his books "didn't know one thing about the law," Delaney questioned the wisdom of congressmen appropriating money for the sake of investigating themselves. Delaney's violations turned out to be minor, and his case was closed without a fine. But not long afterward, Congress stripped the FEC of the right to conduct the audits. To spare themselves the tedium of explaining the complexities of this issue to their constituents the House administration committee made the decision by voice vote.

Since then, Congress has continued to neuter the agency through budget cuts. At about $12 million a year, the FEC weighs in with one of the lightest budgets of any regulatory agency. Since 1980 its staff has been cut by 13 percent, even as the total number of PACs and campaigns it oversees has doubled. Under Gramm-Rudman its budget is likely to shrink by nearly $1 million next year.

Congress also enjoys considerable sway in choosing the FEC's six commissioners—three Democrats and three Republicans—since the president nominates the commissioners from a list provided by senators of the party whose seat is open. Zealots obviously will not go to the head of the class. Finally, the secretary of the Senate and the clerk of the House are ex officio members of the commission and keep an eye on matters that may affect Congress. As a result, the FEC is particularly timid about confronting incumbents. And since Democrats and Republicans are both guilty of violating FEC rules, neither party is interested in turning FEC timidity into a campaign issue.

Plenty of regulatory agencies are and have been heavily influenced by the industries they oversee. That's bound to occur even with a reform-minded government, because the people who make up the industry are capable of organizing on their own behalf. But there may be no other agency or commission that is so perfectly dependent on the group it regulates —the Congress—as the FEC. Until voters demand more vigorous enforcement, an FEC fine will continue to provoke little more anxiety than a traffic ticket.

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DCBEC: Campaign Finance
Filings 1987

DISTRI . OF COLUMBIA BOARD OF ELEC. ONE AND ETHICS
VOTER REGISTRATION DATA PRODUCTS REQUEST FORM

Requesting Organization/Individual: D.C. Democratic State Committee

Address: 3636 16th Street, NW. D.C. Telephone: 857-4000

Contact Person: James (M.) Clingham Telephone: 857-4466

Signature _____ Date of Request: Oct. 29, 87 Date Needed 7/31/87

I. SPECIFY MEDIUM REQUESTED (Circle One and Check Type)

MAILING LABELS	SEQUENTIAL LISTING	TAPE COPY (9-Track)
Adhesive ___	14-7/8 x 11 Printout ___	OS/VS Std Label ___ No Label ___
Cheshire ✓	8-1/2 x 11 Reduced Xerox ✓	BPI: ___ (1600 or 6250)
No. Copies 1	No. Copies 1	No. Copies ___

II. INDICATE VOTER SELECTION CRITERIA (N/A TO TAPE)

A. BY ELECTION DISTRICT:

___ City-wide
X Ward(s) : 3,4,5
___ Precinct(s) : ___
___ ANC(s) : ___
___ SMD(s) : ___

B. BY PARTY AFFILIATION

X Democrat (Dem)
___ Republican (Rep)
___ Statehood (Std)
___ No Party Affiliation (N-P)
___ Other Minor Parties (Oth)
___ All Registrants

C. BY DATE OF REGISTRATION (Optional)

Registrations During the Period

FROM: _____ (Enter Date)

TO : _____ (Enter Date)

D. BY AGE CATEGORY * (Optional)

CODE	AGE RANGES	CHECK
01	18-24	___
02	25-34	___
03	35-44	X
04	45-54	X
05	55-64	___
06	65 and over	___
07	(Undefined)*	X

III. SPECIFY ORDER OF LISTING (N/A TO TAPE)

ALPHABETICAL BY VOTER NAME X

___ City-wide Alpha
X Ward Alpha
X Precinct Alpha
___ ANC Alpha
___ SMD Alpha
___ Zip Code

ALPHABETICAL BY STREET NAME ___ (House No. order within street)

___ City-wide Street/House
___ Ward Street/House
___ Precinct Street House
___ ANC Street/House
___ SMD Street/House
___ Zip Code

IV. (OPTIONAL) VOTER HISTORY SELECTION CRITERIA (N/A TO TAPE)

VOTERS WHO PARTICIPATED IN:			CODE
___	September 1982	Primary	(82-P)
___	November 1982	General	(82-G)
___	November 1983	General	(83-G)
___	May 1984	Primary	(84-1)
X	September 1984	Primary	(84-2)
___	November 1984	General	(84-G)
___	November 1985	General	(85-G)
X	September 1986	Primary	(86-2)

SELECTION STATEMENT: **

ENTER CODE(S): (CIRCLE either AND or OR to define your criteria)

84-2 And/Or 86-2 And/Or ___ And/Or

___ And/Or ___ And/Or ___ And/Or.

V. FOR BOARD OF ELECTIONS AND ETHICS USE ONLY

Request granted___ Signature_____ Date not available___ Date_____

* Note on Age Category Data: Date of Birth was not required for voter registration prior to 1984. This data is gradually being rebuilt, but in the current registry about one fourth of the voter records are presently "undefined" by age category due to lack of birthdates.

** Note on Selection Statement: The "OR" statement will select all voters who participated in either one or both of two designated elections; the "AND" statement will select only those voters who participated in both of two designated elections.

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of Elections and Ethics as a service to the public in compliance with the Freedom of Information Act Regulations.

All requests for information must be submitted to and approved by the Board of Elections and Ethics. A separate form must be completed for each request to avoid processing errors. All data products are prepared through the D.C. SHARE Computer Center.

A minimum deposit of $50.00 must accompany each request. The balance due, if any, must be remitted to SHARE Computer Center, at the address below, prior to or at the time of the release of any materials. Requests for refunds must be submitted to SHARE Computer Center. NO PERSONAL CHECKS WILL BE ACCEPTED. Please make money orders or certified or cashier's checks payable to: D.C. Treasurer (SHARE).

All data is to be picked up at:

SHARE Computer Center
222 Massachusetts Avenue, N.W.
Washington, D.C. 20001

The contact person at SHARE for technical and other questions is Ms. Ruby Downs (tel. No. 727-6780).

****

PRICE LISTING
(subject to change)

1. **SEQUENTIAL LISTING** (51 entries per page)

   a. 1-Part Print-out Paper (14 7/8 x 11)
   $50.00 per set
   + .01 per page

   +2.00 per box in addition to first box

   b. 8-1/2 x 11 XEROX (reduced)
   $50.00 per set
   +6.00 Xerox Setup
   + .025 per page

   c. Binders
   .70 per binder

2. **ADDRESS LABELS** (48 entries per page)

   a. ADHESIVE
   $50.00 per set
   + .17 per page
   +2.00 per box in addition to first box

   b. CHESHIRE
   $50.00 per set
   + .01 per page
   +2.00 per box in addition to first box

3. **TAPE COPY:**

   $50.00 per copy (requestor must provide a 9- track output tape). Tape copy provides all voter records in the current registry. Requestor must perform independent programming to process this data for purposes desired. A copy of the Record Layout indicating data fields on the tape is provided with the tape copy, or may be requested in advance.

****

FOR SHARE USE ONLY

DATE REQUEST RECEIVED_____ DATE PROCESSING COMPLETED_____

DATE INFORMATION PICKED-UP_____ PERSON INFORMATION GIVEN TO_____

VOLUME SERIAL NUMBER (s)_____

TOTAL RECORD COUNT_____ TOTAL RECORDS SELECTED_____

SIGNATURE_____ DATE _____

OFFICE OF CAMPAIGN FINANCE
DISTRICT OF COLUMBIA BOARD OF ELECTIONS AND ETHICS
FRANK D. REEVES MUNICIPAL BUILDING SUITE 420 2000 14TH STREET, N.W.
WASHINGTON, D.C. 20009

KEITH A. VANCE
DIRECTOR OF CAMPAIGN FINANCE

(202) 939-8710

August 25, 1987

I.D.# PTY000109
Larry F. Weston, Treasurer
D.C. Democratic State Committee
3636 - 16th Street, N.W., #AG-65
Washington, D.C. 20010

RE: REPORT OF RECEIPTS AND EXPENDITURES
REQUEST FOR ADDITIONAL INFORMATION

Dear Mr. Weston:

This letter is prompted by our interest in assisting candidates and committees who wish to comply with the District of Columbia Campaign Finance Reform and Conflict of Interest Act of 1974, as amended, D.C. Code § 1-1401 et seq.

During the review of your Report of Receipts and Expenditures, we noticed that you omitted certain information. Enclosed is an itemization of the information requested.

Please be advised that the Office of Campaign Finance has moved to a new location. The address is the Frank D. Reeves Center for Municipal Affairs, 2000 14th Street, N.W., Suite 420, Washington, D.C. 20009. You are requested to continue to remit all correspondence to the Office of Campaign Finance, Post Office Box 50418, Washington, D.C. 20004-0418.

While we recognize the difficulties you may have experienced in filling out the Report of Receipts and Expenditures, we must ask that you provide the Office of Campaign Finance with the missing information within fifteen (15) days from the date of this letter. If you have any questions, please feel free to write or call Daryl Green, Documents Analyst, at (202) 939-8714.

Sincerely,

Keith A. Vance
Director of Campaign Finance

KAV/FAD
Enclosure(s)

2104035206

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF CAMPAIGN FINANCE
POST OFFICE BOX 50418
WASHINGTON, D.C. 20004-0418

COMMITTEE/CANDIDATE: D.C. Democratic State Committee DATE: August 25, 1987

TREASURER: Larry F. Weston I.D.#: PTY000109

REQUEST FOR ADDITIONAL INFORMATION FOR THE July 31, 1987 REPORT OF RECEIPTS AND EXPENDITURES COVERING THE PERIOD April 1, 1987 THROUGH June 30, 1987 PURSUANT TO THE DISTRICT OF COLUMBIA CAMPAIGN FINANCE REFORM AND CONFLICT OF INTEREST ACT OF 1974, AS AMENDED, D.C. CODE § 1-1401 et seq.

A review of the report indicates that additional information is needed in order to be considered complete. Please return a copy of this form with your amended submission(s).

(X) Indicates Deficiency (*) Not Applicable:

(X) Coverage dates omitted or incorrect on Summary Page and Detailed Summary Page
( ) Line(s) 6(a) ____ ( ) Line 9 ____ Column(s) ____
(X) Line(s) 6(c) X and/or 24 X (X) Line 10 X Column(s) A & B
(X) Line(s) 6(d) X and/or 25 X (X) Beginning Cash on Hand 6(b) X 23 X Column(s) A
( ) Line(s) 7 ____ and/or 26 ____ (X) Ending Cash on Hand 8 X 27 X Column(s) A & B
( ) Failure to Sign ( ) Identification Number (Used above OCF I.D.#)

OMISSION OF REQUIRED DATA ON RECEIPTS AND EXPENDITURES

Schedule	A	A	A	A	A/C	A	B	B	B	B	B	B	D	E
Detailed Summary Page - Line No.	11	12	13	14	15	16	17	18	19	20	21	22		
(X) Schedule totals omitted X and/or do not agree with Detailed Summary Page	a b c d e		a b X c X						a b c	a b c d			X	X
( ) Dates inadequate or omitted														
( ) Full name omitted														
( ) Mailing address inadequate or omitted														
( ) Occupation description inadequate or omitted							*** ***	*** ***	*** ***	****** ******	*** ***	*** ***		
( ) Principal place of business and/or employer inadequate or omitted							*** *** ***	*** *** ***	*** *** ***	****** ****** ******	*** *** ***	*** *** ***		
( ) Aggregate year-to-date total(s) of contributor(s) omitted						*** ***	*** ***	*** ***	*** ***	****** ******	*** ***	*** ***	** **	** **
( ) Purpose of expenditure(s) omitted	****** ******	*** ***	*** ***	*** ***	*** ***	*** ***							** **	** **
( ) Inadequate description of ( ) Proceeds ( ) Dates ( ) Event(s) and Location	****** ****** ******	*** *** ***	*** *** ***	*** *** ***		*** *** ***	*** *** ***	*** *** ***	*** *** ***	****** ****** ******	*** *** ***	*** *** ***	** ** **	** ** **
( ) Nature of debts and obligations and pertinent information omitted or inadequate	****** ****** ******	*** *** ***	*** *** ***	*** *** ***	*** *** ***	*** *** ***	*** *** ***	*** *** ***	*** *** ***	****** ****** ******	*** *** ***	*** *** ***		

OTHER: A review of your report revealed that the ending coverage date on the January 1, 1987 report should be brought forward to serve as the beginning coverage date on the July 31, 1987 report, thus making the beginning coverage date January 1, 1987. The ending cash balance from the

January 31, 1987 report should be brought over to the July 31, 1987 report, making the beginning cash $452.99. The $450.90 difference should be itemized on Schedule A, and added into the total receipts. The total receipts were understated by $900.90. The total receipts should be $46,665.27. The $3,000.00 loan reported on line 13b and c should also be itemized on Schedule E. The subtotal (line 6d) was understated by $450.10. The subtotal should be $47,118.36. The ending cash balance was understated by $480.10. The ending cash balance shold be $705.61. The debts and obligations owed by the committee, Column A, were understated by $17,065.56. Debts and obligations, Column A, should be $28,569.56. The debts and obligations, Column B, was also understated by $20,065.56. The debts and obligations, Column B, should be $37,164.56. All outstanding debts and obligations reported in the previous reports should continue to be reported on Schedule D until they are settled. Please amend this report to reflect the changes above.

Your initial submission, together with this request for additional information has been made available for public inspection. The Office of Campaign Finance urges you to file the additional submission(s) promptly. If you have any questions regarding this request, please call our Documents Analyst at (202) 939-8714.

OCF FORM 14 (RFAI)

2104035208

OFFICE OF CAMPAIGN FINANCE
District of Columbia Board of Elections and Ethics
2000 14TH STREET N.W. SUITE 400
WASHINGTON, D.C. 20009
(202) 939-8710

SCHEDULE OF FINES FOR FAILURE TO FILE OR DELINQUENCIES IN FILING STATMENTS OR INFORMATION UNDER THE DISTRICT OF COLUMBIA CAMPAIGN FINANCE REFORM AND CONFLICT OF INTEREST ACT

Pursuant to D.C. Code, §1-1435(b)(3), the Director may ministerially impose fines for violations of the District of Columbia Campaign Finance Reform and Conflict of Interest Act of 1974, as amended, D.C. Code, §1-1401 et seq.

3310 SCHEDULE OF MINISTERIAL FINES TO BE IMPOSED BY THE DIRECTOR

3310.1 Pursuant to §1-1435(b)(3), D.C. Code, 1981 ed., the Director may ministerially impose fines for violations of §1-1401 et seq., D.C. Code, 1981 ed.

3310.2 A civil penalty under §1-1435(b), D.C. Code, 1981 ed., may be imposed by the Director upon any person required to file a statement or any information under §1-1401 et seq., D.C. Code, 1981 ed., who commits any of the following violations:

(a) Failure to file a statement, report or information requested by the Director;

(b) Filing a late statement, report or information requested by the Director; and

(c) Filing an incomplete statement, report or information requested by the Director;

3310.3 Except as provided in §§3310.4 and 3310.5, fines shall be imposed as follows:

First week	$20 per day
Second week	$30 per day
Third week	$40 per day
Fourtn week	$50 per day

Failure to respond to an order of the Director issued under §§1-1432 (a)(1)(A), (C), (D), or (G) or 1-1432(c), D.C. Code, 1981 ed.	$50 per day
Failure to file 8-day pre-election report under §1-1416, D.C. Code, 1981 ed.	$50 per day

3310.4 For violations of §1-1419, D.C. Code, 1981 ed., (failure of a candidate to file for exemption for total expenses under $250), the following fines may be imposed:

First week	$5 per day
Second week	$10 per day
Third week and for each day thereafter	$10 per day

3310.5 For violations of §§1-1454 (lobbyist registration) and 1-1455 (lobbyist activity reports), D.C. Code, 1981 ed., the fine shall be ten dollars ($10) per day up to thirty (30) days for every day the report or registration form is late.

3310.6 The aggregate set of the above penalties imposed under the Director's authority may not exceed $500 for each violation.

3310.7 Saturdays, Sundays and holidays shall not be included in calculating delinquencies.

3310.8 If respondent does not request a hearing pursuant to §3308.8, the fine becomes effective on the sixteenth day following the issuance of a decision and order of the Director of Campaign Finance, after the fifteen-day period for filing a request for a Board of Elections and Ethics hearing has expired.

3310.9 The Director of Campaign Finance may modify, rescind, dismiss or suspend any fine imposed under §3310 of these rules for good cause shown; except that fines imposed for failure to file an 8-day pre-election report under §1-1416, D.C. Code, 1981 ed., is mandatory unless a written extension for filing the report has been granted by the Director.

3310.10 Fines imposed under this chapter shall be paid within 10 days of the effective date, at the Office of Campaign Finance, 2000 14th Street, N.W., by money order or check made payable to the D.C. Treasurer.

3310.11 A person who knowingly files any false or misleading statement or other information is subject to the penalties under §1-1471(b), D.C. Code, 198 ed.

2104035210

OFFICE OF CAMPAIGN FINANCE
DISTRICT OF COLUMBIA BOARD OF ELECTIONS AND ETHICS
FRANK D. REEVES MUNICIPAL BUILDING SUITE 420 2000 14TH STREET, N.W.
WASHINGTON, D.C. 20009

KEITH A. VANCE
DIRECTOR OF CAMPAIGN FINANCE

(202) 939-8710

May 11, 1987

I.D.# PTY000109
James M. Christian, Chairman
D.C. Democratic State Committee
3636 - 16th Street, N.W., #AG-65
Washington, D.C. 20010

Re: STATEMENT OF ORGANIZATION
REQUEST FOR ADDITIONAL INFORMATION
SECOND NOTICE

Dear Mr. Christian:

On March 16, 1987, you were notified that the Statement of Organization filed by your committee omitted certain required information.

As of this date, however, we have not received a response from you. Your failure to amend the Statement of Organization (Committee Registration) gives the Director of Campaign Finance reason to believe that you are in violation of Section 204 of the District of Columbia Campaign Finance Reform and Conflict of Interest Act of 1974, as amended, D.C. Code § 1-1414.

The Office of Campaign Finance intends to take no action against you and/or the committee until you have had a reasonable opportunity to respond to this letter. This response should be mailed to the Office of Campaign Finance within ten (10) days from the date of this letter.

Please be advised that the Office of Campaign Finance has moved to a new location. The address is Frank D. Reeves Center for Municipal Affairs, 2000 - 14th Street, N.W., Suite 420, Washington, D.C. 20009. You are requested to continue to remit all correspondence to the Office of Campaign Finance, Post Office Box 50418, Washington, D.C. 20004-0418.

If you have any questions, please feel free to write or call Daryl Green, Documents Analyst, at (202) 939-8714.

Sincerely,

Keith A. Vance
Director of Campaign Finance

KAV/FAD
Enclosure(s)

2104035211

TO: D.C. Democratic State Committee DATE: March 16, 1987

James M. Christian, Chairman I.D.#: PTY000109

REQUEST FOR ADDITIONAL INFORMATION FOR YOUR STATEMENT OF ORGANIZATION OF A POLITICAL COMMITTEE, PURSUANT TO THE DISTRICT OF COLUMBIA CAMPAIGN FINANCE REFORM AND CONFLICT OF INTEREST ACT OF 1974, AS AMENDED, D.C. CODE §1-1414.

A review of the Statement of Organization (Committee Registration Form - OCF Form 14) indicates that additional information is needed in order to be considered complete. Please return a copy of this form with your amended submission(s).

(X) Indicates Deficiency

OMISSION OF:

_____ Signature

_____ Type of Committee

_X_ Name of Chairman: address, phone number and title

_X_ Name of Treasurer: address, phone number and title

_____ Name of Custodian of Records: address, phone number and title

_____ Name of connected organization(s) and/or affiliated committee(s) (If none, so state.)

_____ Type of connected organization

_____ Name, address, state and party affiliation of individual candidate(s) supported by the committee

_____ Name, location of banks, depositories

_____ Title(s) and Account Number(s) of account(s) at depositories

_____ Residual/Excess funds dissolution

_X_ Other: An amended Statement of Organization is needed for the designation of a chairperson and treasurer. Also for a change of Committee address.

2104035212

Statement of Organization
Request for Additional Information - Continued

Your initial submission, together with this request for additional information has been made available for public inspection. The Office of Campaign Finance urges you to file the additional submission(s) promptly. If you have any questions regarding this request, please call our Documents Analyst at (202) 939-8714.

OCF FORM 14 (RFAI)

21040851213

OFFICE OF CAMPAIGN FINANCE
DISTRICT OF COLUMBIA BOARD OF ELECTIONS AND ETHICS
FRANK D. REEVES MUNICIPAL BUILDING SUITE 420 2000 14TH STREET, N.W.
WASHINGTON, D.C. 20009

KEITH A. VANCE
DIRECTOR OF CAMPAIGN FINANCE

(202) 939-8710

June 10, 1987

I.D.# PTY000109
James M. Christian, Chairman
D.C. Democratic State Committee
3636 - 16th Street, N.W., #AG-65
Washington, D.C. 20010

Re: FIRST NOTICE ON NON-COMPLIANCE (RFAI)
D.C. Code § 1-1414

Dear Mr. Christian:

You were notified on March 16, 1987 and May 11, 1987, that you may have failed to provide additional information to your Statement of Organization as required by the District of Columbia Campaign Finance Reform and Conflict of Interest Act of 1974, as amended; D.C. Code § 1-1414. Please see the enclosed form(s).

As of this date, we have not received a response from you. Your continued failure to provide this information gives the Office of Campaign Finance reasonable cause to believe that you are in violation of the District of Columbia Campaign Finance Reform and Conflict of Interest Act of 1974, as amended; D.C. Code § 1-1414.

In the event that you have already responded to our request, please advise us immediately in writing, of the certified or registered number, and date of the mailing of the reports.

Please be advised that the Office of Campaign Finance has recently moved to a new location. The address is Frank D. Reeves Center for Municipal Affairs, 2000 - 14th Street, N.W., Suite 420, Washington, D.C. 20009. You are requested to continue to remit all correspondence to the Office of Campaign Finance, Post Office Box 50418, Washington, D.C. 20004-0418.

The Office of Campaign Finance intends to take no action against you until you have had a reasonable opportunity to respond

2104085214

to this letter. Daryl A. Green, Documents Analyst, is assigned to assist you in this matter. If you have any questions, please contact him at (202) 939-8714.

Sincerely,

Keith A. Vance
Director of Campaign Finance

KAV/FAD
Enclosure(s) 4

Certified Mail Receipt Requested

21040851215

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1110 Vermont Avenue NW, Suite 840, Washington, DC 20005 (202) 347-5670

Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman

James M. Christian
Chair
Darla P. Winter
Vice Chair
William H. Simons
Recording Secretary
Janette Hester Harris
Corresponding Secretary
Richard Clark
Treasurer

Gail Anderson
Robert Artisst
Johnny Barnes
Walter Beach
Edward Black
Bobbi Bleh
Stanley A. Boucree
Marilyn T. Brown
Robert Bush
Daniel Butler
Joseph Carter
Barbara Bell Clark
James E. Coates
Vincent H. Cohen
Jerry Cooper
Andrew P. Corley
Howard Croft
Wallacestine Curtis
John Daniels
Bernard Demczuk
Kathy Foster
Alexa Freeman
Winifred Freeman
Theodis "Ted" Gay
Linda Greenan
Linda Grigsby
Andrea Irby
Concha Johnson
Phinis Jones
Ruth Jordan
Aurelia Corbett King
Paul Kuntzler
Irene Lee
Helen W. Mays
Dusty McClintick
Elona Evans McNeil
James Mercer
James Nathanson
Paula Nickens
James Parks
Emma Patten
Florence Pendleton
Myrna Peralta-Guevara
Mark L. Plotkin
Steven Ramirez
Daniel Robinson
Mattie Robinson
William Rumsey
Anwar Saleem
Donna Schneider
Barbara Lett Simmons
Harry Thomas
Romaine Thomas
Francis D. Threadgill, Jr.
Erica Tollett
Debra Thomas Truhart
Larry F. Weston
Lorraine H. Whitlock
Joslyn Williams
Frank Zampatori

Barbara W. Garnett
Executive Director

January 30, 1987

Brian Hancock
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463

Dear Mr. Hancock,

Enclosed please find a end of year report for the D.C. Democratic State Committee. I am forwarding this copy to you although it has not been fully executed, since our treasurer was unable to sign in time to meet the deadline. He will forward a fully executed document as soon as possible, however, this report is sent in an effort to have required information supplied to you in a timely manner. I appreciate your help and advice on our methods of reporting.

Most Sincerely,

Barbara W. Garnett

REPORT OF RECEIPTS AND DISBURSEMENTS
For Political Committee Other Than an Authorized Committee

(Summary Page)

1. Name of Committee (In Full)

District of Columbia Democratic State Committee

Address (Number and Street)

1090 Vermont Avenue, N.W.
Washington, D.C. 20005

City, State and ZIP Code

☐ Check here if address is different than previously reported.

2. FEC Identification Number
C00167312

3. ☐ This committee qualified as a multicandidate committee during this Reporting Period on _____ (Date)

4. TYPE OF REPORT (Check appropriate boxes)

(a) ☐ April 15 Quarterly Report ☐ October 15 Quarterly Report
☐ July 15 Quarterly Report ☒ January 31 Year End Report
☐ July 31 Mid Year Report (Non-Election Year Only)
☐ Monthly Report for _____
☐ Twelfth day report preceding _____ (Type of Election)
election on _____ in the State of _____
☐ Thirtieth day report following the General Election
on _____ in the State of _____
☐ Termination Report

(b) Is this Report an Amendment?
☐ YES ☒ NO

SUMMARY	COLUMN A This Period	COLUMN B Calendar Year-to-Date
5. Covering Period Oct. 1, 1986 through Dec. 31, 1986		
6.(a) Cash on hand January 1, 19 86		$ 0.00
(b) Cash on Hand at Beginning of Reporting Period	$ 0.00	
(c) Total Receipts (from Line 18)	$ 0.00	$ 0.00
(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	$ 0.00	$ 0.00
7. Total Disbursements (from Line 28)	$ 0.00	$ 0.00
8. Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	$ 0.00	$ 0.00
9. Debts and Obligations Owed TO The Committee (Itemize all on Schedule C or Schedule D)	$ 0.00	
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C or Schedule D)	$ 6,461.54	

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete.

Larry F. Weston
Type or Print Name of Treasurer

SIGNATURE OF TREASURER _____ Date _____

For further information contact:
Federal Election Commission
999 E Street, N.W.
Washington, D.C. 20463
Toll Free 800-424-9530
Local 202-376-3120

NOTE: Submission of false, erroneous, or incomplete information may subject the person signing this report to the penalties of 2 U.S.C. § 437g.

All previous versions of FEC FORM 3 and FEC FORM 3a are obsolete and should no longer be used.

									FEC FORM 3X (3/80)

21940351217

DETAILED SUMMARY PAGE
of Receipts and Disbursements
(Page 2, FEC FORM 3X)

Name of Committee (In Full) [redacted]

Report Covering the Period: From: _____ To: _____

	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date	
I. RECEIPTS			
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees.			11(a)
(Memo Entry Unitemized $_____)			
(b) Political Party Committees			11(b)
(c) Other Political Committees.			11(c)
(d) TOTAL CONTRIBUTIONS (other than loans) (add 11(a), 11(b) and 11(c))			11(d)
12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES.			12
13. ALL LOANS RECEIVED			13
14. LOAN REPAYMENTS RECEIVED.			14
15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)			15
16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES			16
17. OTHER RECEIPTS (Dividends, Interest, etc.).			17
18. TOTAL RECEIPTS (Add 11(d), 12, 13, 14, 15, 16 and 17)	0.00	0.00	18
II. DISBURSEMENTS			
19. OPERATING EXPENDITURES.			19
20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES			20
21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES			21
22. INDEPENDENT EXPENDITURES (use Schedule E)			22
23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES. . . . . (2 U.S.C. § 441 a(d)) (Use Schedule F)			23
24. LOAN REPAYMENTS MADE.			24
25. LOANS MADE			25
26. REFUNDS OF CONTRIBUTIONS TO			
(a) Individuals/Persons Other Than Political Committees.			26(a)
(b) Political Party Committees			26(b)
(c) Other Political Committees.			26(c)
(d) TOTAL CONTRIBUTION REFUNDS (Add 26(a), 26(b) and 26(c))			26(d)
27. OTHER DISBURSEMENTS			27
28. TOTAL DISBURSEMENTS (add lines 19, 20, 21, 22, 23, 24, 25, 26(d) and 27). . . .	0.00	0.00	28
III. NET CONTRIBUTIONS AND NET OPERATING EXPENDITURES			
29. TOTAL CONTRIBUTIONS (other than loans) from Line 11(d)			29
30. TOTAL CONTRIBUTION REFUNDS from Line 26(d)			30
31. NET CONTRIBUTIONS (other than loans) (Subtract Line 30 from Line 29)			31
32. TOTAL OPERATING EXPENDITURES from Line 19			32
33. OFFSETS TO OPERATING EXPENDITURES from Line 15			33
34. NET OPERATING EXPENDITURES (Subtract Line 33 from Line 32)	0.00	0.00	34

SCHEDULE D
(Revised 3/80)

DEBTS AND OBLIGATIONS
Excluding Loans

LINE NUMBER 10
(Use separate schedules for each numbered line)

Name of Committee (In Full) D.C. Democratic State Committee	Outstanding Balance Beginning This Period	Amount Incurred This Period	Payment This Period	Outstanding Balance at Close of This Period
A. Full Name, Mailing Address and Zip Code of Debtor or Creditor Printing Options	$6,461.54	$0.00	$0.00	$6,461.54
Nature of Debt (Purpose):				
B. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
C. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
D. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
E. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
F. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
1) SUBTOTALS This Period This Page (optional)				
2) TOTAL This Period (last page this line only)				$6,461.54
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only)				
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only)				$6,461.54

FEC 3512219

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1118 Vermont Avenue NW, Suite 840, Washington, DC 20005 (202) 347-5670

Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman

James M. Christian
Chair
Doris P. Winter
Vice Chair
William H. Simons
Recording Secretary
Janette Hester Harris
Corresponding Secretary
Richard Clark
Treasurer

Gail Andersen
Robert Artisst
Johnny Barnes
Walter Beach
Edward Black
Bobbi Blek
Stanley A. Boucree
Marilyn T. Brown
Robert Bush
Daniel Butler
Joseph Carter
Barbara Bell Clark
James E. Coates
Vincent H. Cohen
Jerry Cooper
Andrew P. Corley
Howard Croft
Wallacetine Curtis
John Daniels
Bernard Demczuk
Kathy Foster
Alexa Freeman
Winifred Freeman
Theodis "Ted" Gay
Linda Greenan
Linda Grigsby
Andrea Irby
Capcha Johnson
Phinis Jones
Ruth Jordan
Angela Corbett King
Paul Kuntzler
Irene Lee
Helen W. Maye
Dusty McClintick
Elona Evans McNeil
James Mercer
James Nathanson
Paula Nickens
James Parks
Emma Patton
Florence Pendleton
Myrna Peralta-Guevara
Mark L. Plotkin
Steven Ramirez
Daniel Robinson
Mattie Robinson
William Rumsey
Anwar Saleem
Donna Scheeder
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Harry Thomas
Romaine Thomas
Francis D. Threadgill, Jr.
Erica Tollett
Debra Thomas Truhart
Larry F. Weston
Lorraine H. Whitlock
Joslyn Williams
Frank Zampatori

Barbara W. Garnett
Executive Director

January 30, 1987

Keith Vance
Director, D.C. Office of Campaign Finance
2000- 14th Street, Northwest #420
Washington, D.C. 20009

Dear Mr. Vance,

Enclosed, please find a copy of the year end report of the D.C. Democratic State Committee. A fully executed document is forthcoming which will have the name of our new treasurer. Our Chairman, Mr. James M. Christian wanted you to have what materials we had available, however, so as to keep our reporting current and timely.

Thank you so much for your cooperation and understanding.

Most Sincerely,

Barbara W. Garnett

Barbara W. Garnett
Executive Director

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF CAMPAIGN FINANCE
Washington, D.C. 20004

REPORT OF RECEIPTS AND EXPENDITURES FOR CANDIDATE OR POLITICAL COMMITTEE
(D.C. CODE §1-1419)
(SUMMARY PAGE)

ALIGN AREA | ALIGN AREA

1. Name of Committee (in Full) (Name of candidate, if candidate is reporting)
DC Democratic State Committee

2. OCF Identification Number
PTY000109

Address (Number and Street)
1090 Vermont Avenue, N.W. #1302

3. Is this report an Amendment?
☐ YES ☒ NO

City, State and Zip Code
Washington, D.C. 20005

☐ Check if address is different than previously reported.

4. TYPE OF REPORT

☒ January 31 Year End	☐ July 31 Mid Year	☐ December 10	☐ Consolidated
☐ March 10	☐ August 10	☐ 8 Day Pre-Primary	☐ Termination Report
☐ June 10	☐ October 10	☐ 8 Day Pre-General	☐ Other _____

This REPORT CONTAINS activity for — ☐ Primary Election ☐ General Election ☐ Special Election

SUMMARY	COLUMN A This Period	COLUMN B Calendar Year-to-Date
5. Covering Period Dec. 1, 1986 through Dec. 31, 1986		
6. (a) Cash on hand January 1, 19 86		986.39
(b) Cash on hand at Beginning of Reporting Period	80.87	
(c) Total Receipts (from Line 16)	6,530.00	98,043.20
(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	6,610.87	99,028.59
7. Total Expenditures (from Line 22)	6,157.88	98,351.31
8. Cash on Hand at Close of Reporting Period (Subtract Line 7 from Line 6(d))	452.99	677.28
9. Debts and Obligations Owed TO The Committee (Itemize all on Schedule D and/or Schedule E)	—	—
10. Debts and Obligations Owed BY The Committee (Itemize all on Schedule D and/or Schedule E)	16,663.96	17552.99

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete.

Harry F. Weston
Type or Print Name of Treasurer (Name of candidate, if candidate is reporting)

For further information contact:
Office of Campaign Finance
Post Office Box 50418
Washington, D.C. 20004-0418
(202) 727-2410

SIGNATURE OF TREASURER (Signature of candidate, if candidate is reporting) Date

NOTE: Submission of late, false, erroneous, or incomplete information may subject the person signing this Report to the penalties of D.C. Code §§1-1435 and 1-1471.

All previous versions of OCF FORMS are obsolete and should no longer be used.

OCF FORM 16 (7/85)

21403512221

[redacted] DETAILED SUMMARY PAGE [redacted]
of Receipts and Expenditures
(Page 2, OCF FORM 16)

Name of Committee (in Full) (Name of candidate, if candidate is reporting)	Report Covering the Period
S.C. Democratic State Committee	From: Jan. 1, 1986 To Dec. 31, 1986

	COLUMN A Total This Period	COLUMN B Calendar Year-to-Date	
I. RECEIPTS			
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees (Memo Entry Unitemized $)	5470.00	55,174.00	11 (a)
(b) Political Party Committees	—	—	11 (b)
(c) Other Political Committees	200.00	200.00	11 (c)
(d) The Candidate	—	—	11 (d)
(e) TOTAL CONTRIBUTIONS (other than loans (add 11(a), 11(b), 11(c) and 11(d).	5970.00	55,374.00	11 (e)
12. TRANSFERS FROM OTHER AUTHORIZED COMMITTEES		24,355.00	12
13. LOANS:			
(a) Made or Guaranteed by the Candidate	—	—	13 (a)
(b) All Other Loans	—	—	13 (b)
(c) TOTAL LOANS (add 13 (a) and 13 (b))	—	—	13 (c)
14. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	—	—	14
15. OTHER RECEIPTS (Sales and Collections, Dividends, interest, etc.)	560.00	1833.20	15
16. TOTAL RECEIPTS (add 11 (e), 12, 13 (c), 14 and 15)	6,530.00	81,362.20	16
II. EXPENDITURES			
17. OPERATING EXPENDITURES	6,157.64	45,296.31	17
18. TRANSFERS TO OTHER AUTHORIZED COMMITTEES			18
19. LOAN REPAYMENTS:			
(a) Of Loans Made or Guaranteed by the Candidate	—	—	19 (a)
(b) Of All Other Loans	—	—	19 (b)
(c) TOTAL LOAN REPAYMENTS (add 19 (a) and 19 (b))	—	—	19 (c)
20. REFUNDS OF CONTRIBUTIONS TO:			
(a) Individuals/Persons Other Than Political Committees	—	55.00	20 (a)
(b) Political Party Committees	—	—	20 (b)
(c) Other Political Committees	—	—	20 (c)
(d) TOTAL CONTRIBUTION REFUNDS (add 20 (a), 20 (b), and 20 (c))	—	55.00	20 (d)
21 OTHER EXPENDITURES			21
22. TOTAL EXPENDITURES (add 17, 18, 19(c), 20(d), and 21	6,157.64	45,351.31	22

III. CASH SUMMARY

23. CASH ON HAND AT BEGINNING OF REPORTING PERIOD	$ 81.57	23
24. TOTAL RECEIPTS THIS PERIOD (From Line 16)	$ 6,530.00	24
25. SUBTOTAL (Add Line 23 and Line 24)	$ 6,611.57	25
26 TOTAL EXPENDITURES THIS PERIOD (From Line 22)	$ 6,157.64	26
27. CASH ON HAND AT CLOSE OF THE REPORTING PERIOD (Subtract Line 26 from 25)	$ 453.93	27

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Page 1 of 7 for LINE NUMBER III a)
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Finley, Kumble, Wagner et al 1120 Connecticut Ave. N.W. Washington, D.C. 20036 Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Name of Employer Law Firm Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt this Period $1000.00
B. Full Name, Mailing Address and ZIP Code MTI Construction 6039 Dix St. N.E. D.C. 20019 Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Name of Employer Construction Firm Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period $2000.00
C. Full Name, Mailing Address and ZIP Code James H. Christian 4315 Blagden Ave. N.W. D.C. 20011 Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Name of Employer Finley, Kumble Wagner et al Occupation Attorney Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period 200.00
D. Full Name, Mailing Address and ZIP Code John Hechinger 2535 Chain Bridge Rd. N.W. D.C. 20016 Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Name of Employer Hechinger Co. Occupation Entrepreneur Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period 100.00
E. Full Name, Mailing Address and ZIP Code Ward 7 Citizens for Progress Washington, D.C. Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period 200.00
F. Full Name, Mailing Address and ZIP Code Mattie Robinson 1307 Holbrook St. N.E. D.C. 20002 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer D.C. Public Schools Occupation Administrator Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period $100.00
G. Full Name, Mailing Address and ZIP Code Max N. Berry 3213 "O" St. N.W. Washington, D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Attorney Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period $100.00
SUBTOTAL of Receipts This Page (optional)			3,700.00
TOTAL This Period (last page this line number only)			

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(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Name of Employer / Occupation / Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt this Period
Florence Pendleton 147 S St. N.W. D.C. 20001 Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	D.C. Public Schools Occupation Administrator Aggregate Year-to-Date—$	12-4-86	40.00
B. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Marilyn T. Brown 201 Whittier St. N.W. D.C. 20012 Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	D.C. Public Schools Occupation Aggregate Year-to-Date—$	12-4-86	200.00
C. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Robert L White 1814 Jackson St. NE D.C. 20018 Receipt For: ☐ Primary ☒ General ☐ Other (specify): Donation	Occupation Aggregate Year-to-Date—$	12-4-86	200.00
D. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Richard Landis 2800 Ontario Rd. N.W. #504 D.C. 20009 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Self-Employed Occupation Attorney Aggregate Year-to-Date—$	12-4-86	20.00
E. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Massimo Righini Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Occupation Aggregate Year-to-Date—$	12-4-86	40.00
F. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Marsha Brauer #301 2410 - 20th St. N.W. D.C. 20009 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Occupation Aggregate Year-to-Date—$	12-4-86	20.00
G. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Peter Schott 3025 Ontario Rd. N.W. #208 D.C. 20009 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Occupation Aggregate Year-to-Date—$	12-4-86	20.00
SUBTOTAL of Receipts This Page (optional)			540.00
TOTAL This Period (last page this line number only)			

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(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Kathy Foster 2224-38th St. NW. D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer McDonald's Corp. Occupation Manager Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt this Period 40.00
B. Full Name, Mailing Address and ZIP Code Robert Boyd 402-4th St. N.E. D.C. 20002 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period 20.00
C. Full Name, Mailing Address and ZIP Code Raymond Browne 3219 Reservoir Rd. N.W. D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period 40.00
D. Full Name, Mailing Address and ZIP Code Eugene Kinlow 415 12th St. N.W. D.C. 20004 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/4/86	Amount of Each Receipt This Period 40.00
E. Full Name, Mailing Address and ZIP Code Paula Nickens 3024 Clinton St. NE. D.C. 20018 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 80.00
F. Full Name, Mailing Address and ZIP Code Laurence Manley 1025 Thomas Jefferson St. N.W. #400E D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Attorney Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 40.00
G. Full Name, Mailing Address and ZIP Code The Consulting Group of Wash. 2339-40th Pl. N.W. #305 D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 40.00
SUBTOTAL of Receipts This Page (optional)			$300.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Frank Lamperteri Jr. 2083-B Fort Davis St S.E. D.C. 20020 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt this Period 40.00
B. Full Name, Mailing Address and ZIP Code Stanley Allen 1756 Kenyon St. N.W. D.C. 20010 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 120.00
C. Full Name, Mailing Address and ZIP Code Michael Lewis 3027 University Terr. NW. D.C. 20016 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 20.00
D. Full Name, Mailing Address and ZIP Code Marlene Johnson 1659 Primrose Rd. N.W. D.C. 20012 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 20.00
E. Full Name, Mailing Address and ZIP Code Carolena Key 632 Southern Ave. S.E. D.C. 20032 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 20.00
F. Full Name, Mailing Address and ZIP Code Dr. Jeffrey Kraskin Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 20.00
G. Full Name, Mailing Address and ZIP Code Leroy D. Harris 436 Manor Pl. N.W. D.C. 20010 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 20.00
SUBTOTAL of Receipts This Page (optional)			$260.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Name of Employer / Occupation / Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt this Period
Ethel Delaney Lee 1781 Verbena Street D.C. 20012 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	20.00
B. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Mark Plotkin 4124 Edmunds St. N.W. D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	20.00
C. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
James Harvey 1922-16th St. N.W. #7 D.C. 20009 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	20.00
D. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
William Bolter 1722 Mass Ave. S.E. D.C. 20003 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	20.00
E. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Betty King 2820-34th Pl. N.W. D.C. 20007 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	20.00
F. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
David M. Watson 504-12th St. N.E. D.C. 20002 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	20.00
G. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Dwight S. Cropp 4001-18th St. N.W. D.C. 20011 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	40.00

SUBTOTAL of Receipts This Page (optional)	$160.00
TOTAL This Period (last page this line number only)	

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(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Name of Employer / Occupation / Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt this Period
Daria P. Winter 1107-1C St. N.E. D.C. 20002 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	University of D.C. Instructor	12/12/86	40.00
B. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Barbara Lett Simmons 7244-15th Pl. N.W. D.C. 20012 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	180.00
C. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Jerome S. Paige 921 F St. N.E. D.C. 20002 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	40.00
D. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Vincent Cohen 1851 Rudwood Terr. N.W. D.C. 20012 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	40.00
E. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Romaine Thomas 4003-21st St. N.E. D.C. 20018 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	D.C. Public Schools Principal	12/12/86	40.00
F. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Andrea Irby 515-25th Pl. N.E. D.C. 20002 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	60.00
G. Full Name, Mailing Address and ZIP Code	**Name of Employer / Occupation / Aggregate Year-to-Date—$**	**Date (month, day, year)**	**Amount of Each Receipt This Period**
Janette Harris 4407-16th St. NW. D.C. 20011 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		12/12/86	40.00
SUBTOTAL of Receipts This Page (optional)			$440.00
TOTAL This Period (last page this line number only)			

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Page 7 of 7 for LINE NUMBER 11a
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Larry F. Kestor 806 Rhode Island Ave. N.E. D.C. 20001 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Washington Urban Planning + Housing Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt this Period 50.00
B. Full Name, Mailing Address and ZIP Code Jones, Moreland & Associates 1527 Pa. Ave. S.E. # 1A D.C. 20003 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt This Period 80.00
C. Full Name, Mailing Address and ZIP Code Phyllis Young 4583 Jonas St. N.W. D.C. 20011 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/30/86	Amount of Each Receipt This Period 40.00
D. Full Name, Mailing Address and ZIP Code PEPCO 1900 Pennsylvania Ave. NW. D.C. 20036 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/30/86	Amount of Each Receipt This Period 200.00
E. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
F. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
G. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
SUBTOTAL of Receipts This Page (optional)			$370.00
TOTAL This Period (last page this line number only)			$5770.00

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Page 1 of 1 for
LINE NUMBER 11c
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Citizens to Elect Harry 2707 - 12th St. NE Washington D.C. 20018 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 12/12/86	Amount of Each Receipt this Period 200.00
B. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
C. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
D. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
E. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
F. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
G. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
SUBTOTAL of Receipts This Page (optional)			
TOTAL This Period (last page this line number only)			200.00

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SCHEDULE C
OCF FORM 16

ITEMIZED RECEIPTS—SALES AND COLLECTIONS

Page 1 of 1 for
LINE NUMBER 15

D.C. Democratic State Committee
Full Name of Candidate or Committee

SEE REVERSE SIDE FOR INSTRUCTIONS

Total Sum of Proceeds during the reporting period from:

1. Sale of tickets (list by event below)* ..... $ 560.00
2. Mass collections (List by event below) ..... $
3. Sale of items ..... $
Total (Carry forward to Line 15 of Detailed Summary Page $ 560.00

List of Sales and Collections by Event

Date of Event (month, day, year)	Type of Event	Amount From Sale of Tickets This Period*	Amount From Mass Collections This Period
12/11/86	Christmas Celebration	$ 560.00	$
	TOTALS THIS PERIOD (Last page of this Schedule only)	$ 560.00	$

* After completion of the above list by event, use a separate Schedule A to list the date, full name and mailing address (occupation and principal place of business, if any) of each person who has purchased one or more tickets for events, such as dinners, luncheons, rallies, and similar fund-raising events during this reporting period in an amount in excess of $49 or whose total ticket purchases to date for the calendar year (aggregate) are in excess of $49. Attach the separate Schedule A, Part 2 to this Schedule.

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Page 1 of 2 for
LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (In Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

Full Name, Mailing Address and ZIP Code	Purpose of Expenditure / Expenditure for	Date (month, day, year)	Amount of Each Expenditure This Period
A. Barbara Garrett 3317-22nd St. NE. D.C. 20018	Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/1/86	536.30
B. Pendleton Buggins 1090 Vermont Ave. NW. Wash. D.C. 20005	Nov. Rent + 200.00 expenses Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/1/86	775.00
C. D.C. Treasurer Wash. D.C.	1985 tax penalty Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/1/86	62.72
D. National Press Club Nat Press Bldg. Wash. D.C. 20045	Room rental Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/1/86	232.20
E. Lovran & C Nat Bank 1090 Vermont Ave. NW Wash. D.C. 20005	Federal w/holding Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/4/86	1076.40
F. Barbara Garrett (same as above)	Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/12/86	536.30
G. Washington Plaza Hotel New Hampshire Ave & Dupont Circle N St. N.W. D.C. 20005	1985 X mas Party Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/4/86	250.60
H. Harrison Johnson Jr.	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	12/11/86	240.00
I. Howard Inn 2225 Georgia Ave. NW. D.C.	X-mas Party Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	12/15/86	2,324.60
SUBTOTAL of Expenditures This Page (optional)			
TOTAL This Period (last page this line number only)			

21403512332

Page 2 of 2 for
LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (In Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code D.C. Treasurer	**Purpose of Expenditure** Oct-Nov D.C. Taxes **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)** Dec. 17, 1986	**Amount of Each Expenditure This Period** 223.76
B. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
C. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
D. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
E. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
F. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
G. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
H. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
I. Full Name, Mailing Address and ZIP Code	**Purpose of Expenditure** **Expenditure for:** ☐ Primary ☐ General ☐ Other (specify):	**Date (month, day, year)**	**Amount of Each Expenditure This Period**
SUBTOTAL of Expenditures This Page (optional)			
TOTAL This Period (last page this line number only)			6,157.88

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SCHEDULE D
OCF FORM 16

DEBTS AND OBLIGATIONS
Excluding Loans

Page 1 of 1 Pgs.
LINE NUMBER 16
(Use separate schedules for each numbered line)

Name of Committee (in Full) (Name of candidate, if candidate is reporting)	Outstanding Balance Beginning of This Period	Amount Incurred This Period	Payment This Period	Outstanding Balance at Close of This Period
D.C. Democratic State Committee				
A. Full Name, Mailing Address and Zip Code of Debtor or Creditor Printing Options 552 Monroe Place Bladensburg, Md. 20710	$6,461.54	—	—	$6,461.54
Nature of Debt (Purpose): 1984 Printing Costs				
B. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Plaza Hotel Dupont Circle + Mass Ave. NW. D.C. 20005	$250.60	—	250.60	0.00
Nature of Debt (Purpose): 1985 Christmas Party				
C. Full Name, Mailing Address and Zip Code of Debtor or Creditor Doyle Printing 6911 Old Landover Rd Landover, Md. 20785	$2,856.25	—	—	$2,856.25
Nature of Debt (Purpose): 1985 Direct Mail Printing, Acct				
D. Full Name, Mailing Address and Zip Code of Debtor or Creditor Dukaney Printing 444 South Ave Alex, Va.	$4,747.74	—	—	$4,747.74
Nature of Debt (Purpose): 1985 Kennedy-King Printing				
E. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Convention Center 6th & G St. N.W. D.C. 20005	$2,599.00	—	—	$2,599.00
Nature of Debt (Purpose): Delegate Selection				
F. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
1) SUBTOTALS This Period This Page (optional)				
2) TOTAL This Period (last page this line only)				$16,663.96
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only)				
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only)				$16,663.96

24040351234

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1110 Vermont Avenue NW, Suite 840, Washington, DC 20005 (202) 347-5670

Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman

James M. Christian
Chair
Darla P. Winter
Vice Chair
William H. Simons
Recording Secretary
Janette Hoston Harris
Corresponding Secretary
Richard Clark
Treasurer

Gail Anderson
Robert Artisst
Johnny Barnes
Walter Beach
Edward Black
Bobbi Blok
Stanley A. Boucree
Marilyn T. Brown
Robert Bush
Daniel Butler
Joseph Carter
Barbara Bell Clark
James E. Coates
Vincent H. Cohen
Jerry Cooper
Andrew P. Corley
Howard Croft
Wallacetine Curtis
John Daniels
Bernard Demczuk
Kathy Foster
Alexa Freeman
Winifred Freeman
Theodis "Ted" Gay
Linda Greenan
Linda Grigsby
Andrea Irby
Concha Johnson
Phinis Jones
Ruth Jordan
Aurelia Corbett King
Paul Kuntzler
Irene Lee
Helen W. Mays
Dusty McClintick
Elona Evans McNeil
James Mercer
James Nathanson
Paula Nickens
James Parks
Emma Patton
Florence Pendleton
Myrna Peralta-Guevara
Mark L. Plotkin
Steven Ramirez
Daniel Robinson
Mattie Robinson
William Rumsey
Anwar Saleem
Donna Scheeder
Barbara Lett Simmons
Harry Thomas
Romaine Thomas
Francis D. Threadgill, Jr.
Erica Tollett
Debra Thomas Truhart
Larry F. Weston
Lorraine H. Whitlock
Joslyn Williams
Frank Zampatori

Barbara W. Garnett
Executive Director

December 11, 1986

Brian Hancock
Federal Election Commission
Washington, D.C. 20463

Dear Mr. Hancock,

Pursuant to our conversation on Tuesday, December 9, 1986, please accept this letter as confirmation of our reporting situation. Since September of 1986, the State Committee has been without an active treasurer. FEC Auditors who were working with me at that time and the FEC General Counsel were aware of the problems that had developed. We had no treasurer to sign off on any reports that were due since that time. We however, have not been engaged in any federal election activities since 1984.

As soon as possible our new elected treasurer, Larry Weston will file a report which will indicate an outstanding debt from 1984, but no current federal activity.

Thank you for your time, attention, and assistance in handling this matter.

Most Sincerely,

Barbara W. Garnett

Barbara W. Garnett

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
1110 Vermont Avenue NW, Suite 840, Washington, DC 20005 (202) 347-5670

Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman

James M. Christian
Chair
Darla P. Winter
Vice Chair
William H. Simons
Recording Secretary
Janette Hoston Harris
Corresponding Secretary
Richard Clark
Treasurer

Gail Anderson
Robert Artisst
Johnny Barnes
Walter Beach
Edward Black
Bobbi Blok
Stanley A. Boucree
Marilyn T. Brown
Robert Bush
Daniel Butler
Joseph Carter
Barbara Bell Clark
James E. Coates
Vincent H. Cohen
Jerry Cooper
Andrew P. Corley
Howard Croft
Wallacetine Curtis
John Daniels
Bernard Demczuk
Kathy Foster
Alexa Freeman
Winifred Freeman
Theodis "Ted" Gay
Linda Greenan
Linda Grigsby
Andrea Irby
Concha Johnson
Phinis Jones
Ruth Jordan
Adrelia Corbett King
Paul Kuntzler
Irene Lee
Helen W. Mays
Dusty McClintick
Elona Evans McNeil
James Mercer
James Nathanson
Paula Nickens
James Parks
Emma Patton
Florence Pendleton
Myrna Peralta-Guevara
Mark L. Plotkin
Steven Ramirez
Daniel Robinson
Mattie Robinson
William Rumsey
Anwar Saleem
Donna Schaeder
Barbara Lett Simmons
Harry Thomas
Romaine Thomas
Francis D. Threadgill, Jr.
Erica Tollett
Debra Thomas Truhart
Larry F. Weston
Lorraine H. Whitlock
Joslyn Williams
Frank Zampatori

Barbara W. Garnett
Executive Director

December 11, 1986

Keith Vance
Director
D.C. Office of Campaign Finance
Washington, D.C. 20004

Dear Mr. Vance,

Enclosed, please find a copy of the Campaign Finance report for the period covering October and November of 1986. I was asked by our Chairman, Mr. James M. Christian to give you this to keep our reporting current. A fully executed document will be forthcoming as we have just elected a new treasurer.

On behalf of our Chairman, I thank you for your time and understanding of our reporting situation.

Most Sincerely,

Barbara W. Garnett

Barbara W. Garnett
Executive Director

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF CAMPAIGN FINANCE
Washington, D.C. 20004

REPORT OF RECEIPTS AND EXPENDITURES FOR CANDIDATE OR POLITICAL COMMITTEE

D.C. CODE §1-1419
(SUMMARY PAGE)

ALIGN AREA | ALIGN AREA

1. Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

2. OCF Identification Number
PTY000109

Address (Number and Street)
1090 Vermont Ave. N.W. #1200

3. Is this report an Amendment?
☐ YES ☒ NO

City, State and Zip Code ☐ Check if address is different than previously reported.
Washington, D.C. 20005

4. TYPE OF REPORT

☐ January 31 Year End	☐ July 31 Mid Year	☒ December 10	☐ Consolidated
☐ March 10	☐ August 10	☐ 8 Day Pre-Primary	☐ Termination Report
☐ June 10	☐ October 10	☐ 8 Day Pre-General	☐ Other _____

This REPORT CONTAINS activity for — ☐ Primary Election ☐ General Election ☐ Special Election

SUMMARY

		COLUMN A This Period	COLUMN B Calendar Year-to-Date
5.	Covering Period Oct. 1, 1986 through Nov. 30, 1986		
6.	(a) Cash on hand January 1, 19 86		986.39
	(b) Cash on hand at Beginning of Reporting Period	457.94	
	(c) Total Receipts (from Line 16)	6434.00	91,512.20
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	6891.94	92498.59
7.	Total Expenditures (from Line 22)	6811.07	92,193.43
8.	Cash on Hand at Close of Reporting Period (Subtract Line 7 from Line 6(d))	80.87	305.16
9.	Debts and Obligations Owed TO The Committee (Itemize all on Schedule D and/or Schedule E)	—	—
10.	Debts and Obligations Owed BY The Committee (Itemize all on Schedule D and/or Schedule E)	16,914.56	17552.99

21-J40351237

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete

For further information contact:
Office of Campaign Finance
Post Office Box 50418
Washington, D.C. 20004-0418
(202) 727-2410

Type or Print Name of Treasurer (Name of candidate, if candidate is reporting)

SIGNATURE OF TREASURER (Signature of candidate, if candidate is reporting) Date

NOTE: Submission of late, false, erroneous, or incomplete information may subject the person signing this Report to the penalties of D.C. Code §§1-1435 and 1-1471

All previous versions of OCF FORMS are obsolete and should no longer be used.

OCF FORM 16 (7/85)

DETAILED SUMMARY PAGE
Receipts and Expenditures
(Page 2, OCF FORM 16)

Name of Committee (in Full) (Name of candidate, if candidate is reporting): D.C. Democratic State Committee

Report Covering the Period: From Oct 1, 1986 To Nov. 30, 1986

	COLUMN A Total This Period	COLUMN B Calendar Year-to-Date	
I. RECEIPTS			
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees (Memo Entry Unitemized $ ____)	1,434.00	49,404.00	11 (a)
(b) Political Party Committees			11 (b)
(c) Other Political Committees			11 (c)
(d) The Candidate			11 (d)
(e) TOTAL CONTRIBUTIONS (other than loans (add 11(a), 11(b), 11(c) and 11(d).	1,434.00	49,404.00	11 (e)
12. TRANSFERS FROM OTHER AUTHORIZED COMMITTEES	5000.00	24,335.00	12
13. LOANS			
(a) Made or Guaranteed by the Candidate	—	—	13 (a)
(b) All Other Loans	—	—	13 (b)
(c) TOTAL LOANS (add 13 (a) and 13 (b))	—	—	13 (c)
14 OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	—	—	14
15. OTHER RECEIPTS (Sales and Collections, Dividends, interest, etc.)	—	17,753.20	15
16. TOTAL RECEIPTS (add 11 (e), 12, 13 (c), 14 and 15)	6,434.00	91,512.20	16
II. EXPENDITURES			
17. OPERATING EXPENDITURES	6811.07	92,138.43	17
18. TRANSFERS TO OTHER AUTHORIZED COMMITTEES	—	—	18
19. LOAN REPAYMENTS:			
(a) Of Loans Made or Guaranteed by the Candidate	—	—	19 (a)
(b) Of All Other Loans	—	—	19 (b)
(c) TOTAL LOAN REPAYMENTS (add 19 (a) and 19 (b))	—	—	19 (c)
20. REFUNDS OF CONTRIBUTIONS TO:			
(a) Individuals/Persons Other Than Political Committees	—	55.00	20 (a)
(b) Political Party Committees	—	—	20 (b)
(c) Other Political Committees	—	—	20 (c)
(d) TOTAL CONTRIBUTION REFUNDS (add 20 (a), 20 (b), and 20 (c))	—	55.00	20 (d)
21 OTHER EXPENDITURES	—	—	21
22. TOTAL EXPENDITURES (add 17, 18, 19(c), 20(d), and 21	6811.07	92,193.43	22

III. CASH SUMMARY

23. CASH ON HAND AT BEGINNING OF REPORTING PERIOD	$ 457.94	23
24. TOTAL RECEIPTS THIS PERIOD (From Line 16)	$ 6434.00	24
25. SUBTOTAL (Add Line 23 and Line 24)	$ 6891.94	25
26 TOTAL EXPENDITURES THIS PERIOD (From Line 22)	$ 6811.07	26
27. CASH ON HAND AT CLOSE OF THE REPORTING PERIOD (Subtract Line 26 from 25)	$ 80.87	27

7 10 4 0 3 5 1 2 3 8

SCHEDULE A — **ITEMIZED RECEIPTS** — (Use separate schedule(s) for each category of the Detailed Summary Page)

OCF FORM 16

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Name of Committee (In Full) (Name of candidate, if candidate is reporting): D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code William Simons 1917 Randolph St. N.E. D.C. 20018 Receipt For: ☐ Primary ☐ General ☒ Other (specify): Donation	Name of Employer: Retired Occupation: Aggregate Year-to-Date—$	Date (month, day, year): 10/1/86	Amount of Each Receipt this Period: 100.00
B. Full Name, Mailing Address and ZIP Code Robert White 1814 Jackson St. NE. D.C. 20018 Receipt For: ☐ Primary ☐ General ☒ Other (specify): Donation	Name of Employer: Labor President Occupation: Labor Union Official Aggregate Year-to-Date—$	Date (month, day, year): 10/10/86	Amount of Each Receipt This Period: 500.00
C. Full Name, Mailing Address and ZIP Code Johnny Barnes 3714 Camden St. S.E. D.C. 20020 Receipt For: ☐ Primary ☐ General ☒ Other (specify): Donation	Name of Employer: D.C. Del. Walter Fauntroy Occupation: attorney Aggregate Year-to-Date—$	Date (month, day, year): 10/10/86	Amount of Each Receipt This Period: 100.00
D. Full Name, Mailing Address and ZIP Code Daria P. Winter 1107 - 1K St. N.E. D.C. 20001 Receipt For: ☐ Primary ☐ General ☒ Other (specify):	Name of Employer: U. D. C. Occupation: Instructor Aggregate Year-to-Date—$	Date (month, day, year): 10/10/86	Amount of Each Receipt This Period: 100.00
E. Full Name, Mailing Address and ZIP Code Joe Watt Federal Elections Commission Receipt For: ☐ Primary ☐ General ☒ Other (specify): Recording Costs	Name of Employer: FEC Occupation: auditor Aggregate Year-to-Date—$	Date (month, day, year): 10/10/86	Amount of Each Receipt This Period: 34.00
F. Full Name, Mailing Address and ZIP Code John Hechinger 2838 Chain Bridge Rd. N.W. D.C. 20016 Receipt For: ☐ Primary ☐ General ☒ Other (specify): Donation	Name of Employer: entrepreneur Occupation: Aggregate Year-to-Date—$	Date (month, day, year): 11/18/86	Amount of Each Receipt This Period: $100.00
G. Full Name, Mailing Address and ZIP Code Francis Threadgill 4020 Cathedral Ave. N.W. D.C. 20016 Receipt For: ☐ Primary ☐ General ☒ Other (specify): Donation	Name of Employer: retired Occupation: Aggregate Year-to-Date—$	Date (month, day, year): 10/20/86	Amount of Each Receipt This Period: 100.00
SUBTOTAL of Receipts This Page (optional)			
TOTAL This Period (last page this line number only)			

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SCHEDULE A — **ITEMIZED RECEIPTS** — (Use separate schedule(s) for each category of the Detailed Summary Page)

OCF FORM 16

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Name of Committee (in Full) (Name of candidate, if candidate is reporting): D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code: Barbara Lett Simmons, 7244 - 15th Pl. N.W., D.C. 20012	Name of Employer: retired Occupation:	Date (month, day, year): 11/13/86	Amount of Each Receipt this Period: 100.00
Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Aggregate Year-to-Date—$		
B. Full Name, Mailing Address and ZIP Code: Theodis Gary, 523 - 12th St NE, D.C. 20002	Name of Employer: entrepreneur Occupation:	Date (month, day, year): 11/13/86	Amount of Each Receipt This Period: 100.00
Receipt For: ☐ Primary ☐ General ☐ Other (specify): Donation	Aggregate Year-to-Date—$		
C. Full Name, Mailing Address and ZIP Code: Williams Simmons (Same as above)	Name of Employer: retired Occupation:	Date (month, day, year): 11/13/86	Amount of Each Receipt This Period: 200.00
Receipt For: ☐ Primary ☐ General ☐ Other (specify): donation	Aggregate Year-to-Date—$		
D. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation:	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Aggregate Year-to-Date—$		
E. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation:	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Aggregate Year-to-Date—$		
F. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation:	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Aggregate Year-to-Date—$		
G. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation:	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Aggregate Year-to-Date—$		
SUBTOTAL of Receipts This Page (optional)			
TOTAL This Period (last page this line number only)			1,434.06

2140351240

Page 1 of 1 for LINE NUMBER 12
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Dollars for Democrats 430 S. Capitol St. S.E. D.C. 20003	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 10/20/86	Amount of Each Receipt this Period 5000.00
Receipt For: ☐ Primary ☐ General ☐ Other (specify): Transfer from DNC			
B. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):			
C. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):			
D. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):			
E. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):			
F. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):			
G. Full Name, Mailing Address and ZIP Code	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
Receipt For: ☐ Primary ☐ General ☐ Other (specify):			
SUBTOTAL of Receipts This Page (optional)			
TOTAL This Period (last page this line number only)			5000.00

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SCHEDULE D — DEBTS AND OBLIGATIONS Excluding Loans — Page 1 of 1 (for each numbered line)

OCF FORM 16

Name of Committee (in Full) (Name of candidate, if candidate is reporting) D.C. Democratic State Committee	Outstanding Balance Beginning This Period	Amount Incurred This Period	Payment This Period	Outstanding Balance at Close of This Period
A. Full Name, Mailing Address and Zip Code of Debtor or Creditor Printing Options 552 Monroe Place Bladensburg Md. 20710	$461.54	—	—	$1,461.54
Nature of Debt (Purpose): 1984 Printing Costs				
B. Full Name, Mailing Address and Zip Code of Debtor or Creditor Wash. Plaza Hotel Dupont Circle & Mass. Ave. N.W. D.C. 20005	250.60	—	—	250.60
Nature of Debt (Purpose): 1985 Christmas Party				
C. Full Name, Mailing Address and Zip Code of Debtor or Creditor Doyle Printing 6911 - Old Landover Rd. Landover, Md. 20785	$2,856.28	—	—	2,856.28
Nature of Debt (Purpose): 1985 Printing Direct Mail Account				
D. Full Name, Mailing Address and Zip Code of Debtor or Creditor Delaney Printing 444 Swann Ave. Alex. Va.	4,747.74	—	—	4,747.74
Nature of Debt (Purpose): 1985 Kennedy King Printing				
E. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Convention Center 9th & G Sts. N.W. D.C. 20005	2,599.00			2,599.00
Nature of Debt (Purpose): 1984 Delegate Selection				
F. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				

1) SUBTOTALS This Period This Page (optional)	16,914.56
2) TOTAL This Period (last page this line only)	16,914.56
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only)	
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only)	16,914.56

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ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (In Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Barbara Garrett 3312 - 22nd St. N.E. D.C. 20018	Petty Cash - Parking Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	11/24/86	43.00
B. Full Name, Mailing Address and ZIP Code Barbara Garrett (same)	Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	10/3/86	536.30
C. Full Name, Mailing Address and ZIP Code Rosie Powell 40 Milmarsen St. N.W. D.C. 20010	Consultant fee Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	10/17/86	440.00
D. Full Name, Mailing Address and ZIP Code Barbara Garrett (same)	Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	10/17/86	536.30
E. Full Name, Mailing Address and ZIP Code Barbara Garrett (same)	Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	10/31/86	536.30
F. Full Name, Mailing Address and ZIP Code Rosie Powell (same)	Consultant fee Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	10/31/86	220.00
G. Full Name, Mailing Address and ZIP Code Rosie Powell (same)	Consultant fee Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	11/14/86	220.00
H. Full Name, Mailing Address and ZIP Code Barbara Garrett (same)	Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	11/14/86	536.30
I. Full Name, Mailing Address and ZIP Code Rosie Powell (same	Consultant fee Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	11/26/86	226.50
SUBTOTAL of Expenditures This Page (optional)			
TOTAL This Period (last page this line number only)			6811.07

>1140351243

ITEMIZED EXPENDITURES

(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Tendler & Biggins 1090 Vermont Ave. NW D.C. 20005	Occupancy/ rental Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	10/20/86	1150.00
B. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	Purpose of Expenditure postage Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	10/31/86	44.00
C. Full Name, Mailing Address and ZIP Code D.C. Treasurer Washington, D.C.	Purpose of Expenditure D.C. Withholding taxes 3rd-Qrt 1986 Expenditure for ☐ Primary ☐ General ☐ Other (specify)	10/29/86	391.95
D. Full Name, Mailing Address and ZIP Code Sovran/D.C. National 1090 Vermont Ave. N.W. D.C. 20005	Purpose of Expenditure Federal + Social Security Taxes (Deposit) Expenditure for ☐ Primary ☐ General ☐ Other (specify)	10/29/86	1159.20
E. Full Name, Mailing Address and ZIP Code D.C. DOES 500 C St. N.W. D.C. 20001	Purpose of Expenditure Unemployment Taxes 2nd quarter Expenditure for ☐ Primary ☐ General ☐ Other (specify):	10/29/86	270.07
F. Full Name, Mailing Address and ZIP Code D.C. DOES (same)	Purpose of Expenditure Unemployment Taxes 3rd Quarter Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	10/29/86	85.25
G. Full Name, Mailing Address and ZIP Code Tendler Biggins (same as above)	Purpose of Expenditure In house expenses Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	10/29/86	250.00
H. Full Name, Mailing Address and ZIP Code Trade Unionist Printing 52 L St. N.E. D.C. 20002	Purpose of Expenditure Christmas Party Tickets Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	11/4/86	121.90
I. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	Purpose of Expenditure postage Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	11/24/86	44.00
SUBTOTAL of Expenditures This Page (optional)			
TOTAL This Period (last page this line number only)			

2104035 1244

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF CAMPAIGN FINANCE
Washington, D.C. 20004

REPORT OF RECEIPTS AND EXPENDITURES FOR A COMMITTEE

District of Columbia Democratic State Committee
Full Name of Committee

1110 Vermont Avenue NW Suite 840

Washington, D.C. 20005

Street

City, State, Zip Code

Name of Individual for whom this Report is submitted.

2 4 5

TYPE OF REPORT

- [X] January 31
- [X] March 10
- [ ] June 10
- [ ] July 31
- [ ] 8 Day Pre-Primary
- [ ] 8 Day Pre-General
- [✓] Amendment to Jan 31, 1986 Mar 10 1986 Reports
- [ ] August 10
- [ ] October 10
- [ ] December 10
- [ ] Final

0 4 0

Reason for Amendment _____

VERIFICATION BY OATH OR AFFIRMATION

District of Columbia

ss.

I _____ being duly sworn, depose (affirm) and say that this Report of Receipts
Full Name of Treasurer

and Expenditures is complete, true, and correct.

_____
Signature of Treasurer

Subscribed and sworn to (affirmed) before me this _____ day of _____, A.D. 19_____

(SEAL)

_____
(Notary Public)

My Commission Expires _____ 19_____

420 7th Street, N.W.
Suite 340

NAME OF COMMITTEE District [redacted]mbia Democratic State Co[redacted]

SUMMARY REPORT COVERING PERIOD FROM December 11, 1985 THRU March 10, 1986

		Column A This Period	Column B Calendar year-to-date
SECTION A – RECEIPTS:			
Part 1.	Individual Contributions:		
	a. Itemized (use schedule A*)	$ 490.00	
	b. Unitemized	$ 125.00	
	c. Subtotal of Individual Contributions	$ 615.00	$ 215.00
Part 2.	Sales and Collections:		
	a. Subtotal of sales and collections (use Schedule B*)	$ 2,311.50	$ 30.00
Part 3.	Loans Received:		
	a. Itemized (use Schedule A*)	$ 0	
	b. Unitemized	$ 0	
	c. Subtotal loans received	$ 0	$ 0
Part 4.	Other receipts (refunds, rebates interest, etc.)		
	a. Itemized (use Schedule A*)	$ 63.56	
	b. Unitemized	$ 0	
	c. Subtotal of refunds, rebates interest, etc.	$ 63.56	$ 41.83
Part 5.	Transfers-In:		
	a. Subtotal transfers-in (Itemize all on Schedule A*)	$ 5,200.00	$ 5,200.00
	TOTAL RECEIPTS	$ 8,190.06	$ 5,486.83
SECTION B – EXPENDITURES:			
Part 6.	Expenditures for personal services, salaries and reimbursed expenses:		
	a. Itemized (use Schedule C*)	$ 3,338.60	
	b. Unitemized	$ 0	
	c. Subtotal of expenditures for persons services, salaries and reimbursed expenses	$ 3,338.60	$ 2,437.70
Part 7.	Loans made:		
	a. Itemized (use Schedule C*)	$ 0	
	b. Unitemized	$ 0	
	c. Subtotal of loans made	$ 0	$ 0
Part 8.	Media and other expenses:		
	a. Itemized (use Schedule C*)	$ 4,098.57	
	b. Unitemized	$ 0	
	c. Subtotal of media and other expenses (Itemize all on Schedule C)	$ 4,098.57	$ 2,383.12
Part 9.	Transfers Out:		
	a. Subtotal of transfers out (Itemize all on Schedule C*)	$ 0	$ 0
	TOTAL EXPENDITURES	$ 7,437.17	$ 4,820.82

*Schedules are to be used only when itemization is required. (See each schedule for instructions) When itemization is unnecessary for a given Part, the total of any amounts for that Part is to be entered as a lump sum on the "Unitemized" line of appropriate Part of the Summary Report. The word "None" should be entered on any line of the Summary Report when no amount is being reported.

(Continued on next page)

	Column A This period	Column B Calendar year-to-date
SECTION C – CASH BALANCE SUMMARY:		
Cash on hand January 1, 1986		$ 1,859.15
Cash on hand at beginning of reporting period	$ -242.97	
Add total receipts (section A above)	$8,190.06	$ 5,486.83
SUBTOTAL	$7,947.08	$ 7,345.98
Subtract total expenditures (section B above)	$7,437.17	$ 4,820.82
Cash on hand at close of reporting period	$ 509.91	$ 2,525.16
SECTION D – DEBTS AND OBLIGATIONS		
Part 10. Debts and obligations owed to the committee (use Schedule D*)	$	
Part 11. Debts and obligations owed by the committee (use Schedule D*)	$ 14,220.84	

H J 4 0 5 1 2 4 7

SCHEDULE A

ITEMIZED RECEIPTS – CONTRIBUTIONS, TICKET PURCHASES, LOANS, AND TRANSFER

District of Columbia Democratic State Committee
Full Name of Committee

Part No 1a
(Use for itemizing Part 1, 2, 3, 4, or 5)

SEE REVERSE SIDE FOR INSTRUCTIONS
(Use separate page(s) for each numbered Part)

Date (month, day, year)	Full Name, Mailing Address, and ZIP Code (occupation and principal place of business, if any)	Amount of Receipt This Period
12/13/85	Daria P. Winter 1107 K Street NE Washington, D.C. 20001 Occupation: teacher Aggregate Year-to-date: $ 100.00	Amount of each receipt this period $ 100.00
12/13/85	Theodis Gay 523 12th Street NE Washington, D.C. 20002 Occupation: businessman Aggregate Year-to-date: $ 100.00	Amount of each receipt this period $ 100.00
12/13/85	Oral Surgery Services 3200 16th Street NW Suite 108 Washington, D.C. 20010 Occupation: dentist Aggregate Year-to-date: $ 100.00	Amount of each receipt this period $ 100.00
1/22/86	Robert Artisst 1353 Otis St NE Washington, D.C. 20017 Occupation: instructor Aggregate Year-to-date: $ 100.00	Amount of each receipt this period $ 100.00
1/22/86	Dwight McClintick 1916 16th Street NW Washington, D.C. 20009 Occupation: Aggregate Year-to-date: $ 90.00	Amount of each receipt this period $ 90.00
	Occupation: Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation: Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation: Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation: Aggregate Year-to-date: $	Amount of each receipt this period $

TOTAL THIS PERIOD

SCHEDULE B

ITEMIZED RECEIPTS – SALES AND COLLECTIONS

District of Columbia Democratic State Committee
Full Name of Committee

Use for Part No. 2 only

SEE REVERSE SIDE FOR INSTRUCTIONS

Total Sum of Proceeds during the reporting period from:

1 Sale of tickets (lis event below)* . . . . . $ 2,311.50
2 Mass collections (L... by event below) . . . . . $
3 Sale of items . . . . . $
Total (Carry forward to Part 2 of Summary) $

List of Sales and Collections by Event

Date of Event (month, day, year)	Type of Event	Amount From Sale of Tickets This Period*	Amount From Mass Collections This Period
12/20/85	1986 Holiday Celebration	$ 2,311.50	$ –

SCHEDULE A

ITEMIZED RECEIPTS – CONTRIBUTIONS, TICKET PURCHASES, LOANS, AND TRANSFER

District of Columbia Democratic State Committee
Full Name of Committee

Part No 4
(Use for itemizing Part 1, 2, 3, 4, or 5)

SEE REVERSE SIDE FOR INSTRUCTIONS
(Use separate page(s) for each numbered Part)

Date (month, day, year)	Full Name, Mailing Address, and ZIP Code (occupation and principal place of business, if any)	Amount of Receipt This Period
12/13/85	Phyllis Jones 1419 R Street NW Washington, D.C. 20009 Occupation: administrator Aggregate Year-to-date: $	Amount of each receipt this period $ 21.73
2/5/86	Phyllis Jones Same Occupation: administrator Aggregate Year-to-date: $	Amount of each receipt this period $ 41.83
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date: $	Amount of each receipt this period $

TOTAL THIS PERIOD
(Last page of this Part only) $ 63.56

SCHEDULE A

ITEMIZED RECEIPTS – CONTRIBUTIONS, TICKET PURCHASES, LOANS, AND TRANSFER

District of Columbia Democratic State Committee
Full Name of Committee

Part No 5
(Use for itemizing Part 1, 2, 3, 4, or 5)

SEE REVERSE SIDE FOR INSTRUCTIONS
(Use separate page(s) for each numbered Part)

Date (month, day, year)	Full Name, Mailing Address, and ZIP Code (occupation and principal place of business, if any)	Amount of Receipt This Period
Jan. 22, 1986	Ward Three Democrats Occupation Aggregate Year-to-date $	Amount of each receipt this period $ 200.00
Feb. 5, 1986	Association of State Democratic Chairs Occupation Aggregate Year-to-date $	Amount of each receipt this period $ 2,000.00
March 1986	Association of State Democratic Chairs Occupation Aggregate Year-to-date $	Amount of each receipt this period $ 3,000.00
	Occupation Aggregate Year-to-date $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date $	Amount of each receipt this period $
	Occupation Aggregate Year-to-date $	Amount of each receipt this period $
	TOTAL THIS PERIOD (last page of this Part only)	$ 5,200.00

SCHEDULE C

ITEMIZED EXPENDITURES – PERSONAL SERVICES, LOANS, MEDIA, TRANSFER, AND OTHER

District of Columbia Democratic State Committee
Full Name of Committee

Part No. 6
(Use for Itemizing Part 6, 7, 8 or 9)

SEE REVERSE SIDE FOR INSTRUCTIONS

(Use separate page(s) for each numbered part)

Date (month, day, year)	Full Name, Mailing Address and Zip Code (Occupation and Principal Place of Business, if any)	Purpose of Expenditure	Amount of each expenditure this period
12/13/85	Phyllis Jones 1419 R Street NW Apt. 23 D.C. 20009	salary	Amount of each expenditure This period $ 775.90
12/13/85	Alphonso Davidson Washington, D.C.	service fee	Amount of each expenditure This period $ 30.00
1/3/86	Phyllis Jones Same	salary	Amount of each expenditure This period $ 775.90
12/13/85	Alphonso Davidson Washington, D.C.	service fee	Amount of each expenditure This period $ 95.00
1/24/86	Phyllis Jones same	salary	Amount of each expenditure This period $ 775.90
2/3/86	Phyllis Jones same	salary	Amount of each expenditure This period $ 775.90
3/7/86	Rosie Powell	consultant fee	Amount of each expenditure This period $ 110.00
			Amount of each expenditure This period $

TOTAL THIS PERIOD
(Last Page of this Part only) $ 3,338.60

SCHEDULE C

ITEMIZED EXPENDITURES – PERSONAL SERVICES, LOANS, MEDIA, TRANSFER, AND OTHER

District of Columbia Democratic State Committee
Full Name of Committee

Part No 8
(Use for Itemizing Part 6, 7, 8 or 9)

SEE REVERSE SIDE FOR INSTRUCTIONS

(Use separate page(s) for each numbered part)

Date (month, day, year)	Full Name, Mailing Address and Zip Code (Occupation and Principal Place of Business, if any)	Purpose of Expenditure	Amount of each expenditure this period
12/10/85	Postmaster	postage	Amount of each expenditure This period $ 44.00
12/13/85	Howard University Inn Washington, D.C.	service bill	Amount of each expenditure This period $ 114.77
12/23/85	D & P Printing Alexandria, Va.	printing	Amount of each expenditure This period $ 147.68
12/23/85	Letterforms Rockville, Maryland	typesetting	Amount of each expenditure This period $ 69.00
12/24/85	Washington Plaza-Hotel Washington, D.C.	service bill	Amount of each expenditure This period $ 1,340.00
1/3/86	Postmaster Washington, D.C.	postage	Amount of each expenditure This period $ 22.00
1/3/86	D.C. Treasurer Washington, D.C.	withholding taxes	Amount of each expenditure This period $ 165.90
1/24/86	Paul Tendler Associates 1110 Vermont Avenue NW Suite 840 D.C.	occupancy costs	Amount of each expenditure This period $ 468.92

TOTAL THIS PERIOD
(Last Page of this Part only) $_____

SCHEDULE C

ITEMIZED EXPENDITURES – PERSONAL SERVICES, LOANS, MEDIA, TRANSFER, AND OTHER

District of Columbia Democratic State Committee
Full Name of Committee

Part No. 8
(Use for Itemizing Part 6, 7, 8 or 9)

SEE REVERSE SIDE FOR INSTRUCTIONS

(Use separate page(s) for each numbered part)

Date (month, day, year)	Full Name, Mailing Address and Zip Code (Occupation and Principal Place of Business, if any)	Purpose of Expenditure	Amount of each expenditure this period
2/3/86	C & P Telephone Washington, D.C.	telephone	Amount of each expenditure This period $ 250.18
2/3/86	A T & T Washington, D.C.	telephone	Amount of each expenditure This period $ 86.58
2/3/86	KCR Copy Washington, D.C.	zeroxing	Amount of each expenditure This period $ 126.69
2/3/86	PDQ Delivery Washington, D.C.	messenger service	Amount of each expenditure This period $ 43.35
/17/86	Paul Tendler Associates Same	occupancy costs	Amount of each expenditure This period $ 468.92
/25/86	C & P Telephone	telephone	Amount of each expenditure This period $ 250.59
/7/86	Sheraton Washington Hotel Washington, D.C.	service bill	Amount of each expenditure This period $ 500.00
			Amount of each expenditure This period $

TOTAL THIS PERIOD
(Last Page of this Part only) $ 4,098.57

SCHEDULE D

DEBTS AND OBLIGATIONS

District of Columbia Democratic State Committee
Full Name of Committee

Part No. 11
(Use for itemizing Part 10 or 11)

SEE REVERSE SIDE FOR INSTRUCTIONS
(Use separate page(s) for each numbered Part)

Date Incurred (month, day, year)	Full Name, Mailing Address, and ZIP Code (occupation and principal place of business, if any)	Amount of Original Debt, Contract, Agreement, or Promise	Cumulative Payment To Date	Outstanding Balance at Close of This Period
Oct '85-Jan 86	Internal Revenue Service Philadelphia, PA	$	$	$ 2,172.66
Dec '85-Mar 86	KCR Copy Service 1451 L Street NW Washington, D.C.			259.34
May 1985	Delancey Printing Co. 444 Swann Avenue Alexandria, VA	4,747.74		4,747.74
March 84	Washington Convention Center Washington, D.C.	2,599.99		2,599.00
December 1983	Howard University Inn Washington, D.C.	938.64	573.87	364.77
May 1985	Doyle Printing & Offset Company 6911 Old Landover Road Landover, Md.	3,856.28	500.00	3,356.28
Oct.85 -Jan86	D.C. Treasurer Washington, D.C.			497.70
Sept.85-Dec 85	Business Machines of America			137.80
	TOTALS THIS PERIOD (Last page of this Part only)	$	$	$

*Carry outstanding balance only to appropriate part of summary

SCHEDULE D

DEBTS AND OBLIGATIONS

District of Columbia Democratic State Committee
Full Name of Committee

Part No. 11
(Use for itemizing Part 10 or 11)

SEE REVERSE SIDE FOR INSTRUCTIONS
(Use separate page(s) for each numbered Part)

Date Incurred (month, day, year)	Full Name, Mailing Address, and ZIP Code (occupation and principal place of business, if any)	Amount of Original Debt, Contract, Agreement, or Promise	Cumulative Payment To Date	Outstanding Balance at Close of This Period
		$	$	$
Nov 85 -Feb. 86	PDQ Delivery Service Washington, D.C.			85.55
	TOTALS THIS PERIOD (Last page of this Part only)	$	$	$14,220.8

*Carry outstanding balance only to appropriate part of summary

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF CAMPAIGN FINANCE
Washington, D.C. 20004

REPORT OF RECEIPTS AND EXPENDITURES FOR CANDIDATE OR POLITICAL COMMITTEE

D.C. CODE §1-1416
(SUMMARY PAGE)

ALIGN AREA | ALIGN AREA

1. Name of Committee (in Full) (Name of candidate, if candidate is reporting)
District of Columbia Democratic State Committee

2. OCF Identification Number
PTY000109

Address (Number and Street)
1090 Vermont Ave, N.W. #1200

3. Is this report an Amendment?
☐ YES ☒ NO

City, State and Zip Code
Washington, D.C. 20005

☐ Check if address is different than previously reported.

4. TYPE OF REPORT

☐ January 31 Year End	☐ July 31 Mid Year	☐ December 10	☐ Consolidated
☐ March 10	☒ August 10	☐ 8 Day Pre-Primary	☐ Termination Report
☐ June 10	☐ October 10	☐ 8 Day Pre-General	☐ Other _____

This REPORT CONTAINS activity for — ☐ Primary Election ☐ General Election ☐ Special Election

SUMMARY	COLUMN A This Period	COLUMN B Calender Year-to-Date
5. Covering Period June 1, 1986 through July 31, 1986		
6. (a) Cash on hand January 1, 1986		1,859.15
(b) Cash on hand at Beginning of Reporting Period	5,970.53	
(c) Total Receipts (from Line 16)	9,455.89	81,893.22
(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	15,426.42	83,752.37
7. Total Expenditures (from Line 22)	15,065.95	81,418.48
8. Cash on Hand at Close of Reporting Period (Subtract Line 7 from Line 6(d))	360.47	2,333.89
9. Debts and Obligations Owed TO The Committee (Itemize all on Schedule D and/or Schedule E)		
10. Debts and Obligations Owed BY The Committee (Itemize all on Schedule D and/or Schedule E)	17,302.96	17,552.99

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete.

JAMES Edward MERCER
Type or Print Name of Treasurer (Name of candidate, if candidate is reporting)

For further information contact:
Office of Campaign Finance
Post Office Box 50418
Washington, D.C. 20004-0418
(202) 727-2410

SIGNATURE OF TREASURER (Signature of candidate, if candidate is reporting) Date

NOTE: Submission of late, false, erroneous, or incomplete information may subject the person signing this Report to the penalties of D.C. Code §§1-1435 and 1-1471

All previous versions of OCF FORMS are obsolete and should no longer be used.

OCF FORM 16 (7/85)

[redacted]ETAILED SUMMARY PAGE
[redacted] Receipts and Expenditures
(Page 2, OCF FORM 16)

Name of Committee (in Full) (Name of candidate, if candidate is reporting)	Report Covering the Period:
D.C. Democratic State Committee	From: June 1, 1986 To: July 31, 1986

	COLUMN A Total This Period	COLUMN B Calendar Year-to-Date	
I. RECEIPTS			
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees (Memo Entry Unitemized $ _____)	00.00	46,785.00	11 (a)
(b) Political Party Committees			11 (b)
(c) Other Political Committees			11 (c)
(d) The Candidate			11 (d)
(e) TOTAL CONTRIBUTIONS (other than loans (add 11(a), 11(b), 11(c) and 11(d).			11 (e)
12. TRANSFERS FROM OTHER AUTHORIZED COMMITTEES	7,255.89	17,355.00	12
13. LOANS:			
(a) Made or Guaranteed by the Candidate			13 (a)
(b) All Other Loans			13 (b)
(c) TOTAL LOANS (add 13 (a) and 13 (b))			13 (c)
14. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)			14
15. OTHER RECEIPTS (Sales and Collections, Dividends, Interest, etc.)	2,200.00	17,775.90	15
16. TOTAL RECEIPTS (add 11 (e), 12, 13 (c), 14 and 15)	9,455.89	81,915.42	16
II. EXPENDITURES			
17. OPERATING EXPENDITURES	15,065.95	81,418.48	17
18. TRANSFERS TO OTHER AUTHORIZED COMMITTEES			18
19. LOAN REPAYMENTS:			
(a) Of Loans Made or Guaranteed by the Candidate			19 (a)
(b) Of All Other Loans			19 (b)
(c) TOTAL LOAN REPAYMENTS (add 19 (a) and 19 (b))			19 (c)
20. REFUNDS OF CONTRIBUTIONS TO:			
(a) Individuals/Persons Other Than Political Committees			20 (a)
(b) Political Party Committees			20 (b)
(c) Other Political Committees			20 (c)
(d) TOTAL CONTRIBUTION REFUNDS (add 20 (a), 20 (b), and 20 (c))			20 (d)
21 OTHER EXPENDITURES			21
22. TOTAL EXPENDITURES (add 17, 18, 19(c), 20(d), and 21	15,065.95	81,418.48	22

III. CASH SUMMARY

23. CASH ON HAND AT BEGINNING OF REPORTING PERIOD	$ 5,970.53	23
24. TOTAL RECEIPTS THIS PERIOD (From Line 16)	$ 9,455.89	24
25. SUBTOTAL (Add Line 23 and Line 24)	$ 15,426.42	25
26 TOTAL EXPENDITURES THIS PERIOD (From Line 22)	$ 15,065.95	26
27. CASH ON HAND AT CLOSE OF THE REPORTING PERIOD (Subtract Line 26 from 25)	$ 360.47	27

Page 1 of 6 for LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
District of Columbia Democratic State Committee

	Purpose of Expenditure / Expenditure for	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Pankers Restaurant 9th & "E" Streets, N.W. D.C.	DCDSC election reception Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General expense	6/5/86	$150.00
B. Full Name, Mailing Address and ZIP Code D.C Treasurer Washington, D.C.	Purpose of Expenditure: Traffic ticket incurred in Line of business Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/10/86	$50.00
C. Full Name, Mailing Address and ZIP Code Colonial Printing 918 – 11th St. N.W. D.C.	Purpose of Expenditure: Letterhead envelopes Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/12/86	97.50
D. Full Name, Mailing Address and ZIP Code K&R Copy 15th & L Streets, N.W. D.C. 20005	Purpose of Expenditure: Xeroxing Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/12/86	230.65
E. Full Name, Mailing Address and ZIP Code Jacob Gardner Vermont Ave & L St. N.W. D.C. 20005	Purpose of Expenditure: office supplies Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/12/86	136.95
F. Full Name, Mailing Address and ZIP Code Zeidler & Biggins 1090 Vermont Ave. N.W. #1200 D.C. 20005	Purpose of Expenditure: rent Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/12/86	526.63
G. Full Name, Mailing Address and ZIP Code IRS Philadelphia Pa.	Purpose of Expenditure: Penalty on Sept. 85 tax. Expenditure for: ☐ Primary ☐ General ☐ Other (specify): General	6/12/86	10.25
H. Full Name, Mailing Address and ZIP Code IRS Philadelphia Pa.	Purpose of Expenditure: Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/12/86	270.00
I. Full Name, Mailing Address and ZIP Code D.C. Treasurer Washington, D.C.	Purpose of Expenditure: D.C. Withholding Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General pensions	6/12/86	249.51
SUBTOTAL of Expenditures This Page (optional)			$1,715.49
TOTAL This Period (last page this line number only)			

21-40851259

Page 2 of 6 for LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
District of Columbia Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Porter Signs 1940 Montana Ave. N.E. D.C. 20002	Purpose of Expenditure banner Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 6/12/86	Amount of Each Expenditure This Period 200.00
B. Full Name, Mailing Address and ZIP Code C & P Telephone	Purpose of Expenditure local telephone Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	Date (month, day, year) 6/12/86	Amount of Each Expenditure This Period 154.09
C. Full Name, Mailing Address and ZIP Code AT & T Telephone	Purpose of Expenditure long telephone distance Expenditure for: ☐ Primary ☐ General ☒ Other (specify): general	Date (month, day, year) 6/12/86	Amount of Each Expenditure This Period 43.84
D. Full Name, Mailing Address and ZIP Code UDC Van Ness & Conn. Ave. N.W. D.C. 20037	Purpose of Expenditure auditorium rental Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 6/14/86	Amount of Each Expenditure This Period 1,292.36
E. Full Name, Mailing Address and ZIP Code Capitol Hill Insurance 1340 G St. S.E. D.C. 20003	Purpose of Expenditure Insurance Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 6/16/86	Amount of Each Expenditure This Period 2,230.00
F. Full Name, Mailing Address and ZIP Code The Balloon Place 139 Kennedy St. N.W. D.C. 20011	Purpose of Expenditure decorations Expenditure for: ☐ Primary ☐ General ☐ Other (specify): Decorations	Date (month, day, year) 6/19/86	Amount of Each Expenditure This Period 239.56
G. Full Name, Mailing Address and ZIP Code Gateways Unlimited 137 Kennedy St. NW. D.C. 20011	Purpose of Expenditure Portfolio's deposit Expenditure for: ☐ Primary ☐ General ☐ Other (specify): Portfolios	Date (month, day, year) 6/19/86	Amount of Each Expenditure This Period 400.00
H. Full Name, Mailing Address and ZIP Code Capitol Hill Insurance 1340 "G" St. S.E. D.C. 20003	Purpose of Expenditure Insurance Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 6/19/86	Amount of Each Expenditure This Period 333.00
I. Full Name, Mailing Address and ZIP Code Mamie De Funis 809 Bayfield St. Takoma Park, Md. 20912	Purpose of Expenditure Omelettes & Services rendered Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year) 6/19/86	Amount of Each Expenditure This Period 956.25
SUBTOTAL of Expenditures This Page (optional)			5,849.10
TOTAL This Period (last page this line number only)			

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Page 3 of 6 for LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (In Full) (Name of Candidate, if Candidate is reporting)

	Purpose of Expenditure / Expenditure for	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Mr. Lawrence Laws	Decorating Services Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	6/19/86	35.00
B. Full Name, Mailing Address and ZIP Code Postal Service (D.C.) Washington, D.C.	Postage Stamp Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/19/86	44.00
C. Full Name, Mailing Address and ZIP Code Porter Signs 1940 Montana Ave. N.E. D.C. 20002	Balance of Convention Poster Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	6/19/86	409.50
D. Full Name, Mailing Address and ZIP Code Balloons over America	Convention Decor Expenditure for: ☐ Primary ☒ General ☐ Other (specify): Convention	6/22/86	89.10
E. Full Name, Mailing Address and ZIP Code Gateways Unlimited 132 Kennedy St. N.W. D.C. 20011	Badges, Portfolio's balance Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	6/22/86	1049.76
F. Full Name, Mailing Address and ZIP Code Barbara Garnett 1090 Vermont Ave NW #1200 D.C. 20005	Parking - Use of DCDSC business Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	6/22/86	28.00
G. Full Name, Mailing Address and ZIP Code Interstate Connection Restaurant	Box lunches/Convention Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	6/27/86	1206.35
H. Full Name, Mailing Address and ZIP Code Interstate Connection	Flowers/Convention Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	6/27/86	77.50
I. Full Name, Mailing Address and ZIP Code Regina Rutledge 4323 Anacostia Ave. N.E. D.C. 20019	Punch/Reception for Delegates Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	7/18/86	80.00
SUBTOTAL of Expenditures This Page (optional)			3019.21
TOTAL This Period (last page this line number only)			

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Page 4 of 6 for LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Mr. Day	Purpose of Expenditure: Reception paper goods, fruit Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	Date (month, day, year): 7/18/86	Amount of Each Expenditure This Period: 153.37
B. Full Name, Mailing Address and ZIP Code D.C. Treasurer Washington, D.C.	Purpose of Expenditure: D.C. Withholding Taxes Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	Date (month, day, year): 7/18/86	Amount of Each Expenditure This Period: 96.20
C. Full Name, Mailing Address and ZIP Code Perfe Printing	Purpose of Expenditure: Installment on outstanding Debt Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year): 7/18/86	Amount of Each Expenditure This Period: 250.00
D. Full Name, Mailing Address and ZIP Code D.C. Postmaster Washington, D.C.	Purpose of Expenditure: Postage Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	Date (month, day, year): 7/18/86	Amount of Each Expenditure This Period: 44.00
E. Full Name, Mailing Address and ZIP Code Business Machines of America 7505 Standish Pl. Rockville, Md. 20855	Purpose of Expenditure: typewriter Old debt/Plus accrued charges Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	Date (month, day, year): 7/25/86	Amount of Each Expenditure This Period: 757.90
F. Full Name, Mailing Address and ZIP Code Barbara Garrett #1200 1090 Vermont Ave. N.W. D.C. 20005	Purpose of Expenditure: Postage Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year): 7/23/86	Amount of Each Expenditure This Period: 7.48
G. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
H. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
I. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
SUBTOTAL of Expenditures This Page (optional)			1208.95
TOTAL This Period (last page this line number only)			

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LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Juanita Praylow 2400 Shannon Place, S.E. D.C. 20020	Purpose of Expenditure Typing Services Expenditure for: ☐ Primary ☐ General ☒ Other (specify): Convention	Date (month, day, year) 6/5/86	Amount of Each Expenditure This Period 23.00
B. Full Name, Mailing Address and ZIP Code Rosie Powell 1090 Vermont Ave NW. #200 D.C. 20005	Purpose of Expenditure office assistance Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	Date (month, day, year) 6/13/86	Amount of Each Expenditure This Period 257.50
C. Full Name, Mailing Address and ZIP Code Barbara Garrett 1090 Vermont Ave NW. #200 D.C. 20005	Purpose of Expenditure Salary Expenditure for: ☐ Primary ☐ General ☒ Other (specify): General	Date (month, day, year) 6/13/86	Amount of Each Expenditure This Period 536.30
D. Full Name, Mailing Address and ZIP Code Rosie Powell same as above	Purpose of Expenditure office assistance Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 6/27/86	Amount of Each Expenditure This Period 257.50
E. Full Name, Mailing Address and ZIP Code Barbara Garrett same as above	Purpose of Expenditure Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 6/27/86	Amount of Each Expenditure This Period 536.30
F. Full Name, Mailing Address and ZIP Code Rosie Powell same as above	Purpose of Expenditure office assistance Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 7/11/86	Amount of Each Expenditure This Period 220.00
G. Full Name, Mailing Address and ZIP Code Barbara Garrett same as above	Purpose of Expenditure Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 7/11/86	Amount of Each Expenditure This Period 536.30
H. Full Name, Mailing Address and ZIP Code Mark Dixon	Purpose of Expenditure Security services Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 7/18/86	Amount of Each Expenditure This Period 30.00
I. Full Name, Mailing Address and ZIP Code Rosie Powell same as above	Purpose of Expenditure office assistance Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 7/25/86	Amount of Each Expenditure This Period 220.00
SUBTOTAL of Expenditures This Page (optional)			$2,636.90
TOTAL This Period (last page this line number only)			

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Page 6 of 6 for
LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)

D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Barbara Garrett 1090 Vermont Ave. NW. #1200 D.C. 20005	Purpose of Expenditure Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 7/25/86	Amount of Each Expenditure This Period $536.30
B. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
C. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
D. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
E. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
F. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
G. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
H. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
I. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
SUBTOTAL of Expenditures This Page (optional)			$536.30
TOTAL This Period (last page this line number only)			~~14,965.95~~ 15,065.95

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Page 1 of 1 for
LINE NUMBER 12
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of candidate, if candidate is reporting)

A. Full Name, Mailing Address and ZIP Code Dollars for Democrats Receipt For: ☐ Primary ☐ General ☒ Other (specify): General Operations	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 6/19/86	Amount of Each Receipt this Period 3,600.00
B. Full Name, Mailing Address and ZIP Code Victory Fund Receipt For: ☐ Primary ☐ General ☒ Other (specify): Operations	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 6/24/86	Amount of Each Receipt This Period 1,635.89
C. Full Name, Mailing Address and ZIP Code Dollars for Democrats Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 7/25/86	Amount of Each Receipt This Period 2,000.00
D. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
E. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
F. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
G. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
SUBTOTAL of Receipts This Page (optional)			
TOTAL This Period (last page this line number only)			$7,235.89

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SCHEDULE C
OCF FORM 16

[redacted]ZED RECEIPTS—SALES AND COL[redacted]IS

Page 1 of 1 for
LINE NUMBER _____

Full Name of Candidate or Committee

SEE REVERSE SIDE FOR INSTRUCTIONS

Total Sum of Proceeds during the reporting period from:

1. Sale of tickets (list by event below)* . . . . . $ 420.00
2. Mass collections (List by event below) . . . . . $ 1800.00
3. Sale of items . . . . . $ _____

Total (Carry forward to Line 15 of Detailed Summary Page $ _____

List of Sales and Collections by Event

Date of Event (month, day, year)	Type of Event	Amount From Sale of Tickets This Period*	Amount From Mass Collections This Period
May 1, 1986	Kennedys-King Fundraising Dinner	$ 420.00	$
June 21, 1986	Convention [D.C. Democratic]		1800.00
	TOTALS THIS PERIOD (Last page of this Schedule only)	$ 420.00	$ 1800.00

* After completion of the above list by event, use a separate Schedule A to list the date, full name and mailing address (occupation and principal place of business, if any) of each person who has purchased one or more tickets for events, such as dinners, luncheons, rallies, and similar fund-raising events during this reporting period in an amount in excess of $49 or whose total ticket purchases to date for the calendar year (aggregate) are in excess of $49. Attach the separate Schedule A, Part 2 to this Schedule.

[redacted]

Page 1 of 1 for
LINE NUMBER 16
(Use separate schedules for each numbered line)

SCHEDULE D
OCF FORM 16

DEBTS AND OBLIGATIONS
Excluding Loans

Name of Committee (in Full) (Name of candidate, if candidate is reporting)	Outstanding Balance Beginning This Period	Amount Incurred This Period	Payment This Period	Outstanding Balance at Close of This Period
A. Full Name, Mailing Address and Zip Code of Debtor or Creditor Printing Options 5221 Monroe Pl. Bladensburg, Md. 20710	$6461.54		0.00	6,461.54
Nature of Debt (Purpose): 1984 Printing Costs				
B. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Plaza Hotel Dupont Circle + Vermont Ave. N.W. Wash. D.C. 20005	250.60			250.60
Nature of Debt (Purpose): 1985 Christmas Celebration				
C. Full Name, Mailing Address and Zip Code of Debtor or Creditor Doyle Printing 6911 Old Landover Rd. Landover, Md. 20785	3,106.28		250.00	2856.28
Nature of Debt (Purpose): 1985 Direct Mail Acct.				
D. Full Name, Mailing Address and Zip Code of Debtor or Creditor Delancey Printing 444 Swann Avenue Alexandria Va.	$4,747.74			$4,747.74
Nature of Debt (Purpose): 1985 Kennedy-King Printing				
E. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Convention Center 9th + "G" Sts. N.W. D.C. 20001	$2,599.00			$2,599.00
Nature of Debt (Purpose): 1984 Facility Use				
F. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				

1) SUBTOTALS This Period This Page (optional)	16,914.56
2) TOTAL This Period (last page this line only)	16,914.56
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only)	
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only)	16,914.56

21140351267

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF CAMPAIGN FINANCE
Washington, D.C. 20004

REPORT OF RECEIPTS AND EXPENDITURES FOR CANDIDATE OR POLITICAL COMMITTEE

(D.C. CODE §1-1416)
(SUMMARY PAGE)

ALIGN AREA

1. Name of Committee (in Full) (Name of candidate, if candidate is reporting)
District of Columbia Democratic State Committee

2. OCF Identification Number
PTY000109

Address (Number and Street)
1090 Vermont Avenue, N.W. #1200

3. Is this report an Amendment?
☐ YES ☒ NO

City, State and Zip Code
Washington, D.C. 20005

☐ Check if address is different than previously reported.

4. TYPE OF REPORT

☐ January 31 Year End	☐ July 31 Mid Year	☐ December 10	☐ Consolidated
☐ March 10	☐ August 10	☐ 8 Day Pre-Primary	☐ Termination Report
☒ June 10	☐ October 10	☐ 8 Day Pre-General	☐ Other _____

This REPORT CONTAINS activity for — ☐ Primary Election ☐ General Election ☐ Special Election

SUMMARY

		COLUMN A This Period	COLUMN B Calendar Year-to-Date
5.	Covering Period March 1, 1986 through May 31, 1986		
6.	(a) Cash on hand January 1, 19 86		1,859.15
	(b) Cash on hand at Beginning of Reporting Period	509.91	
	(c) Total Receipts (from Line 16)	66,992.33	72,437.33
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	67,502.24	74,296.48
7.	Total Expenditures (from Line 22)	61,531.71	66,352.53
8.	Cash on Hand at Close of Reporting Period (Subtract Line 7 from Line 6(d))	5,970.53	7,943.95
9.	Debts and Obligations Owed TO The Committee (Itemize all on Schedule D and/or Schedule E)		
10.	Debts and Obligations Owed BY The Committee (Itemize all on Schedule D and/or Schedule E)	17,302.96	17,552.99

I certify that I have examined this Report and to the best of my knowledge and belief it is true, correct and complete

James Edward Mercer
Type or Print Name of Treasurer (Name of candidate, if candidate is reporting)

SIGNATURE OF TREASURER (Signature of candidate, if candidate is reporting) Date

For further information contact:
Office of Campaign Finance
Post Office Box 50418
Washington, D.C. 20004-0418
(202) 727-2410

NOTE: Submission of late, false, erroneous, or incomplete information may subject the person signing this Report to the penalties of D.C. Code §§1-1435 and 1-1471

All previous versions of OCF FORMS are obsolete and should no longer be used.

OCF FORM 16 (7/85)

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DETAILED SUMMARY PAGE
of Receipts and Expenditures
(Page 2, OCF FORM 16)

Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

Report Covering the Period From Mar 1, 1986 To May 31, 1986

	COLUMN A Total This Period	COLUMN B Calendar Year-to-Date	
I. RECEIPTS			
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees (Memo Entry Unitemized $)	46,570.00	46,785.00	11 (a)
(b) Political Party Committees			11 (b)
(c) Other Political Committees			11 (c)
(d) The Candidate			11 (d)
(e) TOTAL CONTRIBUTIONS (other than loans (add 11(a), 11(b), 11(c) and 11(d).			11 (e)
12. TRANSFERS FROM OTHER AUTHORIZED COMMITTEES	4,919.13	10,119.13	12
13. LOANS:			
(a) Made or Guaranteed by the Candidate			13 (a)
(b) All Other Loans			13 (b)
(c) TOTAL LOANS (add 13 (a) and 13 (b))			13 (c)
14. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)			14
15. OTHER RECEIPTS (Sales and Collections, Dividends, Interest, etc.)	15,503.20	15,533.20	15
16. TOTAL RECEIPTS (add 11 (e), 12, 13 (c), 14 and 15)	66,992.33	72,437.33	16
II. EXPENDITURES			
17. OPERATING EXPENDITURES	61,531.71	66,352.53	17
18. TRANSFERS TO OTHER AUTHORIZED COMMITTEES			18
19. LOAN REPAYMENTS:			
(a) Of Loans Made or Guaranteed by the Candidate			19 (a)
(b) Of All Other Loans			19 (b)
(c) TOTAL LOAN REPAYMENTS (add 19 (a) and 19 (b))			19 (c)
20. REFUNDS OF CONTRIBUTIONS TO:			
(a) Individuals/Persons Other Than Political Committees			20 (a)
(b) Political Party Committees			20 (b)
(c) Other Political Committees			20 (c)
(d) TOTAL CONTRIBUTION REFUNDS (add 20 (a), 20 (b), and 20 (c))			20 (d)
21 OTHER EXPENDITURES			21
22. TOTAL EXPENDITURES (add 17, 18, 19(c), 20(d), and 21	61,531.71	66,352.53	22

III. CASH SUMMARY

23. CASH ON HAND AT BEGINNING OF REPORTING PERIOD	$ 509.91	23
24. TOTAL RECEIPTS THIS PERIOD (From Line 16)	$ 66,992.33	24
25. SUBTOTAL (Add Line 23 and Line 24)	$ 67,502.24	25
26 TOTAL EXPENDITURES THIS PERIOD (From Line 22)	$ 61,531.71	26
27. CASH ON HAND AT CLOSE OF THE REPORTING PERIOD (Subtract Line 26 from 25)	$ 5,970.53	27

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Page 1 of 14 for
LINE NUMBER 11a
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Tri Continental Industries 1325 Kenilworth Ave. N.E. D.C. 20019-2795 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/23/86 3/24/86	Amount of Each Receipt this Period 3,350.00
B. Full Name, Mailing Address and ZIP Code The Tobacco Institute 1875 I St. N.W. D.C. 20006 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/1/86	Amount of Each Receipt This Period 1200.00
C. Full Name, Mailing Address and ZIP Code PEPCO 1900 Pa. Ave. N.W. D.C. 20068 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/15/86	Amount of Each Receipt This Period 1,200.00
D. Full Name, Mailing Address and ZIP Code Washington Wholesale Liquors 3015-35 V St. N.E. D.C. 20018 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/16/86	Amount of Each Receipt This Period $1200.00
E. Full Name, Mailing Address and ZIP Code D.C. Natural Gas 1100 H St. N.W. D.C. 20080 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/21/86	Amount of Each Receipt This Period 1200.00
F. Full Name, Mailing Address and ZIP Code District of Columbia Hospital Assoc. 1250 Eye St. N.W. #700 D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/24/86	Amount of Each Receipt This Period 1200.00
G. Full Name, Mailing Address and ZIP Code C & P Telephone Co. 2055 L St. N.W. #765 D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date–$	Date (month, day, year) 4/23/86	Amount of Each Receipt This Period $1200.00
SUBTOTAL of Receipts This Page (optional)			10,550.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) Name of candidate, if candidate is reporting)
District of Columbia Democratic State Committee

	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
A. Full Name, Mailing Address and ZIP Code Finley, Kumble, Wagner et al 1120 Connecticut Ave. N.W. Washington, D.C. Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A Occupation Aggregate Year-to-Date—$	4/20/86	~~2,400.00~~ 2,400.00
B. Full Name, Mailing Address and ZIP Code James M. Christian 1120 Connecticut Ave, N.W. D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Finley, Kumble, Wagner et al Occupation Attorney at Law Aggregate Year-to-Date—$	Date (month, day, year) 4/20/86	Amount of Each Receipt This Period 1,200.00
C. Full Name, Mailing Address and ZIP Code Decisions, Inc. 1025 Conn. Ave. N.W. #208 D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/21/86	Amount of Each Receipt This Period 1200.00
D. Full Name, Mailing Address and ZIP Code American Potomac Distributing 6207 Blair Rd. N.W. D.C. 20011 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer NA Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/27/86	Amount of Each Receipt This Period 1,200.00
E. Full Name, Mailing Address and ZIP Code National Bank of Washington 619-14th St, N.W. D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/1/86	Amount of Each Receipt This Period 1200.00
F. Full Name, Mailing Address and ZIP Code Robert B. Washington 1120 Connecticut Ave. N.W. D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/1/86	Amount of Each Receipt This Period 1200.00
G. Full Name, Mailing Address and ZIP Code World Access 2115 Ward Ct. NW. D.C. Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/1/86	Amount of Each Receipt This Period 1200.00
SUBTOTAL of Receipts This Page (optional)			9,600.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (In Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Center Properties Inc. Washington Healthcare Corp 100 Irving St. N.W. D.C. 20010	N/A	4/29/86	$1,200.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

B. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Kaptwich, Moore, + Douglas 1250 - I St. N.W. D.C.		4/30/86	$1,200.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Perpetual American Bank (PAC) 2034 Eisenhower Ave Alexandria, VA.		4/30/86	$1200.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
[redacted] Associates, Inc. 00 Vermont Ave, N.W. #300 ash. D.C. 20005	N/A	3/25/86	500.00
ipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Gertrude Stein Democratic Club), Box 21067 D.C. 20009	N/A	3/29/86	500.00 ~~600.00~~ 530.00
For: ☐ Primary ☒ General ther (specify):	Occupation		
	Aggregate Year-to-Date—$		

Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Ion Hampton Associates Mass. Ave. N.W. #400 .C. 20001	N/A	4/29/86	500.00
For: ☐ Primary ☒ General her (specify):	Occupation		
	Aggregate Year-to-Date—$		

ame, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Calomiris Investment Corp 17th St. N.W. #100 . 20006	N/A	4/A/86	500.00
r: ☐ Primary ☒ General r (specify):	Occupation		
	Aggregate Year-to-Date—$		

of Receipts This Page (optional)	5,630
Period (last page this line number only)	

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (In Full) Name of candidate, if candidate is committee
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Foreman Bros. Inc 4235 Sluvia Rd. N.E. D.C. 20019 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation N/A Aggregate Year-to-Date—$	Date (month, day, year) 4-30-86	Amount of Each Receipt this Period 500.00
B. Full Name, Mailing Address and ZIP Code Union Labor Life 111 Mass. Ave. N.W. D.C. 20001 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/18/86	Amount of Each Receipt This Period 500.00
C. Full Name, Mailing Address and ZIP Code Washington Teachers Union COPE 2101 L St. N.W. #905 D.C. 20037 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/1/86	Amount of Each Receipt This Period 800.00
D. Full Name, Mailing Address and ZIP Code Betty Ann Kane/Citizens for Kane 643 Pennsylvania Ave S.E. D.C. 20003 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/8/86 4/22/86	Amount of Each Receipt This Period 350.00
E. Full Name, Mailing Address and ZIP Code AFGE-PAC 80 F St. N.W. D.C. 20001 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer ~~US Government~~ N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/24/86	Amount of Each Receipt This Period 500.00
F. Full Name, Mailing Address and ZIP Code Walter Fauntroy 1350 Pa. Ave. N.W. D.C. 20004 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer U.S. Government Occupation House of Rep. Delegate Aggregate Year-to-Date—$	Date (month, day, year) 4/28/86	Amount of Each Receipt This Period 450.00
G. Full Name, Mailing Address and ZIP Code Steven J. Kumble 1120 Conn. Ave. N.W. D.C. Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Finley Kumble Wagner et al Occupation attorney Aggregate Year-to-Date—$	Date (month, day, year) 5/9/86	Amount of Each Receipt This Period 200.00
SUBTOTAL of Receipts This Page (optional)			3,300
TOTAL This Period (last page this line number only)			

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SCHEDULE A
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ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

	Name of Employer / Occupation / Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt this Period
A. Full Name, Mailing Address and ZIP Code Washington Council of Agencies 1914 Sunderland Pl. N.W. D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	4/15/86	300.00
B. Full Name, Mailing Address and ZIP Code David Wilmot Georgetown Univ. Law Center D.C. 20001 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	4/15/86	300.00
C. Full Name, Mailing Address and ZIP Code Souran/D.C. Nat. Bank 1801 K St. N.W. D.C. 20006 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/3/86	300.00
D. Full Name, Mailing Address and ZIP Code Hilda Mason P.O. Box 108 D.C. 20044 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	D.C. Govt.	5/8/86	400.00
E. Full Name, Mailing Address and ZIP Code D.C. Council 20 AFSME 1025 Vermont Ave. N.W. #1240 D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/10/86	60.00
F. Full Name, Mailing Address and ZIP Code Ferris & Co. Inc. Investments 1720 I St. N.W. D.C. Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	300.00
G. Full Name, Mailing Address and ZIP Code The Miller Companies 1101 Conn. Ave. N.W. D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	400.00
SUBTOTAL of Receipts This Page (optional)			2060.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

	Name of Employer / Occupation / Aggregate Year-to-Date–$	Date (month, day, year)	Amount of Each Receipt this Period
A. Full Name, Mailing Address and ZIP Code Datacom Systems. Corp. 915 - 15th St. N.W. #500 D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	300.00
B. Full Name, Mailing Address and ZIP Code John Hechinger 2838 Chain Bridge Rd. NW. D.C. 20016 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation: Entrepeneum	5/1/86	600.00
C. Full Name, Mailing Address and ZIP Code Lottery Technology Enterprises 2101 MLK Ave. S.E. D.C. 20020 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	600.00
D. Full Name, Mailing Address and ZIP Code Save-More Foods #801 1120 G St. N.W. D.C. 20005 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	N/A	5/1/86	300.00
E. Full Name, Mailing Address and ZIP Code District Line Fuel Co. P.O. Box 63600 D.C. 10029 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	300.00
F. Full Name, Mailing Address and ZIP Code William H. Simons 1917 Randolph St. NE. D.C. 20018 Receipt For: ☐ Primary ☐ General ☐ Other (specify):		4/2/86	300.00
G. Full Name, Mailing Address and ZIP Code Larry & Floris Weston 806 R.I. Ave. N.W. D.C. 20001 Receipt For: ☐ Primary ☒ General ☐ Other (specify):		4/15/86	100.00 300.00 400.00
SUBTOTAL of Receipts This Page (optional)			2800.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
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ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Carolyn L. Smith	N/A	4/23/86	300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

B. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Richard Clark 7509 - 14th St. N.W. D.C. 20012	UDC	4/27/86	300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation Attorney at Law		
	Aggregate Year-to-Date—$		

C. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Friends of John Gibson 2500 Q St. N.W. D.C.		4/28/86	300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

D. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Metropolitan Womens Democratic Club	N/A	5/1/86	100.00 600.00 700.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

E. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Nading Winter 1350 - Pa. Ave. N.W. D.C. 20004	D.C. Govt.	5/1/86	60.00 300.00 360.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation City Council Member		
	Aggregate Year-to-Date—$		

F. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
Janette Hoston Harris 4407 - 16th St. N.W. D.C. 20012	U.D.C.	5/1/86	150.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation Professor		
	Aggregate Year-to-Date—$		

G. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt This Period
~~FAST Jesse Brooks~~	~~N/A~~	~~5/1/86~~	~~300.00~~
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Occupation		
	Aggregate Year-to-Date—$		

SUBTOTAL of Receipts This Page (optional)	2110.00
TOTAL This Period (last page this line number only)	

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SCHEDULE A
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ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code ~~S.E.I.U.~~ Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer ~~N/A~~ Occupation Aggregate Year-to-Date—$	Date (month, day, year) ~~4/30/86~~	Amount of Each Receipt this Period ~~300.00~~
B. Full Name, Mailing Address and ZIP Code James Nathanson 3606 Norton Pl. N.W. D.C. 20016 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/15/86	Amount of Each Receipt This Period 330.00
C. Full Name, Mailing Address and ZIP Code AFGE Council 211 1325 Mass. Ave. N.W. D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/23/86	Amount of Each Receipt This Period 400.00
D. Full Name, Mailing Address and ZIP Code AFGE Local 2725 1325 Mass Ave. N.W. D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/23/86	Amount of Each Receipt This Period 400.00
E. Full Name, Mailing Address and ZIP Code Robert Freedman Dental Society Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/25/86	Amount of Each Receipt This Period 300.00
F. Full Name, Mailing Address and ZIP Code AFGE Local 1000 1325 Mass. Ave. N.W. D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/25/86	Amount of Each Receipt This Period 100.00
G. Full Name, Mailing Address and ZIP Code Arthur Reynolds 1155 - 15th St. N.W. D.C. Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Attorney Aggregate Year-to-Date—$	Date (month, day, year) 4/25/86	Amount of Each Receipt This Period 300.00
SUBTOTAL of Receipts This Page (optional)			1830
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

	Name of Employer / Occupation / Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt this Period
A. Full Name, Mailing Address and ZIP Code John Daniels 820 Somerset Pl. N.W. D.C. 20011 Receipt For: ☐ Primary ☒ General ☐ Other (specify):		5/1/86	180.00
B. Full Name, Mailing Address and ZIP Code ASPAC Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer: N/A	5/1/86	60.00
C. Full Name, Mailing Address and ZIP Code Harry Thomas 4003-21st St. NE. D.C. 20018 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer: N/A	5/1/86	220.00
D. Full Name, Mailing Address and ZIP Code Elizabeth Earls 4501 Indian Lane N.W. D.C. 20016 Receipt For: ☐ Primary ☒ General ☐ Other (specify):			120.00
E. Full Name, Mailing Address and ZIP Code James Mercer 1926 N St. N.W. D.C. 20036 Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer: Self-Employed Occupation: Attorney	5/1/86	300.00
F. Full Name, Mailing Address and ZIP Code James Campbell 4404 Iowa Ave. N.W. D.C. 20011 Receipt For: ☐ Primary ☒ General ☐ Other (specify):		4/26/86	90.00
G. Full Name, Mailing Address and ZIP Code Watson, Rice & Co. 1110 Vermont Ave. N.W. #1200 D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer: N/A	5/1/86	300.00
SUBTOTAL of Receipts This Page (optional)			1270.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (In Full) Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

	Name of Employer / Occupation / Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt this Period
A. Full Name, Mailing Address and ZIP Code J. & G Associates 1717 K St. N.W. D.C. 20006 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	300.00
B. Full Name, Mailing Address and ZIP Code Douglas Moore 1300 Newton St. N.E. D.C. 20017 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	300.00
C. Full Name, Mailing Address and ZIP Code William R. Spaulding 1350 Pa. Ave. N.W. #118 D.C. Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer: D.C. City Council Occupation: Councilmember	5/1/86	300.00
D. Full Name, Mailing Address and ZIP Code District Cablevision 1232-31st St. N.W. D.C. 20007 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	300.00
E. Full Name, Mailing Address and ZIP Code Hotel + Restaurant Employees Local 25 1003 K St. N.W. D.C. 20001 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	N/A	5/1/86	400.00
F. Full Name, Mailing Address and ZIP Code Dr. Jeffrey Krasklin 4601 Tilden St. N.W. D.C. 20016 Receipt For: ☐ Primary ☒ General ☐ Other (specify):		5/1/86	210.00
G. Full Name, Mailing Address and ZIP Code Jeffrey Cohen 1430 K St. N.W. D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):		5/1/86	300.00
SUBTOTAL of Receipts This Page (optional)			2110.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (In Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code ANNE Howard 4201 Cathedral Ave. N.W. #812E D.C. 20016 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) April 46	Amount of Each Receipt this Period 60.00
B. Full Name, Mailing Address and ZIP Code Fund for a Democratic Majority 420 C St. N.E. D.C. 20024 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/30/86	Amount of Each Receipt This Period 90.00
C. Full Name, Mailing Address and ZIP Code Mark Plotkin 4124 Edmunds St. N.W. D.C. 20007 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/1/86	Amount of Each Receipt This Period 400.00
D. Full Name, Mailing Address and ZIP Code Ward 7 Citizens for Progress 554-48th Pl. N.E. D.C. 20019 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/3/86	Amount of Each Receipt This Period 300.00
E. Full Name, Mailing Address and ZIP Code Koba Associates 1156 15th St. N.W. #200 D.C. 20005 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/23/86	Amount of Each Receipt This Period 800.00
F. Full Name, Mailing Address and ZIP Code GEICO Geico Plaza D.C. 20076 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year) 5/1/86	Amount of Each Receipt This Period 300.00
G. Full Name, Mailing Address and ZIP Code Mrs. Mary Sophia Smith 746 Rock Creek Church Rd D.C. 20010 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/25/86	Amount of Each Receipt This Period 300.00
SUBTOTAL of Receipts This Page (optional)			2,250
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Hagan, Sharp + Abramson Inc. 1101 - 17th St. N.W. D.C.	Name of Employer N/A Occupation	Date (month, day, year) 4/27/86	Amount of Each Receipt this Period 60.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
B. Full Name, Mailing Address and ZIP Code Hotel + Restaurant Employees Local 25 AFL-CIO 1003 K St. NW. D.C. 20001	Name of Employer N/A Occupation	Date (month, day, year) 4/18/86	Amount of Each Receipt This Period 300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
C. Full Name, Mailing Address and ZIP Code RP Exhibit Services Inc. P.O. Box 23271 L'Enfant Plaza Station D.C. 20026	Name of Employer N/A Occupation	Date (month, day, year) 4/30/86	Amount of Each Receipt This Period 100.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
D. Full Name, Mailing Address and ZIP Code Marilyn Brown 201 Whittier St. N.W. D.C. 20012	Name of Employer D.C. Govt. Occupation Administrator	Date (month, day, year) 4/3/86	Amount of Each Receipt This Period 300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
E. Full Name, Mailing Address and ZIP Code Stanley Bourcree 1540 Geranium St. N.W. D.C. 20012	Name of Employer Occupation Dentist	Date (month, day, year) 4/20/86	Amount of Each Receipt This Period 600.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
F. Full Name, Mailing Address and ZIP Code Machinist Non-Partisan Political League 1300 Conn. Ave. D.C. 20036	Name of Employer N/A Occupation	Date (month, day, year) 4/27/86	Amount of Each Receipt This Period 300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
G. Full Name, Mailing Address and ZIP Code Donald Thomas III Md. Wash. Hospital Center D.C. 20010	Name of Employer Occupation	Date (month, day, year) 4/27/86	Amount of Each Receipt This Period 300.00
Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Aggregate Year-to-Date—$		
SUBTOTAL of Receipts This Page (optional)			1960
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code ~~Douglas Moore~~ Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) ~~4/27/86~~	Amount of Each Receipt this Period ~~300.00~~
B. Full Name, Mailing Address and ZIP Code Ruth Dixon Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/11/86	Amount of Each Receipt This Period 100.00
C. Full Name, Mailing Address and ZIP Code OFFICIAL Residences 1346 Conn. Ave. N.W. D.C. 20036 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/14/86	Amount of Each Receipt This Period 100.00
D. Full Name, Mailing Address and ZIP Code Wototo School Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/16/86	Amount of Each Receipt This Period 100.00
E. Full Name, Mailing Address and ZIP Code Cheryl Lee D.D.S. 2020 Ga. Ave. N.W. D.C. 20010 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/18/86	Amount of Each Receipt This Period 100.00
F. Full Name, Mailing Address and ZIP Code Paul Kuntzler 745 3rd St. S.W. D.C. 20024 Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/18/86	Amount of Each Receipt This Period 100.00
G. Full Name, Mailing Address and ZIP Code Ward III Citizens Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/19/86	Amount of Each Receipt This Period 100.00
SUBTOTAL of Receipts This Page (optional)			600.00
TOTAL This Period (last page this line number only)			

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SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Ward 6 Citizens Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/21/86	Amount of Each Receipt this Period 100.00
B. Full Name, Mailing Address and ZIP Code D.C. Teacher's Federal Credit Union Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/14/86	Amount of Each Receipt This Period $100.00
C. Full Name, Mailing Address and ZIP Code Washington Teachers Union 2101 L St. N.W. D.C. Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/23/86	Amount of Each Receipt This Period 100.00
D. Full Name, Mailing Address and ZIP Code Boddie's Unisex Salon 2225 Georgia Ave. N.W. Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/24/86	Amount of Each Receipt This Period 100.00
E. Full Name, Mailing Address and ZIP Code D.C. Connection Oliver Cowan Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year) 4/24/86	Amount of Each Receipt This Period $100.00
F. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
G. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
SUBTOTAL of Receipts This Page (optional)			500.00
TOTAL This Period (last page this line number only)			46,570.00

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Page 1 of 12 pgs
LINE NUMBER 12
(Use separate schedule(s) for each category of the Detailed Summary Page)

SCHEDULE A
OCF FORM 16

ITEMIZED RECEIPTS

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Name of Committee (in Full) (Name of candidate, if candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Dollars for Democrats Receipt For: ☐ Primary ☒ General ☐ Other (specify):	Name of Employer: N/A Occupation Aggregate Year-to-Date—$	Date (month, day, year): 3/31/86	Amount of Each Receipt this Period: 4,919.13
B. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
C. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
D. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
E. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
F. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
G. Full Name, Mailing Address and ZIP Code Receipt For: ☐ Primary ☐ General ☐ Other (specify):	Name of Employer Occupation Aggregate Year-to-Date—$	Date (month, day, year)	Amount of Each Receipt This Period
SUBTOTAL of Receipts This Page (optional)			4,919.13
TOTAL This Period (last page this line number only)			

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SCHEDULE C
OCF FORM 16

ITEMIZED RECEIPTS—SALES AND COLLECTIONS

District of Columbia Democratic State Committee
Full Name of Candidate or Committee

SEE REVERSE SIDE FOR INSTRUCTIONS

Total Sum of Proceeds during the reporting period from:

1. Sale of tickets (list by event below)* ..... $ 15,503.20
2. Mass collections (List by event below) ..... $
3. Sale of items ..... $

Total (Carry forward to Line 15 of Detailed Summary Page $

List of Sales and Collections by Event

Date of Event (month, day, year)	Type of Event	Amount From Sale of Tickets This Period*	Amount From Mass Collections This Period
5/1/86	Kennedys-King Fundraising DINNER - Individual sales	$ 15,503.20	$
	TOTALS THIS PERIOD (Last page of this Schedule only)	$ 15,503.20	$

* After completion of the above list by event, use a separate Schedule A to list the date, full name and mailing address (occupation and principal place of business, if any) of each person who has purchased one or more tickets for events, such as dinners, luncheons, rallies, and similar fund-raising events during this reporting period in an amount in excess of $49 or whose total ticket purchases to date for the calendar year (aggregate) are in excess of $49. Attach the separate Schedule A, Part 2 to this Schedule.

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ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
District of Columbia Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Paul Tendler Associates 1090 Vermont Ave. N.W. D.C. 20005	occupancy costs Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/14/86	493.49
B. Full Name, Mailing Address and ZIP Code Sheraton-Washington Hotel Corp. & Woodley, N.W. D.C.	Deposit/banquet Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/7/86	500.00
C. Full Name, Mailing Address and ZIP Code Colonial Printing 918-11th St. N.W.	Envelopes Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/14/86	365.70
D. Full Name, Mailing Address and ZIP Code AT&T	phones Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/25/86	227.14
E. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	postage stamps Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/26/86	88.00
F. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	Trust Fund Acct. Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/26/86	$10.00
G. Full Name, Mailing Address and ZIP Code Colonial Printing 918-11th St. N.W.	tickets Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/26/86	1000.00
H. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	Bulk account Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/26/86	50.00
I. Full Name, Mailing Address and ZIP Code KCR Copy Service 15th & L Sts. N.W. D.C. 20005	Xerox (Feb) Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/1/86	72.77
SUBTOTAL of Expenditures This Page (optional)			2807.10
TOTAL This Period (last page this line number only)			

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LINE NUMBER 17
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (In Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Agile 1718 - 17th St. N.W. D.C.	bulk mail stamp Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/2/86	$13.50
B. Full Name, Mailing Address and ZIP Code Paul Tendler Associates same as above	rent Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	463.48
C. Full Name, Mailing Address and ZIP Code C & P Telephone	local phones Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	296.31
D. Full Name, Mailing Address and ZIP Code AT & T	long distance Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	42.25
E. Full Name, Mailing Address and ZIP Code PDQ Delivery 2007 - 15th North Arlington, Va.	bill Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	53.87
F. Full Name, Mailing Address and ZIP Code PDQ Delivery same as above	bill Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	27.96
G. Full Name, Mailing Address and ZIP Code Jacobs Gardner Vermont & L Sts. N.W. D.C. 20005	bill Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	42.28
H. Full Name, Mailing Address and ZIP Code Sonny's Print 601 - 13th St. N.W.	tickets Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/16/86	259.10
I. Full Name, Mailing Address and ZIP Code Lee's Florist 1026 U St. N.W. D.C.	flowers Expenditure for: ☐ Primary ☒ General ☐ Other (specify)	4/18/86	600.00
SUBTOTAL of Expenditures This Page (optional)			1798.75
TOTAL This Period (last page this line number only)			

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(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code UDC Conn. & Van Ness N.W. D.C.	Convention space Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/18/86	646.18
B. Full Name, Mailing Address and ZIP Code Paul Tendler Assoc. same as above	Lock-keys Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/18/86	15.00
C. Full Name, Mailing Address and ZIP Code Cash - Delivered to Janette Harris - Chair	Flags - Kennedys-King DINNER Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/18/86	50.00
D. Full Name, Mailing Address and ZIP Code Colonial Printing 918 - 11th St. N.W.	Invitations Expenditure for: ☐ Primary ☒ General ☐ Other (specify)	4/21/86	2219.11
E. Full Name, Mailing Address and ZIP Code Cash - Delivered to Janette Harris - Chair	Flags - KK DINNER Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/22/86	100.00
F. Full Name, Mailing Address and ZIP Code Champion Trophies 409 - K St. N.W. D.C.	Plaque Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/29/86	100.00
G. Full Name, Mailing Address and ZIP Code Wash. Sheraton Hotel Conn. & Woodley, N.W. D.C.	Banquet Facilities Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/22/86	11,000.00
H. Full Name, Mailing Address and ZIP Code Marktone	Souvenir Booklet Cover Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/28/86	215.25
I. Full Name, Mailing Address and ZIP Code Sheraton - Wash. Hotel same as above	Banquet facilities Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/30/86	14,592.00
SUBTOTAL of Expenditures This Page (optional)			28,937.54
TOTAL This Period (last page this line number only)			

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(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
Champion Trophies same as above	Plaque balance Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/30/86	287.54
B. Full Name, Mailing Address and ZIP Code Sheraton-Washington same as above	Purpose of Expenditure hotel bill Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/30/86	10,000.00
C. Full Name, Mailing Address and ZIP Code Trade Unionist Printing 720-5th St. N.W. D.C.	Purpose of Expenditure Souvenir Booklet Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/30/86	5,248.00
D. Full Name, Mailing Address and ZIP Code Washington Press 5650 2nd St. N.E. D.C.	Purpose of Expenditure Souvenir Booklet Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/30/86	450.00
E. Full Name, Mailing Address and ZIP Code IRS Philadelphia, Pa.	Purpose of Expenditure back taxes 6/84 6/85 9/85 Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/2/86	1,883.02
F. Full Name, Mailing Address and ZIP Code Tendler + Associates same as above	Purpose of Expenditure rent Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/6/86	869.68
G. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	Purpose of Expenditure postage Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/13/86	44.00
H. Full Name, Mailing Address and ZIP Code Washington Flower Market 1534 + 14th St. NW. D.C.	Purpose of Expenditure Corsages Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	424.00
I. Full Name, Mailing Address and ZIP Code Doyle Printing same as above 6911 Old Landover Rd.	Purpose of Expenditure 1985 Debt Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/16/86	250.00
SUBTOTAL of Expenditures This Page (optional)			19,456.24
TOTAL This Period (last page this line number only)			

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(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code PDQ Same as above	delivery services Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	208.76
B. Full Name, Mailing Address and ZIP Code Alan Perry	locksmith Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	63.00
C. Full Name, Mailing Address and ZIP Code Jacob Gardner Same as above	Office supplies Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	35.99
D. Full Name, Mailing Address and ZIP Code Colonial Printing Same as above	Stationary Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	580.00
E. Full Name, Mailing Address and ZIP Code Trade Unionist Printing Same as above	Convention Flyers Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	192.45
F. Full Name, Mailing Address and ZIP Code C&P Telephone	May bill Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	159.80
G. Full Name, Mailing Address and ZIP Code AT&T	May bill Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	43.84
H. Full Name, Mailing Address and ZIP Code KCR Copy Service Same as above	Xerox Costs Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/16/86	398.80
I. Full Name, Mailing Address and ZIP Code D.C. Postmaster Wash. D.C.	Postage Stamps Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/19/86	88.00
SUBTOTAL of Expenditures This Page (optional)			1770.64
TOTAL This Period (last page this line number only)			

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LINE NUMBER 17
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ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code D.C. Postmaster	Purpose of Expenditure mailbox fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	Date (month, day, year) 5/19/86	Amount of Each Expenditure This Period 26.50
B. Full Name, Mailing Address and ZIP Code D.C. Postmaster	Purpose of Expenditure 500 Postage Stamps Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 5/28/86	Amount of Each Expenditure This Period 110.00
C. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
D. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
E. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
F. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
G. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
H. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
I. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
SUBTOTAL of Expenditures This Page (optional)			$136.50
TOTAL This Period (last page this line number only)			

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ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

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Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

	Purpose of Expenditure	Date (month, day, year)	Amount of Each Expenditure This Period
A. Full Name, Mailing Address and ZIP Code Rosie Powell 1090 Vermont Ave. N.W. #1200 D.C. 20005	consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/7/86	110.00
B. Full Name, Mailing Address and ZIP Code ROSIE Howell Same as above	Consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	3/11/86	110.00
C. Full Name, Mailing Address and ZIP Code ROSIE Powell same as above	consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/2/86	110.00
D. Full Name, Mailing Address and ZIP Code ROSIE Powell 1090 Vermont Ave. NW #1200 D.C. 20005	Consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/2/86	110.00
E. Full Name, Mailing Address and ZIP Code Barbara Garnett 1090 Vermont Ave NW #1200 D.C. 20005	Salary Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/4/86	750.00
F. Full Name, Mailing Address and ZIP Code ROSIE Powell same as above	Consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	220.00
G. Full Name, Mailing Address and ZIP Code Rosie Powell same as above	Consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/14/86	55.00
H. Full Name, Mailing Address and ZIP Code Barbara Garnett same as above	Salary Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/18/86	322.00
I. Full Name, Mailing Address and ZIP Code ROSIE Powell same as above	consultant fee Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	4/18/86	110.00
SUBTOTAL of Expenditures This Page (optional)			1897.00
TOTAL This Period (last page this line number only)			

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ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
P.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
Rosie Powell Same as above		5/2/86	220.00
B. Full Name, Mailing Address and ZIP Code Barbara Garrett Same as above	Purpose of Expenditure / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/2/86	536.30
C. Full Name, Mailing Address and ZIP Code Phyllis Jones 1419 R St. NW D.C. 20002	Purpose of Expenditure / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/2/86	193.36
D. Full Name, Mailing Address and ZIP Code Barbara Garrett Same as Above	Purpose of Expenditure / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/16/86	536.30
E. Full Name, Mailing Address and ZIP Code Rosie Powell	Purpose of Expenditure / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/2/86	120.00
F. Full Name, Mailing Address and ZIP Code Mr. Douglas Wilder Richmond, Va.	Purpose of Expenditure: Honorarium / Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	5/1/86	1500.00
G. Full Name, Mailing Address and ZIP Code Rosie Powell Same as above	Purpose of Expenditure / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/16/86	220.00
H. Full Name, Mailing Address and ZIP Code Judith Grove	Purpose of Expenditure: donation (Services Rendered) / Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	5/27/86	100.00
I. Full Name, Mailing Address and ZIP Code Elaine Hodges	Purpose of Expenditure: donation services Rendered / Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	5/27/86	30.00
SUBTOTAL of Expenditures This Page (optional)			3455.96
TOTAL This Period (last page this line number only)			

FEC 4051223

Page 9 of 9
LINE NUMBER 7-F
(Use separate schedule(s) for each category of the Detailed Summary Page)

ITEMIZED EXPENDITURES

SCHEDULE B
OCF FORM 16

Any information copied from such Reports or Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes.

Name of Committee (in Full) (Name of Candidate, if Candidate is reporting)
D.C. Democratic State Committee

A. Full Name, Mailing Address and ZIP Code Barbara Garrett same as above	Purpose of Expenditure Salary Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 5/27/86	Amount of Each Expenditure This Period 536.30
B. Full Name, Mailing Address and ZIP Code Rosie Powell same as above	Purpose of Expenditure Consultant fee Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year) 5/27/86	Amount of Each Expenditure This Period 220.00
C. Full Name, Mailing Address and ZIP Code D.C. Young Democrats 1090 Vermont Ave N.W #1200 D.C. 20005	Purpose of Expenditure travel expenses Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	Date (month, day, year) 4/14/86	Amount of Each Expenditure This Period 400.00
D. Full Name, Mailing Address and ZIP Code Barbara Garrett same as above	Purpose of Expenditure Reimbursement Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	Date (month, day, year) 5/2/86	Amount of Each Expenditure This Period 60.68
E. Full Name, Mailing Address and ZIP Code Barbara Garrett same	Purpose of Expenditure Reimbursement Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	Date (month, day, year) 5/27/86	Amount of Each Expenditure This Period 40.00
F. Full Name, Mailing Address and ZIP Code Barbara Garrett same	Purpose of Expenditure Reimbursement Expenditure for: ☐ Primary ☒ General ☐ Other (specify):	Date (month, day, year) 5/30/86	Amount of Each Expenditure This Period 15.00
G. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
H. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify):	Date (month, day, year)	Amount of Each Expenditure This Period
I. Full Name, Mailing Address and ZIP Code	Purpose of Expenditure Expenditure for: ☐ Primary ☐ General ☐ Other (specify)	Date (month, day, year)	Amount of Each Expenditure This Period
SUBTOTAL of Expenditures This Page (optional)			1271.98
TOTAL This Period (last page this line number only)			61,531.71

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SCHEDULE D
OCF FORM 16

DEBTS AND OBLIGATIONS
Excluding Loans

Page 1 of 1 for
LINE NUMBER 10
(Use separate schedules for each numbered line)

Name of Committee (in Full) (Name of candidate, if candidate is reporting) D.C. Democratic State Committee	Outstanding Balance Beginning This Period	Amount Incurred This Period	Payment This Period	Outstanding Balance at Close of This Period
A. Full Name, Mailing Address and Zip Code of Debtor or Creditor Printing Options 5221 Nonroe Pl. Bladensburg, Md. 20710	$6,461.54		0.00	$6,461.54
Nature of Debt (Purpose): 1984 Printing Costs				
B. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Plaza Hotel Dupont Circle, N.W. Wash. D.C. 20005	$ 250.60			$ 250.60
Nature of Debt (Purpose): 1985 Christmas Celebration				
C. Full Name, Mailing Address and Zip Code of Debtor or Creditor Doyle Printing 6911 Old Landover Rd Landover Md. 20785	$3,356.28		$250.00	$3,106.28
Nature of Debt (Purpose): 1985 Direct Mail Account				
D. Full Name, Mailing Address and Zip Code of Debtor or Creditor DeLancey Printing 444 Swann Avenue Alexandria Va.	4,747.74			$4,747.74
Nature of Debt (Purpose): 1985 Kennedys-King Printing				
E. Full Name, Mailing Address and Zip Code of Debtor or Creditor Washington Convention Center 9th + G Streets, N.W. Wash. D.C. 20001	$2,599.00			$2,599.00
Nature of Debt (Purpose): 1984				
F. Full Name, Mailing Address and Zip Code of Debtor or Creditor Business Machines of America	$137.80			$137.80
Nature of Debt (Purpose): Typewriter Rental				
1) SUBTOTALS This Period This Page (optional)				17,302.96
2) TOTAL This Period (last page this line only)				17,302.96
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only)				
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only)				[illegible]

21340351295

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

July 13, 1990

MEMORANDUM

TO: Robert J. Costa
Assistant Staff Director
Audit Division

THROUGH: John C. Surina
Staff Director

FROM: Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

SUBJECT: MUR 2935 - D.C. Democratic State Committee

This matter was referred to the Office of the General Counsel from the Reports Analysis Division. The Audit Division conducted a field audit of the D.C. Democratic State Committee in connection with MUR 2106, and has previously provided assistance with regard to information contained in the audit workpapers. On July 11, my staff communicated with Rick Halter and Alex Boniewicz of your staff requesting a FIFO analysis of a single federal expense apparently paid from the non-federal account, to determine if prohibited funds were in the account when the expense was paid. We have provided the state report listing the approximately fifty transactions of the non-federal account requiring analysis and understand the analysis has been done. Please provide this analysis to my staff for our use in this matter.

If you have any questions about this request, please contact Jonathan Bernstein or Tamara Kapper of this Office.

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MJ001162

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

July 18, 1990

MEMORANDUM

TO: LAWRENCE M. NOBLE
GENERAL COUNSEL

THROUGH: JOHN C. SURINA
STAFF DIRECTOR

FROM: ROBERT J. COSTA
ASSISTANT STAFF DIRECTOR
AUDIT DIVISION

SUBJECT: MUR 2935 - DC DEMOCRATIC STATE COMMITTEE

A memorandum was received on July 17, 1990, in which your office requested that the Audit Division assist in the review of certain reported activity in the above-referenced matter. Specifically, we were asked to determine whether ASDC funds*/ were used to fund the $3,230.77 payment to Print Options on March 31, 1987. The operating assumptions and results appear below.

A. Source and Application of Funds Received

Given the limited amount of material available, and because no source documentation other than a check register was provided, the Audit staff was required to make several assumptions to perform this review of reported activity. These were the general assumptions made:

- Information as disclosed on FEC reports is complete and accurate. This is NOT audited information.

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*/ [Ed. NOTE: According to records reviewed relative to a recent 438(b) audit, funds were raised through a national fundraising effort between ASDC and a state committee(s). According to correspondence reviewed, the ASDC established a federally reporting committee to be called "Dollars for Democrats - Consolidated Report Committee" which reports all contributions and expenditures related to the program, to the Federal Election Commission. There is an organization named "Association of State Democratic Chairpersons (Dollars for Democrats - Consolidated Report)" which is registered and currently filing reports with the Commission.]

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- Activity to be analyzed covered the period 1/1/87-3/31/87. Beginning cash-on-hand as of 1/1/87 ($452.99) was presumed to consist solely of private funds.

- All funds were applied on a first-in, first-out basis. Committee check numbers were used to establish the order of payment for reported disbursements.

Changes to any of the 3 assumptions above would result in different conclusions being reached.

1. FIFO Analysis

Using the aforementioned 3 assumptions, the Audit staff's review of the reported activity revealed that the disbursement made by the Committee on March 31, 1987 to Print Options for $3,230.77 was funded in whole with the proceeds of a reported loan received from The National Bank of Washington.

2. Weighted % of Funds Available

This review used the weighted % of funds available approach for apportioning the ASDC receipt and private funds to the payment in question. The percentage of ASDC funds to total funds and likewise the percentage of private funds to total funds was calculated at March 31, 1987.

The disbursement of $3,230.77 to Print Options was funded $1,475.49 (45.67%) with ASDC funds and $1,755.28 (54.33%) with proceeds of The National Bank of Washington loan (considered private funds).

If you have any questions, please contact Alex Boniewicz or Rick Halter at 376-5320. Audit workpapers are available for review in the Audit Division.

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AR-90-30

MJ001162

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

July 23, 1990

MEMORANDUM

TO: LAWRENCE M. NOBLE
GENERAL COUNSEL

THROUGH: JOHN C. SURINA
STAFF DIRECTOR

FROM: ROBERT J. COSTA
ASSISTANT STAFF DIRECTOR
AUDIT DIVISION

SUBJECT: REVISED ANALYSIS-MUR 2935: DC DEMOCRATIC STATE COMMITTEE

A memorandum was received on July 17, 1990, in which your office requested that the Audit Division assist in the review of certain reported activity in the above-referenced matter. (Our initial response was forwarded on July 18, 1990. This memorandum is intended to supersede the aforementioned.) Basically, your office would like us to determine the composition of cash on hand at 3/31/87; the source of funds relative to a $3,230.77 payment to Print Options on March 31, 1987 is a question in MUR 2935.

Given the limited amount of material available, and because no source documentation other than a check register was provided, the Audit staff was required to make several assumptions to perform this review of reported activity. These were the general assumptions made:

- Information as disclosed on FEC and D.C. Office of Campaign Finance reports is complete and accurate. This is NOT audited information.
- Activity to be analyzed covered the period 1/1/87-3/31/87. Beginning cash-on-hand as of 1/1/87 ($452.99) was presumed to consist solely of private funds.
- All funds were applied on a first-in, first-out basis.

Changes to any of the 3 assumptions above would result in different conclusions being reached.

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Using the aforementioned 3 assumptions, the Audit staff's review of the reported activity revealed that the cash balance on 3/31/87 (prior to any reported 3/31/87 disbursements) was $6,304.66, comprised of (1) $3,425.01 in proceeds relative to a loan received on 3/25/87 from the National Bank of Washington, and (2) $2,879.65, representing a 3/31/87 receipt entry reported as received from "Dollars for Democrats 430 S. Capitol St. S.E. D.C. 20001."

The Audit staff reviewed the report filed by a registered entity "Association of State Democratic Chairpersons (Dollars For Democrats - Consolidated Report" (ASDC'S FEC ID# is C00073791) for the period in which the 3/31/87 transaction should have been reported. It should be noted that ASDC reported making a disbursement on 3/20/87 in the amount of $2,879.65 to "Dist. of Columbia Dem. Party 3636 16th Street, N.W., Ste. AG-65 Washington, D.C. 20010" identified as "Proceeds." Thus, it appears that the $2,879.65 reportedly received from ASDC represents funds permissible under the Act.

Regarding the reported loans, although the itemizations appearing on the Schedule A filed by the D.C. Democratic State Committee with the D.C. Office of Campaign Finance indicate the above receipts were from the National Bank of Washington, an itemization on Schedule E of the same report shows a loan incurred on March 12, 1987 in the amount of $14,500. The loan source is itemized as "Vescharn Scales 6029 - Dix Street, N.E. Wash. D.C. 20019." See Exhibit A for Schedules.

Based on our review of the limited information available, it is the Audit staff's opinion that it appears an excessive contribution was made by Vescharn Scales of at least $8,500 ($14,500 less $5,000 limit), a portion of which comprised the 3/31/87 cash balance which in turn funded the payment to Print Options.*/

If you have any questions, please contact Alex Boniewicz or Rick Halter at 376-5320. Audit workpapers are available for review in the Audit Division.

*/ It is our understanding that your office has reviewed this transaction and will address it as necessary in the context of this MUR.

2104085130

FEDERAL ELECTION COMMISSION
WASHINGTON, D C 20463

July 23, 1990

Jack Evans, Treasurer
District of Columbia Democratic
State Committee
1012 14th Street, N.W.
Suite 806
Washington, D.C. 20005

Re: MUR 2935

Dear Mr. Evans:

This is to confirm your conversation today with Jonathan Bernstein of my staff. You agreed that if the Commission should make new reason to believe findings in this matter, relating to 2 U.S.C. § 432(h)(1), 2 U.S.C. §§ 434(b) and 434(b)(8), and 11 C.F.R. § 102.5(a)(1), your pending request for pre-probable cause conciliation would extend to these additional findings.

If you should have any questions about this matter, please contact Tamara Kapper, the staff person assigned to this matter, at 376-8200.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

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RECEIVED
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SECRETARIAT
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SENSITIVE

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	MUR 2935
District of Columbia Democratic State Committee and Jack Evans, as treasurer	)	
Vesharn N. Scales	)	
	)	

GENERAL COUNSEL'S REPORT

I. BACKGROUND

On August 2, 1989, the Commission found reason to believe that the District of Columbia Democratic State Committee ("federal account") and Jack Evans, as treasurer, violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 441a(f) and 434(b)(2). On that same date, the Commission also found reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C). These findings were based on the federal account's late filing of reports and acceptance (and misreporting) of an excessive contribution in the form of a $20,000 loan from Mr. Scales.

On October 20, 1989, the Commission determined to deny the requests of the federal account and Mr. Scales for pre-probable cause conciliation at that time.

This Office has received and analyzed several submissions from the federal account along with a response from Mr. Scales. This Office also obtained the disclosure reports of the District of Columbia Democratic State Committee ("state account") for years 1986 through 1988. We now recommend four (4) new reason

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to believe findings and to enter into pre-probable cause conciliation. The treasurer, Mr. Evans, has agreed that the request for pre-probable cause conciliation encompasses the new reason to believe findings. (Attachment 1).

II. ANALYSIS

A. Failure to Maintain a Campaign Depository

On November 21, 1989, the federal account submitted a response that stated in September of 1985 the bank closed its' bank account because it had a balance of zero. In addition, respondents contend that "...no federal account existed during the period from September 30, 1985 through September 12, 1988. Consequently, the proceeds from the $20,000 loan from Vesharn Scales could not have been deposited into a federal account." (Attachment 2). Other correspondence received by the Commission appears to support their contention regarding the status of the federal bank account. (Attachment 3). On December 14, 1989, the federal account submitted the results of an internal audit completed by an independent accounting firm on December 7, 1989. (Attachment 4). The document appears to support the federal account's contention that it was monetarily inactive from September 1985 through August 1988 and that the proceeds from the Scales loan were deposited into the state account. The federal account never filed a termination report with the Commission and in fact, some federal activity was conducted thereafter and was paid for by the state account.

2 1 0 4 0 3 5 1 3 0 3

Pursuant to 2 U.S.C. § 432(h)(1), each political committee shall maintain at least one checking account at a depository designated by the committee. The federal account failed to maintain a depository from September 30, 1985 through September 12, 1988. Therefore, thid Office recommends that the Commission find reason to believe that the federal account violated 2 U.S.C. § 432(h)(1).

B. Non-Federal Funds Used on Behalf of Federal Account

Separate from the federal account is an operating account which is the non-federal account pursuant to 11 C.F.R. § 102.5(a). The federal account was audited pursuant to 2 U.S.C. § 437g in MUR 2106. (See Commission approved Final Audit Report dated March 16, 1987). As a result of the audit, the federal account disclosed a $6,461.54 debt owed to Printing Options, an unincorporated entity, on its 1986 October Quarterly Report. In a response received by this Office on December 6, 1989, the former chairman of DC Committee, Mr. James M. Christian stated,

> The $6,461.54 amount represents charges for a mixture of printing jobs for the State Committee.... In February or March of 1987 I negotiated a settlement/reduction of the Printing Options invoices down to $3,230.77. This amount was paid utilizing State Committee check number #1576, paid March 31, 1987. ...the Printing Options invoices paid could conceivably have included a minor federal activity and even that payment of $3,230.77 could have been paid fron (sic) non-loan funds". (Attachment 5).

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Mr. Christian concedes that the debt included services for both the federal and state accounts but is unable to determine the exact amounts. According to Audit Division workpapers, the amount owed by the federal account for its portion of the Printing Options debt was $2,609.50, thus leaving a balance of $3,852.04 owed by the state account. (Attachment 6).

Pursuant to 11 C.F.R. § 102.5(a)(1)(i), all disbursements and expenditures made in connection with any Federal election by an organization that finances political activity in connection with both federal and non-federal elections shall be made from its Federal account. The bank account of the federal account apparently was closed in September of 1985 by the bank for insufficient funds. The federal account has submitted documents showing state account payments during this period. (Attachment 7). The document does in fact disclose a payment to Printing Options on March 31, 1987 with state account check number 1576 at the reduced amount of $3,230.77, which is exactly half of the original amount owed.

Review of the state account's 1987 March 10th Report covering the period of January 1, 1987 through March 31, 1987, also discloses this March 31, 1987 disbursement to Printing Options for an amount of $3,230.77 for the purpose of "settlement of debt." (Attachment 8). During this reporting period, the state account report also discloses on the debt schedule that the debt owed to Printing Options was extinguished by a payment of $3,230.77.

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In addition, the Audit staff workpapers also revealed a debt owed to Frank Taylor & Associates for accounting services provided on behalf of both the federal and state accounts. (See attachment 6). The amount owed to Frank Taylor & Associates was estimated to be approximately $2,000. Staff from the Audit Division were unable to ascertain the exact portions that were owed by each committee but committee representatives estimated that the federal account's portion was $200. The only payment we have found to Frank Taylor & Associates was made by the state account on April 20, 1988 for $1,000 with check number 1703. (See attachment 7, p. 5). Thus it is possible that this debt was also settled for half the amount owed as was the debt owed to Printing Options.

In sum, it appears that the federal account's debts were paid by the state account. Therefore, there is reason to believe that the federal and state accounts violated 11 C.F.R. § 102.5(a)(1)(i).

Pursuant to D.C. Code § 1-1401(8), a person is defined as an individual, partnership, committee, corporation, labor organization, and any other organization. D.C. Code limits contributions to candidates, the amount of which varies depending on the office sought. D.C. Code § 1-1441. Therefore, corporations and/or labor unions would be permitted to contribute unlimited amounts to a non-candidate political committee such as the state account.

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During the 1987 March 10th reporting period when the state account paid the debt owed to Printing Options, the state account disclosed a total of $20,419.65 in receipts. (See attachment 8). Of the $20,419.65, $3,040 was received from individuals contributors, $2,000 was from one (1) corporation, and a total of $340 was from four (4) unions. In addition the state account also received a total of $14,500 from the National Bank of Washington in transfer payments for the loan from Mr. Scales.[1] The Audit Division has performed an analysis using the state account's 1987 March 10 Report to ascertain the source of funds in the account at the time the disbursement to Printing Options was made. Based on this analysis, the Audit Division concludes that no prohibited funds were in the state account at that time, and that the disbursement was funded primarily by the Scales loan. (Attachment 9).[2] Thus, this Office makes no recommendations regarding a violation of 2 U.S.C. § 441b against the federal account.

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1. As previously noted in the General Counsel's Report dated October 17, 1989, the state account received the proceeds of the Scales' loan through bank transfers which was why Mr. Scales was unable to provide the Commission copies of canceled checks in relation to the loan.

2. Further, this Office's review of the later Frank Taylor & Associates disbursement revealed no prohibited funds in the State Committee's account. This disbursement was made on April 20, 1988 during the 1988 Mid-Year reporting period, covering January 1, 1988 through June 30, 1988. The state account disclosed a total of $68,464.80 in receipts. Of this total, the state account disclosed $63,068 in unitemized contributions and one (1) transfer-in that totaled $5,396.80 from a political committee registered with the Commission. The state account disclosed no receipt of corporate or union contributions during this period.

C. Settling a Debt Without Notifying the Commission

The federal and state accounts owed an outstanding debt to Printing Options, a non-corporate entity, totaling $6,461.54 for services provided on behalf of both accounts. Commission regulations provide that credit extended for a length of time beyond the normal business or trade practice by any person is considered a contribution, "unless the creditor has made a commercially reasonable attempt to collect the debt." 11 C.F.R. § 100.7(a)(4).

It has been Commission policy since 1978 to permit non-corporate creditors to forgive debts without the portion forgiven be considered as a contribution under the Act, provided that the debt was incurred in connection with goods and/or services rendered to a campaign by a non-corporate creditor who renders such services in the ordinary course of a business or professional enterprise. (See Agenda Document #78-118, dated April 27, 1978, and adopted by the Commission May 4, 1978). Such forgiveness is subject to Commission review if it exceeds the creditor's contribution limitation or if the creditor notified the Commission that he or she wishes the entire amount of forgiveness to be treated as a debt settlement and not as an in-kind contribution. In such cases the committee or creditor is also required to submit a statement of settlement. The corollary to this policy is that debts owed for services not rendered in the ordinary course of the non-corporate creditor's

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business are contributions by the creditors involved until the loans are repaid. 11 C.F.R. § 100.7 (a)(4) (referring to 11 C.F.R. § 114.10).

Pursuant to 2 U.S.C. § 434(b)(8), treasurers of political committees are required to include in their regular reports to the Commission the amount and nature of the political committee's outstanding debts and obligations. That Section also provides that when debts are settled for less than their reported amount or value, political committee treasurers shall file a statement detailing the circumstances and conditions under which the debts and/or obligations were settled and the consideration thereof.

The state account settled a debt owed to Printing Options on behalf of both accounts and may have also paid a reduced amount to Frank Taylor & Associates on behalf of both accounts. The debts apparently were settled for half the amount owed to each creditor, but the federal account failed to file statements of settlement with the Commission. Therefore, this Office recommends that the Commission find reason to believe the federal account violated 2 U.S.C. § 434(b)(8).[3]

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3. Because the creditors are not corporate entities, this Office makes no recommendations against the federal account regarding 11 C.F.R. § 114.10. Cf. MUR 2762 (Alamo Political Action Committee)(General Counsel's Brief dated February 28, 1989). This Office also makes no recommendations regarding the non-corporate creditors themselves: the amounts settled appear to be within the contribution limitations and in any event, it appears that Printing Options made a commercially reasonable attempt to collect the debt by bring suit against the federal and state accounts on June 23, 1986, resulting in settlement. (See attachment 3, pps. 2-6).

D. Improper Reporting of Receipts and Disbursements

According to the disclosure reports filed with the Commission, the federal account disclosed a total of $7,191 in receipts and $13,497 in disbursements during the 1986-87 election cycle. On the 1987 Mid-Year Reports, dated July 28, 1987 the federal account disclosed a debt owed to Printing Options as being extingushed. However, the federal account failed to disclose the amount of the disbursement on the report. In other words, the debt was reported as having been paid but no money was disbursed from the account. (Attachment 10).

Treasurers of political committees must file reports containing specific categories of financial information. 2 U.S.C. § 434(b). On July 5, 1988, the federal account filed their 1987 Year End Report and disclosed a loan from Mr. Vesharn Scales totaling $20,000. The federal account then amended the 1987 Year End Report on September 30, 1988 and disclosed the Scales' loan as totaling $17,500. Then on January 5, 1989 the federal account amended the 1987 Year End Report again and disclosed the Scales loan as totaling $14,500.

In spite of the fact that the Scales loan was never actually deposited into the federal account, the manner in which the loan was reported by the federal account is just one example of how inaccurate the committee's reports were. The other examples of inaccurate reporting by the federal account are as follows: the 1987 Year End Report covering July 1, 1987 through

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December 31, 1987 was amended five (5) separate times. The original report was received by the Commission on July 5, 1988 and disclosed $0 in receipts and $0 in disbursements. However, the fourth amendment to this report which was received by the Commission on January 5, 1989 disclosed a total of $24,221 in receipts and a total of $12,631 in disbursements.

The second example is the 1988 April Quarterly Report covering January 1, 1988 through March 31, 1988 which was amended four (4) separate times. The original report was received by the Commission on July 5, 1988 and disclosed a total of $0 in receipts and a total of $1,700 in disbursements. However, the fourth amendment received by the Commission on January 5, 1989 disclosed a total of $5,888 in receipts and a total of $9,853 in disbursements.

And finally the 1988 July Quarterly Report covering April 1, 1988 through June 30, 1988 was amended five (5) separate times. The original report was received by the Commission on July 15, 1988 and disclosed a total of $0 in receipts and a total of $0 in disbursements. However, on the fifth and most current amendment received by the Commission on June 9, 1989, disclosed a total of $62,576 in receipts and a total of $56,738 in disbursements.

The three previous examples demonstrate the wide discrepancies in the reporting of receipts and disbursements during the 1987-1988 election cycle by the federal account. The federal account contends that the former treasurer was reporting

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state account activity on the reports filed with the Commission, thus creating an inaccurate financial picture of the federal account. Attempts to track cash flow in light of this contention have proven fruitless and overall the federal account's public record filings with the Commission are of very little help in determining where funds were deposited and which account paid for what. Therefore, there is reason to believe that the federal account violated 2 U.S.C. § 434(b).

E. The Making and Receipt of an Excessive Contribution

The basis for the recommendation in the General Counsel's Report dated July 28, 1989 to find reason to believe a violation of 2 U.S.C. § 441a(f) occurred was the apparent excessive contribution in the form of a loan by Mr. Scales as reported by the federal account on reports filed with the Commission. At that time, the Commission also found reason to believe a violation of 2 U.S.C. § 434(b)(2) occurred for the failure of the federal account to timely report the receipt of the apparent excessive contribution.

In response to the Commission's findings against him for making an excessive contribution, Mr. Scales maintained that the former chairman of the committee, Mr. Christian, requested that he make a loan to the committee. Mr. Scales strongly contended that the loan in question was intended for the state account. He also asserted in his response to the Commission dated August 21, 1989 that he "did not make the loan for the purpose

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of influencing any election for Federal office." In light of the numerous documents filed by the federal account, it further appears that the $20,000 loan from Mr. Scales was not deposited into the federal account but rather was deposited into the state account. Nonetheless, at least some of the loan proceeds were used to pay federal expenses. Therefore, this Office has made new reason to believe recommendations based upon 11 C.F.R. § 102.5(a), but further recommends that the Commission take no further action against the federal account with respect to a violation of 2 U.S.C. § 441a(f) and 2 U.S.C. § 434(b)(2).[4]

III. DISCUSSION OF CONCILIATION PROVISIONS AND CIVIL PENALTY

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4. This Office intends to address Mr. Scales liability in a brief to be forwarded shortly.

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IV. RECOMMENDATIONS

1. Find reason to believe that District of Columbia Democratic State Committee (federal account) and Jack Evans, as treasurer violated 2 U.S.C. §§ 432(h)(1) and 434(b) and 434(b)(8).

2. Find reason to believe that District of Columbia Democratic State Committee (federal and state accounts) and Jack Evans, as treasurer violated 11 C.F.R. § 102.5(a)(1)(i).

3. Take no further action against the District of Columbia Democratic State Committee (federal account) and Jack Evans, as treasurer with respect to violations of 2 U.S.C. §§ 441a(f) and 434(b)(2).

4. Enter into conciliation with the District of Columbia Democratic State Committee (federal and state accounts) and Jack Evans, as treasurer prior to a finding of probable cause to believe.

5. Approve the attached factual and legal analysis and proposed conciliation agreement.

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6. Approve the appropriate letters.

Lawrence M. Noble
General Counsel

8/8/90
Date

BY: _____
Lois G. Lerner
Associate General Counsel

Attachments
1. Confirming Letter, dated 7/23/90
2. Response dated 11/21/89
3. Response dated 10/10/89
4. Response dated 12/14/89
5. Response dated 12/5/89
6. Audit Workpapers from MUR 2106
7. Response dated 12/20/89
8. State Account Report (1/1/87 to 3/31/87)
9. Memo from the Audit Division, dated 7/23/90
10. Federal Account Report (1/1/87 to 3/31/87)
11. Response dated 1/5/90
12. Proposed Conciliation Agreement
13. Factual & Legal Analysis

Staff assigned: Tamara Kapper

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FEDERAL ELECTION COMMISSION
WASHINGTON D C 20463

MEMORANDUM

TO: LAWRENCE M. NOBLE
GENERAL COUNSEL

FROM: MARJORIE W. EMMONS /DELORES HARRIS DH
COMMISSION SECRETARY

DATE: AUGUST 13, 1990

SUBJECT: MUR 2935 - GENERAL COUNSEL'S REPORT
DATED AUGUST 7, 1990

The above-captioned document was circulated to the Commission on Wednesday, August 8, 1990 at 4:00 p.m.

Objection(s) have been received from the Commissioner(s) as indicated by the name(s) checked below:

Commissioner Aikens	
Commissioner Elliott	
Commissioner Josefiak	
Commissioner McDonald	XXXX
Commissioner McGarry	
Commissioner Thomas	

This matter will be placed on the meeting agenda for TUESDAY, AUGUST 21, 1990.

Please notify us who will represent your Division before the Commission on this matter.

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BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	MUR 2935
District of Columbia Democratic State Committee and Jack Evans, as treasurer;	)	
Vesharn N. Scales.	)	

CERTIFICATION

I, Marjorie W. Emmons, recording secretary for the Federal Election Commission executive session on August 21, 1990, do hereby certify that the Commission decided by a vote of 5-0 to take the following actions in MUR 2935:

1. Find reason to believe that District of Columbia Democratic State Committee (federal account) and Jack Evans, as treasurer, violated 2 U.S.C. §§ 432(h)(1) and 434(b) and 434(b)(8).

2. Find reason to believe that District of Columbia Democratic State Committee (federal and state accounts) and Jack Evans, as treasurer, violated 11 C.F.R. § 102.5(a)(1)(i).

3. Take no further action against the District of Columbia Democratic State Committee (federal account) and Jack Evans, as treasurer, with respect to violations of 2 U.S.C. §§ 441a(f) and 434(b)(2).

(continued)

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4. Enter into conciliation with the District of Columbia Democratic State Committee (federal and state accounts) and Jack Evans, as treasurer, prior to a finding of probable cause to believe.

5. Approve the factual and legal analysis attached to the General Counsel's report dated August 7, 1990.

6. Approve the proposed conciliation agreement attached to the General Counsel's report dated August 7, 1990.

7. Approve the appropriate letters as recommended in the General Counsel's report dated August 7, 1990.

Commissioners Elliott, Josefiak, McDonald, McGarry, and Thomas voted affirmatively for the decision; Commissioner Aikens was not present.

Attest:

8-27-90
Date

Marjorie W. Emmons
Marjorie W. Emmons
Secretary of the Commission

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

September 5, 1990

Donald Dinan, Counsel
1012 14th Street, N.W.
Suite 803
Washington, D.C. 20005

RE: MUR 2935
District of Columbia
Democratic State Committee
and Jack Evans, as treasurer

Dear Mr. Dinan:

On August 2, 1989, the Federal Election Commission found reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer ("the federal account") violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 441a(f) and 434(b)(2). In addition, on August 21, 1990, the Commission also found reason to believe that the federal account violated 2 U.S.C. §§ 432(h)(1), 434(b) and 434(b)(8) and that the federal and state accounts violated 11 C.F.R. § 102.5(a)(1)(i). Also on that same date, the Commission determined to take no further action against the federal account with respect to violations of 2 U.S.C. §§ 441a(f) and 434(b)(2).

At your request, on August 21, 1990, the Commission determined to enter into negotiations directed towards reaching a conciliation agreement in settlement of this matter prior to a finding of probable cause to believe.

Enclosed is a conciliation agreement that the Commission has approved in settlement of this matter. If your clients agree with the provisions of the enclosed agreement, please sign and return it, along with the civil penalty, to the Commission. In light of the fact that conciliation negotiations, prior to a finding of probable cause to believe, are limited to a maximum of 30 days, you should respond to this notification as soon as possible.

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If you have any questions or suggestions for changes in the agreement, or if you wish to arrange a meeting in connection with a mutually satisfactory conciliation agreement, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

John Warren McGarry
Vice Chairman

Enclosure
Factual and Legal Analysis
Conciliation Agreement

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FEDERAL ELECTION COMMISSION

FACTUAL AND LEGAL ANALYSIS

RESPONDENTS: District of Columbia Democratic State Committee and Jack Evans, as treasurer

MUR: 2935

I. GENERATION OF MATTER

The Reports Analysis Division ("RAD") referred the District of Columbia Democratic State Committee and Jack Evans, as treasurer, ("federal account") to the Office of the General Counsel for the failure to file in a timely manner four (4) reports in the 1987-1988 election cycle and the acceptance of an excessive contribution in the form of a loan from an individual.

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II. FACTUAL AND LEGAL ANALYSIS

A. Failure to Maintain a Campaign Depository

Pursuant to 2 U.S.C. § 432(h)(1), each political committee shall maintain at least one checking account at a depository designated by the committee. The federal account failed to maintain a depository from September 30, 1985 through September 12, 1988. Therefore, there is reason to believe the federal account violated 2 U.S.C. § 432(h)(1).

B. Non-Federal Funds Used on Behalf of Federal Account

Separate from the federal account is an operating account which is the non-federal account pursuant to 11 C.F.R. § 102.5(a). The federal account was audited pursuant to

2 U.S.C. § 437g in MUR 2106. As a result of the audit, the federal account disclosed a $6,461.54 debt owed to Printing Options, an unincorporated entity, on the 1986 October Quarterly Report.

Pursuant to 11 C.F.R. § 102.5(a)(1)(i), all disbursements and expenditures made in connection with any Federal election by an organization that finances political activity in connection with both federal and non-federal elections shall be made from its Federal account. The bank account of the federal account apparently was closed in September of 1985 by the bank for insufficient funds.

Review of the District of Columbia Democratic State Committee and Jack Evans, as treasurer ("state account") 1987 March 10th Report covering the period of January 1, 1987 through March 31, 1987, discloses a March 31, 1987 disbursement to Printing Options for an amount of $3,230.77 for the purpose of "settlement of debt." During this reporting period, the state account report also discloses on the debt schedule that the debt owed to Printing Options was extinguished by a payment of $3,230.77.

In addition, as a result of the 2 U.S.C. § 437g audit, a debt owed to Frank Taylor & Associates for accounting services provided on behalf of both the federal and state accounts was revealed. The amount owed to Frank Taylor & Associates was estimated to be approximately $2,000. Committee representatives estimated that the federal account's portion was $200. The only payment we have found to Frank Taylor & Associates was made by

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the state account on April 20, 1988 for $1,000 with check number 1703. Thus it is possible that this debt was also settled for half the amount owed as was the debt owed to Printing Options.

It appears that the federal account's debts were paid by the state account. Therefore, there is reason to believe that the federal and state accounts violated 11 C.F.R. § 102.5(a)(1)(i).

C. Settling a Debt Without Notifying the Commission

Pursuant to 2 U.S.C. § 434(b)(8), treasurers of political committees are required to include in their regular reports to the Commission the amount and nature of the political committee's outstanding debts and obligations. That Section also provides that when debts are settled for less than their reported amount or value, political committee treasurers shall file a statement detailing the circumstances and conditions under which the debts and/or obligations were settled and the consideration thereof.

The state account settled a debt owed to Printing Options on behalf of both accounts and may have also paid a reduced amount to Frank Taylor & Associates on behalf of both accounts. The debts apparently were settled for half the amount owed to each creditor, but the federal account failed to file statements of settlement with the Commission. Therefore, there reason to believe the federal account violated 2 U.S.C. § 434(b)(8).

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D. Improper Reporting of Receipts and Disbursements

According to the disclosure reports filed with the Commission, the federal account disclosed a total of $7,191 in receipts and $13,497 in disbursements during the 1986-87 election cycle. On the 1987 Mid-Year Report, dated July 28, 1987 the federal account disclosed a debt owed to Printing Options as being extinguished. However, the federal account failed to disclose the amount of the disbursement on the report. In other words, the debt was reported as having been paid but no money was disbursed from the account.

Treasurers of political committees must file reports containing specific categories of financial information. 2 U.S.C. § 434(b). On July 5, 1988, the federal account filed the 1987 Year End Report and disclosed a loan from Mr. Vesharn Scales totaling $20,000. The federal account then amended the 1987 Year End Report on September 30, 1988 and disclosed the Scales' loan as totaling $17,500. Then on January 5, 1989 the federal account amended the 1987 Year End Report again and disclosed the Scales loan as totaling $14,500.

The 1987 Year End Report covering July 1, 1987 through December 31, 1987 was amended five (5) separate times. The original report was received by the Commission on July 5, 1988 and disclosed $0 in receipts and $0 in disbursements. However, the fourth amendment to this report which was received by the Commission on January 5, 1989 disclosed a total of $24,221 in receipts and a total of $12,631 in disbursements.

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The 1988 April Quarterly Report covering January 1, 1988 through March 31, 1988 was amended four (4) separate times. The original report was received by the Commission on July 5, 1988 and disclosed a total of $0 in receipts and a total of $1,700 in disbursements. However, the fourth amendment received by the Commission on January 5, 1989 disclosed a total of $5,888 in receipts and a total of $9,853 in disbursements.

And finally the 1988 July Quarterly Report covering April 1, 1988 through June 30, 1988 was amended five (5) separate times. The original report was received by the Commission on July 15, 1988 and disclosed a total of $0 in receipts and a total of $0 in disbursements. However, the fifth and most current amendment received by the Commission on June 9, 1989, disclosed a total of $62,576 in receipts and a total of $56,738 in disbursements.

Therefore, there is reason to believe that the federal account violated 2 U.S.C. § 434(b).

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OGC 8044

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL

90 OCT -2 AM 11:24

STATEMENT OF DESIGNATION OF COUNSEL

MUR 2935

NAME OF COUNSEL: Mary Eva Candon

ADDRESS: 2122 California St NW
Washington DC 20008

TELEPHONE: [0] 202.347.5190 / [H] 202.232.0297

The above-named individual is hereby designated as my counsel and is authorized to receive any notifications and other communications from the Commission and to act on my behalf before the Commission.

10/2/90
Date

Signature

RESPONDENT'S NAME: _____

ADDRESS: _____

_____

_____

HOME PHONE: _____

BUSINESS PHONE: _____

9104085128

FEDERAL ELECTION COMMISSION
WASHINGTON D.C. 20463

October 11, 1990

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Donald Dinan, Esquire
O'Connor & Hannan
1919 Pennsylvania Avenue, N.W.
Suite 800
Washington, D.C. 20006

RE: MUR 2935
District of Columbia
Democratic State Committee
and Jack Evans, as treasurer

Dear Mr. Dinan:

On September 5, 1990, you were notified that, at your request, the Federal Election Commission determined to enter into negotiations directed toward reaching a conciliation agreement in settlement of this matter prior to a finding of probable cause to believe. On that same date you were sent a conciliation agreement offered by the Commission in settlement of this matter.

On October 2, 1990, you met with staff from this Office and stated that a written response would be forthcoming.

Please note that conciliation negotiations entered into prior to a finding of probable cause to believe are limited to a maximum of 30 days. To date, you have not responded in writing to the proposed agreement. The 30 day period for negotiations will soon expire. Unless we receive a response from you within five days, this Office will consider these negotiations terminated and will proceed to the next stage of the enforcement process.

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Should you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

9104035133O

O'CONNOR & HANNAN
ATTORNEYS AT LAW

SUITE 800
1919 PENNSYLVANIA AVENUE N.W.
WASHINGTON, D.C. 20006-3483
(202) 887-1400

TELEX 89-7420
TELECOPIER (202) 466-2198

MINNEAPOLIS OFFICE
3800 IDS CENTER
80 SOUTH EIGHTH STREET
MINNEAPOLIS, MN 55402-2294
(612) 341-3800

DENVER OFFICE
SUITE 4700
ONE UNITED BANK CENTER
1700 LINCOLN STREET
DENVER, CO 80203-4547
(303) 830-1700

MADRID OFFICE
VELAZQUEZ, 21-4°
28001 MADRID, SPAIN
011 34 1 431-31-00
TELEX 23543
TELECOPIER
011 34 1 431 8578

DONALD R. DINAN
WRITER'S DIRECT DIAL
(202) 887-1416

90 OCT 17 PM 3:57

October 12, 1990

Mr. John Warren McGarry
Vice Chairman
Federal Election Commission
Washington, D.C. 22463

Re: MUR 2935 District of Columbia
Democratic State Committee and
Jack Evans, As Treasurer

Dear Mr. McGarry:

This in response to your letter of September 5, 1990 concerning the above-referenced matter, and in furtherance of our meeting with Mr. Robert W. Bonham, Assistant General Counsel, and Ms. Tamara Kapper of October 2, 1990. In your letter of September 5, 1990, you set forth that the Federal Election Commission has found reason to believe that the District of Columbia Democratic State Committee has violated 2 U.S.C. §§434(a)(4)(A)(i), (iii) and (iv), 441a(f), 434(b)(2), 432(h)(1), 434(b) and 434(b)(8), as well as 11 C.F.R. §102.5(a)(1)(i). You further stated that the Commission determined to take no further action with respect to violations of 2 U.S.C. §§441a(f) and 434(b)(2).

Further, pursuant to the request of the District of Columbia Democratic State Committee, the Commission determined to enter into negotiations directed towards reaching a conciliation agreement in settlement of this matter prior to a finding of probable cause to believe. A proposed conciliation agreement was attached to your letter.

As a result of our further investigation of the matter and our meeting with Mr. Bonham and Ms. Kapper, there are various matters which we wish to bring to the Commission's attention.

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I. CONCILIATION AGREEMENT

1. Late Filings

Pursuant to 2 U.S.C. §434(a)(4)(A)(iv), respondents were required to file a 1987 Year End Report on January 31, 1988. The current amended report was filed on January 5, 1989. Pursuant to 2 U.S.C. §434(a)(4)(A)(i), respondents were required to file a 1988 April Quarterly Report on April 15, 1988. The current amended report was filed on January 5, 1989. Pursuant to 2 U.S.C. §434(a)(4)(A)(i), respondent were required to file a 1988 October Quarterly Report on October 15, 1988. Again, the report was filed on January 5, 1989. Finally, pursuant to 2 U.S.C. §434(a)(4)(A)(ii), respondents were required to file a 1988 30 Day Post-General Report on December 8, 1988. This report was filed on January 17, 1989.

As the Commission is aware, the District of Columbia Democratic State Committee was a respondent in a previous matter, MUR 2106. On December 6, 1988, the Commission and the District of Columbia Democratic State Committee entered into a Conciliation Agreement as concerns MUR 2106 (Attachment A). As part of this Conciliation Agreement, respondents agreed to pay a civil penalty in the amount of five thousand dollars ($5,000.00), which penalty has been paid in full. Further, pursuant to paragraph XV of the Conciliation Agreement, respondents were to file all appropriate amendments to the reports of receipts and disbursements as indicated in paragraph IV of the Conciliation Agreement and file all outstanding reports of receipts and disbursements within thirty days from the date of the Agreement.

It was specifically recognized by both the Commission and the District of Columbia Democratic State Committee that the above-referenced reports were outstanding. In this regard, the District of Columbia Democratic State Committee created an FEC Compliance Committee for the purpose of filing these reports in accordance with the Conciliation Agreement and for the purpose of assuring future compliance with all FEC regulations. Therefore, in accordance with the terms of the Conciliation Agreement, the amended 1987 Year End Report, the amended 1988 April Quarterly Report and the 1988 October Quarterly Report were timely filed on January 5, 1989. Respondents have already paid the fine as regards, inter alia, these late filings and filed them timely under the Conciliation Agreement. Therefore, it is respectfully submitted that the Commission should not find reason to believe that respondents violated 2 U.S.C. §§434(a)(4)(A)(i) and (iv).

As concerns the 1988 Thirty Day Post-General Report, this was filed twelve days late pursuant to the terms of the

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December 6, 1988 Conciliation Agreement. It is respectfully submitted that this is a de minimis violation for which no further penalty should be assessed. The Conciliation Agreement was not mailed to respondents until December 7, 1988 and was not received by respondents until December 10, 1988. Indeed, if the effective date of the Conciliation Agreement is construed to be the date of receipt by respondents, then the 1988 Thirty Day Post-General Report was only seven days late

The task of complying with the Conciliation Agreement and of preparing the filings for the 1987 Year End Report, the 1988 April Quarterly Report, the 1988 October Quarterly Report, and the 1988 Thirty Day Post-General Report was a massive undertaking. Records had to be compiled, and in some instances, reconstructed. Retrieval of all the records was, in itself, a time consuming task. Matters as concerned timing were complicated by the intervention of the Christmas holidays, and the Commission should take notice that the persons preparing these reports were all acting in a voluntary capacity, spending their evenings and weekends even over the holiday season, to meet the Commission's deadlines. It is respectfully submitted that meeting the deadline with three of the four outstanding reports and only being a few days late on the fourth report complied at least in spirit with the Conciliation Agreement. Further, it should be recognized that respondents have already paid a rather significant penalty as concerns the late filing of these reports. Finally, and probably most importantly, in the accordance with the Conciliation Agreement of December 6, 1988, respondents have been timely in all of their subsequent filings to date.

Therefore, taking all of these matters into consideration, it is respectfully submitted that the 1988 Thirty Day Post-General Report was filed in substantially a timely matter in accordance with the Conciliation Agreement of December 6, 1988, and that no further civil penalty should be assessed as concerns this filing.

2. Accurate Disclosure of Receipts and Disbursements

Pursuant to 2 U.S.C. §434(b), respondents were required to accurately disclose specific categories of receipts and disbursements, and the Commission found reason to believe that respondents' reports for the period of July 1987 to July 1988 failed to accurately disclose its receipts and disbursements.

Respondents have already paid a substantial fine pursuant to the Conciliation Agreement for the previous failure to comply with §434(b). Specifically, violations of 2 U.S.C. §434(b) were noted in paragraph IV at 27, 29, 37 and 39, and in paragraphs

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VIII, XI and XII of the Conciliation Agreement. While the alleged improper reporting of receipts and disbursements set forth in Section II.D. of the Commission's Factual and Legal Analysis in MUR 2935 were not specifically mentioned in the Conciliation Agreement of December 6, 1988, they were of the same type as set forth in the agreement. Paragraph XV allowed respondents to amend these reports, and such amendments accurately set forth the receipts and disbursements for the time period in question. Therefore, in accordance with the terms of that Conciliation Agreement, respondents were in compliance with the requirements of 2 U.S.C. §434(b).

Thus, respondents have already paid the fine for this violation of 2 U.S.C. §434(b) and have been in compliance with this section pursuant to the terms of the Conciliation Agreement since then. For these reasons, it is respectfully submitted that the Commission should not find reason to believe that respondents have additionally violated 2 U.S.C. §434(b) as concerns the time period of July 1987 to July 1988.

3. Failure to Use Federal Account to Pay Debts Owed by the Federal Account

Pursuant to 11 C.F.R. §102.5(a)(1)(i), respondents are required to use a federal account when making expenditures in connection with federal elections. The Commission alleges that respondents failed to use their federal account to pay debts owed by the federal account. However, in paragraph IV at 21 and in paragraph VII of the Conciliation Agreement of December 6, 1988, the Commission found that the respondents had violated said section by the acceptance and deposit of funds transferred from a non-federal account and found that a political committee which finances political activity in connection with federal and non-federal elections and maintains separate accounts for such purposes shall not transfer to the federal account funds from any other account maintained by such organization to finance non-federal election activities.

It is submitted that the new charge that respondents failed to use their federal account to pay debts owed by the federal account is subsumed within these previous findings for which respondents have already paid a substantial civil penalty. The activities which comprise the alleged violation arise out of the same acts and occurrences for which a violation has already been found and the penalty assessed. Respondents have not been in violation of 11 C.F.R. 102.5(a)(1)(i) since entering the Conciliation Agreement of December 6, 1988, nor is there any evidence whatsoever to suggest the contrary. Therefore, for these reasons it is respectfully submitted that the Commission should find no reason to believe that Respondents have violated 11 C.F.R. §102.5(a)(1)(i).

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4. Jack Evans, Treasurer

Jack Evans is the current treasurer of the District of Columbia Democratic State Committee and, therefore, pursuant to the provisions of the Federal Election Campaign Act of 1971, as amended, and the Commission's Regulations, he is a respondent to this action. Jack Evans was not treasurer, however, during the time period during which the alleged violations occurred.

Jack Evans was elected Treasurer on June 1, 1989. He has been the person most singularly responsible for bringing the District of Columbia Democratic State Committee in full compliance with the Commission's Regulations. Mr. Evans has assured that all reports have been timely and correctly filed. Further, Mr. Evans has instituted procedual safeguards to ensure that the District of Columbia Democratic State Committee remains in full compliance with all its obligations to the Commission, including the retaining of an accounting firm.

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II. FACTUAL AND LEGAL ANALYSIS

There are certain matters contained in the Federal Election Commission's Factual and Legal Analysis concerning this case which it is respectfully submitted are not supported by the facts. Therefore, the Factual and Legal Analysis should be amended to reflect the same. First, on page 2, paragraph 2, Jack Evans is incorrectly identified as the Treasurer of the District of Columbia Democratic State Committee during 1987. At this time, Mr. Larry Weston was the Treasurer.

Second, on page 2, paragraph 3, which continues to page 3, it is stated that as a result of an audit, a debt owed to Frank Taylor & Associates for accounting services was revealed. The amount owed to Frank Taylor & Associates was estimated to be approximately $2,000. The only payment the Commission found to Frank Taylor & Associates was made by the state account on April 20, 1988 for $1,000, with check no. 1703. Also, the Commission found that it was possible that his debt was also settled for half the amount owed as was the debt owed to Printing Options.

This, in fact, was not the case. The actual money owed to Frank Taylor & Associates was $2,634. Check no. 1703 was never received by Frank Taylor & Associates and was never cashed by them. Indeed, according to best evidence available to the District of Columbia Democratic State Committee, this check was never sent to Frank Taylor & Associates. The full debt was paid to Frank Taylor & Associates by the District of Columbia Democratic State Committee on June 2, 1989. (Attachment B). Therefore, it is respectfully submitted that there is no violation of 2 U.S.C. §434(b)(8) or of 11 C.F.R. §102.5(a)(1)(i) as a result of the Frank Taylor & Associates debt, as this amount was paid properly in full. Finally, the last paragraph of page 3 of the Factual and Legal Analysis would also have to be amended to reflect this fact by striking out the reference to Frank Taylor & Associates.

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We look forward to your response concerning these matters. As we set forth during the meeting with Mr. Bonham and Ms. Kapper, the District of Columbia Democratic State Committee is in full compliance with its obligations to the Federal Election Commission and fully intends to remain in compliance in the future. In this regard, we are most anxious to put the matters of the past behind us, and to resolve these matters pursuant to a conciliation agreement in settlement of this matter.

Very truly yours,

Donald R. Dinan

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

December 7, 1988

Larry F. Weston, Treasurer
District of Columbia Democratic
State Committee
3501 14th Street, N.W.
Washington, D.C. 20010

RE: MUR 2106
District of Columbia
Democratic State Committee
and Larry Weston, as
treasurer

Dear Mr. Weston:

On December 1, 1988, the Federal Election Commission accepted the signed conciliation agreement submitted on behalf of the District of Columbia Democratic State Committee and you, as treasurer, in settlement of violations of 2 U.S.C. §§ 433(c); 434(a)(4)(A)(i), (iii) and (iv); 441b(a); 434(b)(3)(A); 432(c)(2) and (d); 434(b)(5)(A); and 434(b)(1), (2) and (4), provisions of the Federal Election Campaign Act of 1971, as amended, and 11 C.F.R. § 102.5(a)(1)(i) and (a)(2); 102.17(c)(8)(i)(B); 102.9(c); and 102.9(d) of the Commission's Regulations. Accordingly, the file has been closed in this matter. This matter will become a part of the public record within 30 days. If you wish to submit any factual or legal materials to appear on the public record, please do so within ten days. Such materials should be sent to the Office of the General Counsel.

Please be advised that information derived in connection with any conciliation attempt will not become public without the written consent of the respondent and the Commission. See 2 U.S.C. § 437g(a)(4)(B). The enclosed conciliation agreement, however, will become a part of the public record.

Enclosed you will find a copy of the fully executed conciliation agreement for your files. If you have any questions,

EXHIBIT A

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please contact Celia Jacoby, the attorney assigned to this matter, at (202) 376-5690.

Sincerely,

LM Noble (ZGH

Lawrence M. Noble
General Counsel

Enclosure
Conciliation Agreement

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BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	
District of Columbia Democratic State Committee and Larry Weston, as treasurer	)	MUR 2106

CONCILIATION AGREEMENT

This matter was initiated by the Federal Election Commission (the "Commission"), pursuant to information ascertained in the normal course of carrying out its supervisory responsibilities. The Commission found probable cause to believe that the District of Columbia Democratic State Committee (the "Committee") and Larry Weston, as treasurer, violated provisions of the Federal Election Campaign Act of 1971, as amended (the "Act"). The Committee and Mr. Weston are herein referred to as the "Respondents." These violations include (1) deficient reporting of statutorily required information and failure to maintain proper records, 2 U.S.C. § 433(c); 434(b)(3)(A); 432(c)(2) and (d); 434(b)(5)(A); 434(b)(1), (2) and (4); and 11 C.F.R. §§ 102.17(c)(8)(i)(B); 102.9(c) and (d); (2) failure to file timely reports, 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv); and (3) improper transfer of funds from the non-federal account which transfer may have included corporate or labor funds and failure to satisfy the prerequisites for using contributions in federal election activity, 2 U.S.C. § 441b(a) and 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2).

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NOW, THEREFORE, the Commission and the Respondents, having duly entered into conciliation pursuant to 2 U.S.C. § 437g(a)(4)(A)(i) , do hereby agree as follows:

I. The Commission has jurisdiction over the Respondents, and the subject matter of this proceeding.

II. Respondents have had a reasonable opportunity to demonstrate that no action should be taken in this matter.

III. Respondents enter voluntarily into this agreement with the Commission.

IV. The pertinent facts in this matter are as follows:

1. Respondent, District of Columbia Democratic State Committee, is a political committee within the meaning of 2 U.S.C. § 431(4).

2. Respondent, Larry Weston, is the treasurer of the District of Columbia Democratic State Committee. Mr. Weston became the treasurer of record on December 15, 1986.

3. An audit of the accounts and records of the Respondents covering the period January 1, 1984 to June 30, 1986, inclusive, was conducted by the Commission.

4. Section 433(c) of Title 2, United States Code requires a political committee to report any change in information previously submitted in a statement of organization no later than ten (10) days after the change.

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5. On April 23, 1983, the Committee filed a statement of organization with the Commission, listing Walter E. Beach as treasurer.

6. On June 7, 1984, Richard C. Clark assumed the responsibilities of the treasurer, replacing Walter E. Beach.

7. Pursuant to 2 U.S.C. § 433(c), the Committee was required to report the change in treasurers no later than June 17, 1984.

8. The Committee did not report the change in treasurers until August 26, 1985, more than one year after the information was required to be reported.

9. Section 434 (a)(4)(i) of Title 2, United States Code provides that during an election year, the treasurer of a political committee shall file quarterly reports no later than the 15th day after the last day of each calendar quarter, except that the report for the final calendar quarter (i.e., the Year End Report) must be filed no later than January 31st of the following calendar year.

10. Section 434 (a)(4)(A)(iii), Title 2, United States Code provides that the treasurer of a political committee shall file a post-general election report no later than the 30th day after the general election.

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11. Section 434(a)(4)(A)(iv) of Title 2, United States Code requires that during a non-election year the treasurer of a political committee shall file a report of receipts and disbursements, covering the period from January 1 through June 30, inclusive, no later than July 31st of that year (the "Mid-Year Report") and a report covering the period from July 1 through December 31, inclusive, no later than January 31st of the next calendar year (the "Year-End Report").

12. During election year 1984, Respondents were required to file an April Quarterly Report no later than April 15, 1984. Respondents filed their 1984 April Quarterly Report on May 9, 1985, 389 days late.

13. During election year 1984, Respondents were required to file a July Quarterly Report no later than July 15, 1984. Respondents filed their 1984 July Quarterly Report on May 9, 1985, 298 days late.

14. During election year 1984, Respondents were required to file an October Quarterly Report no later than October 15, 1984. Respondents filed their 1984 October Quarterly Report on May 9, 1985, 206 days late.

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15. During election year 1984, Respondents were required to file a post-general election report no later than December 6, 1984, and a fourth quarter report no later than January 31, 1985. Respondents filed a report disclosing the combined activity of the post-general election and fourth quarter periods on September 23, 1985. Accordingly, the post-general election activity was disclosed 291 days late; the fourth quarter activity 235 days late.

16. During non-election year 1985, Respondents were required to file a mid-year report no later than July 31, 1985. Respondents filed their 1985 Mid-Year Report on September 23, 1985, 54 days late.

17. During non-election year 1985, Respondents were required to file a year-end report no later than January 31, 1986. Respondents filed their 1985 Year-End Report on March 11, 1986, 39 days late.

18. During election year 1986, Respondents were required to file an April Quarterly Report no later than April 15, 1986. Respondents filed their 1986 April Quarterly Report on June 9, 1986, 54 days late.

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19. During election year 1986, Respondents were required to file an October Quarterly Report no later than October 15, 1986. Respondents filed their 1986 October Quarterly Report on April 9, 1987, 176 days late.

20. The Respondents contend that their failure to timely file the above specified reports resulted from an on-going sequence of organizational disruptions and personnel changes.

21. Pursuant to 11 § C.F.R. 102.5(a)(1)(i), a political committee which finances political activity in connection with both federal and non-federal elections and maintains separate accounts for such purposes shall not transfer to the federal account funds from any other account maintained by such organization to finance non-federal election activities. Further only those funds subject to the prohibitions and limitations of the Act may be deposited in such account.

22. All contributions deposited in the federal account must, in accordance with 11 C.F.R. § 102.5(a)(2), be designated for the federal account; result from solicitations which state that the funds will be used for federal political activity; and be made by

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contributors who are informed that the contributions are subject to the prohibitions and limitations of the Act.

23. Section 441b(a) of Title 2, United States Code prohibits a political committee from knowingly accepting or receiving contributions from corporations or labor unions.

24. During 1984, the Committee maintained separate accounts for its federal and non-federal political activity.

25. The Committee made two transfers in the amounts of $6,000 and $1,000 on June 14 and July 5, 1984, respectively, from its non-federal account to its federal account in contravention of 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2).

26. The use of corporate and labor union funds in local elections is permissible under the laws of the District of Columbia. Therefore, the funds transferred by the Committee from its non-federal account to its federal account may have included contributions from corporate or labor union sources. The receipt of funds derived from corporate or labor union sources would contravene 2 U.S.C. § 441b(a).

27. Section 434(b)(3)(A) of Title 2, United States Code provides that the identification

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of each person (other than a political committee) who makes a contribution in an aggregate amount or value in excess of $200 within a calendar year, or in any lesser amount if the reporting committee should so elect, together with the date and amount of such contribution, must be disclosed.

28. The term "identification" in the case of an individual under 2 U.S.C. § 431(13)(A) means the name, mailing address, and occupation of the individual, as well as the name of his or her employer.

29. In the audit of Respondents' receipts, it was disclosed that there were 32 receipts from 1984 totalling $18,333.32 which required itemization. However, 24 of those receipts were not itemized; four lacked disclosure of the aggregate year-to-date total; two did not adequately disclose the occupation and/or name of employer; and one receipt did not disclose the amount contributed.

30. Pursuant to 11 C.F.R. § 102.17(c)(8)(i)(B), each political committee that participates in a joint fundraiser shall report its share of the net proceeds from such joint fundraising activities as a transfer-in from the fund-raising representative. Each participating

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political committee shall also file a memo Schedule A itemizing its share of the gross receipts as contributions from the original contributors to the extent required under 11 C.F.R. § 104.3(a).

31. Pursuant to 11 C.F.R. § 102.9(c), the treasurer of a political committee shall preserve all records and accounts required to be kept under 11 C.F.R. § 102.9 for three (3) years after the report to which such records and accounts relate is filed.

32. In filed reports, the Respondents disclosed the receipt of two transfers totalling $31,097 from Democrats Vote Democratic National Committee, which transfers reportedly represented the Respondents' share of proceeds from a joint fundraiser. If these transfers represented the Respondents' share of the net proceeds from a joint fundraiser, they should also have been reported on an accompanying memo Schedule A itemizing the contributions from the original contributors, as required by 11 C.F.R. § 102.17(c)(8)(i)(B). Respondents contend that these transfers were not receipts from a joint fundraiser, but were direct transfers of funds from the Democratic

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National Committee for which an accompanying memo Schedule A was not required.

33. Section 432(c)(2) of Title 2, United States Code provides that the treasurer of a political committee shall keep an account of the name and address of any person who makes a contribution in excess of $50, together with the date and amount of such contribution.

34. 11 C.F.R. § 102.9(d) provides that when performing recordkeeping duties, the treasurer (or an authorized agent) shall use his or her best efforts to obtain, maintain and submit the required information and shall keep a complete record of such reports.

35. Section 432(d) of Title 2, United States Code requires the treasurer to preserve all records required to be kept by this section and copies of all reports required to be filed by this subchapter for three (3) years after the report is filed.

36. The audit of the Respondents' records disclosed that the Respondents had received 76 contributions, totalling $59,793.50, for which the name and address of each contributor were required to be maintained. In eleven instances in 1984 there was no record of the contributors' addresses. The Respondents'

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solicitation materials indicated that only two of eight fundraising appeals in 1984 requested the contributor to provide an address. Respondents have agreed to revise and resubmit the appropriate records to provide the missing data on the eleven contributors noted above as a part of this Agreement.

37. Section 434(b)(5)(A) of Title 2, United States Code requires that the name and address of each person to whom an expenditure in an aggregate amount or value in excess of $200 within a calendar year is made by the reporting committee to meet a candidate or committee operating expense, together with the date, amount, and purpose of such operating expenditure, be disclosed in the reports filed by the committee.

38. The audit of Respondents' records revealed that Respondents made 112 itemizable disbursements, totalling $83,412.17. Of disbursements made in 1984, 23 did not disclose the payee correctly; 4 did not disclose the correct amount and 5 did not disclose the payee's address.

39. Sections 434(b)(1), (2) and (4) of Title 2, United States Code provide that each report of receipts and disbursements filed must disclose

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the amount of cash on hand at the beginning of the reporting period and the total amount of all receipts and disbursements for the reporting period and the calendar year.

40. The audit of the Respondents' records revealed (a) a $44.29 overstatement in 1984 for beginning cash balance resulting from the Respondents' apparent failure to disclose 1983 bank charges; (b) a $2,106 understatement in 1984 of receipts resulting from the failure to disclose contributions from six individuals and one unknown source; and (c) a $1,384.24 understatement in disbursements in 1984. Respondents agree to amend and resubmit their reports in accordance with these findings and as part of this Agreement.

V. Respondents violated 2 U.S.C. § 433(c) by failing to timely amend their statement of organization.

VI. Respondents violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv) by failing to file nine (9) reports in a timely manner.

VII. Respondents violated 2 U.S.C. § 441b(a) and 11 C.F.R. §§ 102.5(a)(1)(i) and (a)(2) by the acceptance and deposit of funds transferred from their non-federal account which transfer may have contained corporate or union funds.

VIII. Respondents violated 2 U.S.C. § 434(b)(3)(A) by failing to adequately disclose contributions.

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IX. Respondents violated 11 C.F.R. § 102.17(c)(8)(i)(B) by not adequately disclosing itemizable items and by failure to file a memo Schedule A, and 11 C.F.R. § 102.9(c) by not maintaining records relating to a filed report for the requisite period.

X. Respondents violated 2 U.S.C. §§ 432(c)(2) and (d), and 11 C.F.R. § 102.9(d) by failing to obtain information required to be disclosed and to maintain adequate contribution records.

XI. Respondents violated 2 U.S.C. § 434(b)(5)(A) by failing to adequately disclose disbursements.

XII. Respondents violated 2 U.S.C. §§ 434(b)(1), (2) and (4) by failing to report accurately their financial activity.

XIII. Mr. Weston was not the treasurer of record when these violations occurred, and Respondents contend that they did not knowingly and willfully violate any of the statutory provisions referenced in Paragraphs V through XII, supra.

XIV. Respondents will pay a civil penalty to the Federal Election Commission in the amount of five thousand dollars ($5,000.00), pursuant to 2 U.S.C. § 437g(a)(5)(A), such penalty to be paid as follows:

1. An initial payment of $2,000 to be paid within thirty (30) days from the date this agreement becomes effective;
2. Thereafter, beginning on the sixth month after the initial payment, three consecutive

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payments at six month intervals of $1,000 each;

3. Each such payment described in subparagraph 2 above shall be paid on the first day of the month in which it becomes due;

4. In the event that any installment payment is not received by the Commission by the fifth day of the month in which it becomes due, the Commission may, at its discretion, accelerate the remaining payments and cause the entire amount to become due upon ten days written notice to the respondent(s). Failure by the Commission to accelerate the payments with regard to any overdue installment shall not be construed as a waiver of its right to do so with regard to future overdue installments.

XV. Respondents will file all appropriate amendments to the reports of receipts and disbursements as indicated in paragraph IV at 36 and 40, and file all outstanding reports of receipts and disbursements. Respondents shall have no more than thirty days from the date this agreement becomes effective to comply with and implement this requirement.

XVI. The Commission, on request of anyone filing a complaint under 2 U.S.C. § 437g(a)(1) concerning the matters at issue herein or in its own motion, may review compliance with this agreement. If the Commission believes that this agreement or any requirement thereof has been violated, it

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may institute a civil action for relief in the United States District Court for the District of Columbia.

XVII. This agreement shall become effective as of the date that all parties hereto have executed the same and the Commission has approved the entire agreement.

XVIII. This Conciliation Agreement constitutes the entire agreement between the parties on the matters raised herein, and no other statement, promise, or agreement, either written or oral, made by either party or by agents of either party, that is not contained in this written agreement shall be enforceable.

FOR THE COMMISSION:

Lawrence M. Noble
General Counsel

Dec. 6, 1988
Date

FOR THE RESPONDENTS:

Larry Weston
Treasurer

Dec. 10, 1988
Date

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D.C. DEMOCRATIC STATE COMMITTEE 1743

OPERATING ACCOUNT

PH. 202-265-5450

3636 - 16TH STREET, N.W., SUITE AG-65

WASHINGTON, D.C. 20010

6/2 19 84 15-120/540 D 08

PAY TO THE ORDER OF F. S. Taylor & Assoc. $ 2634 00/100

Two thousand six hundred thirty four and 00/100 DOLLARS

SOVRAN BANK DC NATIONAL — MAIN OFFICE 1801 K STREET, NW WASHINGTON, D.C. 20006

FOR Audit 1/1/84 - 5/31/85

Tyrone Evans

Joseph Williams

⑈0000 1743⑈ ⑆054001204⑆ 267359 2⑈ ⑈0000 263400⑈

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EXHIBIT B

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW. Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Doris P. Winter
Vice-Chair
Elaine Evans McNeil
Recording Secretary
Donna Schrader
Corresponding Secretary
Jack Evans
Treasurer

MEMBERS
Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman
William Simons
Alternate National Committeeman

Antonell Aikens
Stanley Allen
Robert Artisst
Johnny Barnes
Max N. Berry
Edward Black
Bobbi Blok
William Blount
Stanley A. Boscree
Kenneth Brewer
Mary Eva Candon
Kevin Chavous
James Christian
Barbara Bell Clark
Richard R. Clark
James E. Coates
Jerry Cooper
Bernard Demczuk
Wayne Downs
Patricia Elwood
Isabella Gelletich
Mildred Goodman
Chestie Graham
Jeanne Hoston Harris
Lillian Hutt
James Jefferson
Martha Johnson
Lorraine Johnson
William Johnson
Phyllis Jones
Ruth Jordan
Aurelia Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
Paula Nickens
Florence Pendleton
Keith Perry
Mark L. Plotkin
Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
Barbara Lett Simmons
Newton "Big News" Smith
Wallacetine Tahaferro-Curtis
Harry Thomas, Jr.
Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
Jane Weiman
Larry F. Weston
Lorraine H. Whitlock
Alfonso "Al" Williams
Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dinan

MEMORANDUM

TO: Members of the D.C. Democratic State Committee

FROM: Jack Evans, Acting Treasurer

DATE: September 30, 1990

SUBJECT: September 1, 1990 - September 30, 1990 Financial Report

Attached for your review please find the following financial statements:

Page

1) Balance Sheet as of September 30, 1990.....1

2) Statement of Revenue and Expenses 9/1/90 - 9/30/90 ...2

3) Non Federal Account - Detailed Breakdown of Checks and Deposits.....3 & 4

These financial reports will give you a complete record of receipts and expenditures from September 1, 1990 through September 30, 1990 of the D.C. Democratic State Committee.

I will be available at the D.C. Democratic State Committee meeting on Thursday, October 4, 1990, to answer any questions concerning these financial statements.

EXHIBIT C

[redacted]. [redacted]MOCRATIC STATE COMMIT[redacted]E [redacted]

BALANCE SHEET

September 30, 1990

ASSETS	NON-FEDERAL ACCOUNT	FEDERAL ACCOUNT	TOTAL
Cash - Non-Federal	$ 1,497.28	$ -0-	$ 1,497.28
Cash - Federal	-0-	427.21	427.21
Accounts Receivable	$ 1,170.00	$ -0-	$ 1,170.00
Total Assets	$ 2,667.28	$427.21	$ 3,094.49
LIABILITIES			
Accounts Payable	$ -0-	$-0-	$ -0-
Total Liabilities	$ -0-	$-0-	$ -0-
NET WORTH Assets minus Liabilities	$ 2,667.28	$427.21	$ 3,094.49

[redacted]

[redacted]C. DEMOCRATIC STATE C[redacted]E

STATEMENT OF REVENUE AND EXPENSES

September 1, 1990 - September 30, 1990

		Non-Federal Account	Federal Account	Total
A.	Beginning Cash Balance:	$3,930.77	$427.21	$4,357.98
B.	Revenue			
	Contributions	$250.00	$0.00	$250.00
	Christmas Party	0.00	0.00	0.00
	Dollars for Democrats	1800.00	0.00	1800.00
	KKD Dinner - 1990	95.00	0.00	95.00
	Bank Interest	22.84	0.00	22.84
	Other	0.00	0.00	0.00
	Total Revenue	$2,167.84	$0.00	$2,167.84
C.	Expenses			
	Bank Charges	$35.75	$0.00	$35.75
	Christmas Party	0.00	0.00	0.00
	Consultants	300.00	0.00	300.00
	Courier	0.00	0.00	0.00
	Donations	0.00	0.00	0.00
	Dues and Memberships	0.00	0.00	0.00
	Fundraisers	0.00	0.00	0.00
	Kennedys King Dinner	0.00	0.00	0.00
	Miscellaneous[1/]	170.00	0.00	170.00
	Office Equipment	0.00	0.00	0.00
	Office Supplies	30.21	0.00	30.21
	Penalties/Fines	0.00	0.00	0.00
	Postage	96.35	0.00	96.35
	Printing	0.00	0.00	0.00
	Professional Fees	0.00	0.00	0.00
	Rent	0.00	0.00	0.00
	Salaries	1824.94	0.00	1824.94
	Taxes (Dist. of Columbia)	355.60	0.00	355.60
	Taxes (IRS)	1721.30	0.00	1721.30
	Telephone	67.18	0.00	67.18
	Training	0.00	0.00	0.00
	Xeroxing	0.00	0.00	0.00
	Total Expenses	$4,601.33	$0.00	$4,601.33
D.	Excess Expenses over Revenue:	$2,433.49	$0.00	$2,433.49
	Cash Balance as of September 30, 1990 (A-D):	$1,497.28	$427.21	$1,924.49

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1/ Payment of $85.00 each to 2 custodians for the Mayor's Forum sponsored by the State Committee.

Checks and Other Charges: 9/1/90 - 9/30/90

Check #	Date	Amount	Payee
	8/6/90	25.30	Delux Check
	8/31/90	9.45	Service Charge
	8/31/90	1.00	FDIC Charge
2030	9/1/90	67.18	C&P Telephone
2031	9/7/90	126.56	Reimburse Brenda A. Willoughby 96.35 - Postage 30.21 - Supplies
2032	9/9/90	85.00	Marine Williams - Custodian
2033	9/9/90	85.00	Ned Boykin - Custodian
2034	9/14/90	912.47	Brenda A. Willoughby - Salary
2035	9/19/90	177.80	D.C. Withholding Taxes - July 1990
2036	9/19/90	177.80	D.C. Withholding Taxes - August 1990
2037	9/20/90	1721.30	Sovran Bank - Federal Withholding Taxes 7/1/90 - 9/15/90
2038	9/20/90	300.00	McQuade & Capron - July Services, IRS, Payroll
2039	9/30/90	912.47	Brenda A. Willoughby
	Total	$4,601.33	

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Deposits: 9/1/90 - 9/30/90

Date	Amount	Source
8/31/90	22.84	Interest
9/07/90	95.00	Kennedys King Dinner
9/07/90	250.00	Ward Organizations
9/18/90	1800.00	Dollars for Democrats
Total	$2,167.84	

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DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE

AUDITED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 1990 and 1989

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
AUDITED FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 1990 AND 1989

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Statements of Revenue, Expenses and Changes in Fund Blances 3

Statements of Changes in Financial Position 4

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F. S. TAYLOR & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

801 PENNSYLVANIA AVENUE, S.E., SUITE 250 - WASHINGTON, D.C. 20003
(202) 547-4700

INDEPENDENT AUDITOR'S REPORT

To the District of Columbia
Democratic State Committee

We have audited the accompanying balance sheets of the District of Columbia Democratic State Committee as of June 30, 1990 and 1989, and the related statements of revenue, expenses and changes in fund balances and changes in financial position for the years then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above, present fairly, in all material respects, the financial position of the District of Columbia Democratic State Committee as of June 30, 1990 and 1989, and the results of its operations and its changes in financial position for the years then ended, in conformity with generally accepted accounting principles.

August 31, 1990

F. S. Taylor & Associates, P.C.

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
BALANCE SHEETS
JUNE 30, 1990 AND 1989

	Operating Account	Federal Account	Total 1990	Total 1989
ASSETS				
Current Assets:				
Cash	$4,605	$ 427	$5,032	$13,007
Accounts Receivable (Note 4)	1,810		1,810	17,157
Interfund Receivable (Note 2)				1,915
Total Current Assets	$ 6,415	$ 427	$6,842	$32,079
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts Payable (Note 5)	$ 404	$	$ 404	$ 9,666
DC Withholding Tax Payable				13
Federal Withholding Tax Payable				3,927
Interfund Payable (Note 2)				1,915
Total Current Liabilities	404		404	15,521
Contingent Liabilities (Note 3)	5,500		5,500	
Total Liabilities	5,904		5,904	15,521
Fund Balance	511	427	938	16,558
Total Liabilities and Fund Balances	$ 6,415	$ 427	$6,842	$32,079

SEE NOTES TO FINANCIAL STATEMENTS

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 1990 AND 1989

	Operating Account	Federal Account	Total 1990	Total 1989
REVENUE				
Dukakis/Benstsen/Fauntroy "88	$	$	$	$ 50,183
Kennedys-King Dinner	51,064		51,064	61,560
Dollars for Democrats	8,091		8,091	17,673
Holiday Party	4,975		4,975	3,052
Interest Income	376		376	49
Other Income (Note 5)	3,296	2,938	6,234	8,826
Total Revenue	67,802	2,938	70,740	141,343
EXPENSES				
Dukakis/Bentsen/Fauntroy "88				41,141
Kennedys-King Dinner	40,279		40,279	41,320
Consultants & Professional Fees	20,435		20,435	3,634
Filing Fees, Fines & Penalties	6,927		6,927	5,600
Postage, Shipping and Delivery	540		540	243
Occupancy (Note 6)				7,412
Reproduction and Printing	1,807		1,807	2,066
Telephone	501		501	875
Contributions and Donations	1,504		1,504	300
Advertising				75
Travel and Meetings	952		952	
Holiday Party	3,576		3,576	3,287
Other Expenses (Note 4)	9,751	88	9,839	7,429
Total Expenses	86,272	88	86,360	113,382
Excess (Deficiency) of Revenue over Expenses	(18,470)	2,850	(15,620)	27,961
Fund Balance, July 1, 1989	17,066	(508)	16,558	(11,403)
Transfers: Interfund activity (Note 3)	1,915	(1,915)		
Fund Balance, June 30, 1990	$ 511	$ 427	$ 938	$ 16,558

SEE NOTES TO FINANCIAL STATEMENTS

DISTRICT OF COLUMBIA
DEMOCRATIC STATE COMMITTEE
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEARS ENDED JUNE 30, 1990 AND 1989

	Operating Account	Federal Account	Total 1990	Total 1989
SOURCES OF FUNDS				
Excess (deficiency) of revenue over expenses	$(18,470)	$2,850	$(15,620)	$27,961
Increase in accounts payable	3,850		3,850	2,954
Increase in other liabilities				1,915
Decrease in accounts receivable	6,733		6,733	
Decrease in other assets	____	____	____	795
Total Sources of Funds	$ (7,887)	$ 2,850	$(5,037)	$ 33,625
USES OF FUNDS				
Increase in accounts receivable	$	$	$	$ 17,157
Decrease in accounts payable		2,938	2,938	
Increase in other receivables	____	____	____	1,915
Total Uses of Funds	____	2,938	2,938	19,072
Increase (Decrease) in Cash	(7,887)	(88)	(7,975)	14,553
Cash at Beginning of Year	12,492	515	13,007	(1,546)
Cash at End of Year	$ 4,605	$ 427	$ 5,032	$ 13,007

SEE NOTES TO FINANCIAL STATEMENTS

NOTE 1 - - SIGNIFICANT ACCOUNTING POLICIES

Background - The District of Columbia Democratic State Committee (Democratic State Committee) is the governing body of the District of Columbia Democratic Party organized under the District of Columbia Non-Profit Corporation Act.

The District of Columbia Democratic Central Committee is the predecessor of the Democratic State Committee and was first appointed by President Lyndon Johnson in 1964. In 1977, it changed its name to the Democratic State Committee.

The Democratic State Committee conducts the affairs of the Democratic Party in the District of Columbia, assists in the election of candidates for President and Vice President of the United States and candidates for local office, and undertakes any other activities necessary to achieve the purpose of the Democratic Party of the District of Columbia.

Basis of Accounting - The accompanying financial statements were prepared using the accrual basis of accounting.

Accounting for Federal and Operating Accounts - The Federal Account contains contributions that are used to support federal election activities. All funds solicited and received in the Federal Account are subject to the prohibitions, contributions limits and solicitation requirements of the Federal Election Campaign Act of 1971, as amended in 1974, 1976, 1977 and 1979 regardless of whether the funds are ultimately used for Federal or non-Federal elections.

The Operating Account is used to pay for operating expenses and activities related to elections and campaigns, and is governed by the District of Columbia Office of Campaign Finance.

Income Tax Status - The Democratic State Committee is exempt from paying District of Columbia corporate income taxes. The Democratic State Committee is a taxable entity for Federal tax purposes.

No income tax liability is recorded in these financial statements as no tax is owed for the year ended June 30, 1990.

NOTE 2 - - INTERFUND ACTIVITY

During fiscal year 1989, the Democratic State Committee utilized funds from the Federal account to pay expenses for the Operating account. This activity resulted in a net interfund amount of $1,915. Due to Federal Election Campaign regulations, the payback of these monies from the Operating account to the Federal account is prohibited. Therefore, the interfund activity has been presented as a transfer of fund balance from the Federal account to the Operating account.

NOTE 3 - - CONTINGENT LIABILITIES

The D.C. Democratic State Committee (Committee) was found to be in violation of the Federal Election Campaign Act of 1971 (the Act) relative to proper filings of reports and proper disclosure of contributions.

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NOTE 4 - - WRITE-OFF OF PRIOR-YEAR ACCOUNTS RECEIVABLES

By action of the Democratic State Committee, the decision was made to write off accounts receivable of $8,543 which were determined to be uncollectible. This write off is included in other expenses on the Statement of Revenue, Expenses, and Changes in Fund Balances.

NOTE 5 - - WRITE-OFF OF PRIOR-YEAR LIABILITIES

By action of the Democratic State Committee, the decision was made to write off unclaimed liabilities. Included in other income on the Statement of Revenue, Expenses, and Changes in Fund Balances are the write-off of unclaimed liabilities of $3,296 in the Operating Account and $2,938 in the Federal account.

NOTE 6 -- DONATED SERVICES

The Democratic State Committee occupies office space without charge which was donated to the organization. The value of these donated services is not reflected in these financial statements.

MANAGEMENT LETTER

FOR THE

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

SEPTEMBER, 1990

91040351370

F. S. TAYLOR & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

801 PENNSYLVANIA AVENUE S.E., SUITE 250 - WASHINGTON, DC 20003
202/547-4700

September 25, 1990

To the District of Columbia
Democratic State Committee

We have audited the financial statements of the District of Columbia Democratic State Committee (the "Committee") for the years ended June 30, 1990 and 1989, and have issued our report thereon dated August 31, 1990. As part of our audit, we reviewed and tested the Committee's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purpose of such evaluation is to establish a basis for reliance thereon in determining the nature, timing, and extent of other auditing procedures that are necessary for expressing an opinion on the financial statements.

The objective of internal accounting control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgements by management.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instruction, mistakes of judgement, carelessness, or other personal factors. Control procedures, the effectiveness of which depends upon segregation of duties, can be circumvented intentionally by management with respect either to the execution and recording of transactions or with respect to the estimates and judgements required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions and that the degree of compliance with the procedures may deteriorate.

Our study and evaluation of the Committee's system of internal accounting control for the years ended June 30, 1990 and 1989, which was conducted for the above noted purpose, would not necessarily disclose all weaknesses in the system. In fact, our study and evaluation disclosed no conditions that we believe to be material weaknesses.

The accompanying recommendations are submitted to assist in improving the accounting and administrative control procedures.

We appreciate this opportunity to present these comments for your consideration. We are prepared to discuss them at your convenience and to provide assistance in their implementation, if desired.

Very truly yours,

F. S. Taylor & Associates, P.C.

F. S. Taylor & Associates, P.C.

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GENERAL INTERNAL CONTROL PRACTICES

In general, internal controls are designed to safeguard assets and help prevent losses from employee dishonesty or error. Fundamental concepts in a good system of internal controls include the segregation of duties and adequate documentation of transactions. No material weaknesses were noted during the year ended June 30, 1990. However, some comments will be noted throughout this letter as needing further attention.

During the course of performing procedures for the year ended June 30, 1989, we noted weaknesses in the internal controls over cash disbursements, payroll and other pertinent areas. Accordingly, we made recommendations for improvement in those areas. Management has taken action to resolve those weaknesses in internal controls based on our recommendations. We present the resolution of those matters.

ACCOUNTS RECEIVABLE - - COLLECTION PROCEDURES

The number and size of accounts receivable from the annual Kennedys - King Dinner has increased significantly over the years. Though efforts have been made to inform banquet attendees of the receivable, the importance of proper collection activity cannot be emphasized too strongly.

We recommend that management limit the amount of Dinner sales made on credit and utilize a standard billing system for invoicing immediately after the dinner. A monthly report covering the collections and remaining accounts receivable should be prepared and should include comments on collection calls made and their results. These collection procedures should also be applied to not-sufficient-funds checks received in payment for Dinner tickets.

MANAGEMENT RESOLUTION:

In response to this recommendation to limit the amount of Dinner sales made on credit and utilize a standard billing system for invoicing, management has initiated strong requirements for prepayment of Dinner tickets and has billed those with outstanding payments following the Dinner. As a result, accounts receivable from the Kennedys - King Dinner as of June 30, 1990 totalled only $1,710, which is a 90% decrease from accounts receivable of $17,157 which were outstanding at June 30, 1989.

We feel that this recommendation has been adequately addressed by management.

BANK RECONCILIATIONS

Bank reconciliations for all accounts were not always performed on a timely basis. We noted several instances during the prior years where bank accounts were not balanced through the year. An important part of the control process for cash transactions is the monthly reconciliation of the financial records to the bank statement.

We recommend that the Democratic State Committee implement a policy of required monthly bank reconciliations.

MANAGEMENT RESOLUTION:

In response to this recommendation to implement a policy of required monthly bank reconciliations, management has performed the task of reviewing the bank statements to determine the outstanding checks and to record fees, if any, and interest on the check register. Though this procedure is effective in calculating the actual cash balance, it does not leave on audit trail.

To fully implement the noted recommendation, we further recommend that the bank reconciliations be documented on a monthly basis on a standardized form which will provide an audit trail of the steps performed.

CASH DISBURSEMENTS

Proper supporting documentation, such as invoices or statements, were not available for several disbursements selected for our testing. We were told that these documents were either lost or misplaced. We noted that some invoices were not properly canceled when paid by indication of being stamped paid with the date, amount and check number on the document. In addition, some checks which were written were not recorded properly in the cash disbursement journal.

We recommend that, for all funds disbursed, a payment voucher be prepared. The actual invoice or a copy should be attached to voucher and submitted for approval to the proper person. Checks should not be written without the required authorization.

The voucher and invoice should be properly canceled with proper indication as to the date, amount, and check number. This procedure will help insure that duplicate payments are not made.

All checks written should be properly recorded on the disbursement journal sheets and allocated to the proper expense accounts. Proper balancing of the bank statements with the accounting records will help facilitate this process.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding the proper documentation of cash disbursements, management has taken action to require supporting documentation for cash disbursements and to attach the support to a copy of the check. All checks written are properly recorded on the disbursement journal sheets, as recommended. The practice of allocating each disbursement to the proper expense account is performed when preparing the monthly financial reports. However, no audit trail of that practice is in place.

To fully implement this recommendation, we further recommend that management record the expense account number and description from the chart of accounts on the copy of the check. This will allow for an audit trail, which is needed to recreate the financial activity of the Committee.

PAYROLL - - USE OF AN OUTSIDE SERVICE BUREAU

In the past, the DC Democratic State Committee has maintained salaried employees to handle the operations of the organization. The payroll activity was maintained manually and all of the proper forms and reports were not prepared.

We recommend that, should salaried employees be hired, management consider the use of an outside payroll service bureau to handle all payroll and tax matters. In the case of the employment of consulting personnel, management must be aware of the requirement of issuing the proper forms to reflect the income earned by the individual.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding the use of an outside service bureau, management has retained an accounting firm which specializes in tax matters to handle all payroll and tax matters.

We feel that this recommendation has been adequately addressed by management.

CASH RECEIPTS - - TIMELY DEPOSIT

We noted instances where the timely deposit of cash receipts was being performed on a consistent basis. Such delay in the deposit leaves the potential for lost or stolen cash receipts, therefore resulting in a potential loss of revenue to the organization.

We recommend that management require the deposit of cash receipts on a daily basis.

MANAGEMENT RESOLUTION:

In response to this recommendation to require the deposit of cash receipts on a daily basis, management has performed the recommendation as stated.

We feel that this recommendation has been adequately addressed by management.

CASH RECEIPTS - - COLLECTION PROCEDURES

Some revenue of the Democratic State Committee is received at various functions and may be paid in the form of a check or cash. This situation makes the control over the receipts a difficult process and reduces the level of security of the funds.

In the absence of an office staff, we recommend that management require that the Treasurer and one other member of the Executive Committee be responsible for receiving contributions and donations and that a receipt, stating the contributor's name, amount received, date, and purpose of the receipt, be issued. This receipt may be issued at the time of the receipt or by mail, but is necessary to allow contributors to become accustomed to the acquisition of a receipt and will provide an audit trail for the collection of cash receipts.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding cash receipts collection procedures, management has implemented a record-keeping system which records all pertinent data related to the receipt of monies at the various functions of the Committee. Management has also hired on employee to handle receipts, therefore removing the recommendation for one other member of the Executive Committee to work with the Treasurer. With regard to the issuance of receipts to contributors, management has responded by sending event tickets to the contributor shortly after receipt of the monies. These tickets are accompanied by a letter, which may serve as confirmation of receipt of the monies.

We feel that this recommendation has been adequately addressed by management.

INSURANCE–FIDELITY BONDS

The DC Democratic State Committee handles a substantial volume of cash and checks throughout the year. These fund are normally handled by the Treasurer, therefore leaving the safeguard of these assets in the hands of one individual.

We recommend that insurance, such as a fidelity bond, be obtained as a practical and relatively inexpensive supplement to internal controls. The following types of coverage are available:

* Scheduled bond - used where only certain named employees require coverage

* Blanket bond - covers all employees, including automatic coverage for new employees

* Position bond - covers specific positions rather than certain named employees

MANAGEMENT RESOLUTION:

In response to this recommendation regarding the obtaining of a fidelity bond, management has taken no action to date.

We further recommend that this recommendation be reconsidered for implementation. If information is needed on sources for obtaining a fidelity bond, we will provide assistance.

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PAYMENT OF OBLIGATIONS

In numerous situations, it was noted that payment of outstanding obligations included only partial submissions. This occurrence might have been related to the cash flow of the Committee in prior years. However, the balance of the obligation was not always satisfied and resulted in a reduction of goodwill with outside vendors.

We recommend that management, while being fiduciary in its decision making, require that all obligations be satisfied within a reasonable period of time.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding the payment of obligations, management has fully performed the task of satisfying all obligations within a reasonable period of time.

We feel that this recommendation has been adequately addressed by management.

FILE MAINTENANCE

The supporting documentation for the Democratic State Committee transactions and activities which was available during our audit was retrieved from various locations. A determination as to the completeness of the records could not be made due to the uncertainty of additional data being held at alternative locations.

We recommend that management assign the responsibility of establishing a filing system for all Committee records and retain appropriate records within statutory limits that apply for such records.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding file maintenance, management has established a filing system at its office location for all Committee records.

We feel that this recommendation has been adequately addressed by management.

COMPUTERIZATION OF FINANCIAL RECORDS

There are many benefits that the Democratic State Committee may get from computerization of the financial records. As the organization has grown, the accounting burden has increased accordingly. The need for more management information has put further demand on the Treasurer position.

We recommend that management consider a conversion of the current manual system to a computerized system. Such a system may be maintained by Committee members or be obtained through the use of an accounting compilation service.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding the computerization of the financial records, management has begun the process of cost-benefit analysis to determine the most cost-effective approach to computerization.

To fully implement this recommendation, we further recommend that management set a timetable for implementation of the computerized system and move forward with this effort.

ACCOUNTING POLICIES AND PROCEDURES MANUAL

We encountered numerous difficulties during the course of the audit because of a lack of documented procedures and audit trail. There was no comprehensive stated process or procedure for most areas such as bank reconciliations, documentation of disbursements, accounting for receivables and payables, etc. While procedures might have been in place, they usually were not documented in writing or not necessarily the most orderly procedures for DCDSC to follow.

We recommend that management establish a written accounting and operating procedural manual outlining policies and procedures. The preparation and maintenance of written standard procedures is necessary to:

1. Facilitate review by management for adherence to accounting procedures;
2. Establish consistent accounting practices; and
3. Facilitate training of new members to the Treasurer position.

We recognize that the preparation of the manual can be a time-consuming task. However, we believe that action should be taken to establish priorities, as well as a timetable, for the completion of the manual.

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MANAGEMENT RESOLUTION:

In response to this recommendation to establish a written accounting policies and procedures manual, management has taken no action to date.

We feel that the implementation of this recommendation is necessary to the continuation of the corrective control procedures which have recently been implemented. We further recommend that, in lieu of a full manual at this time, action should be taken to document the current practices relating to cash receipts, cash disbursements and other areas so that consistency in performance may be maintained.

EXECUTIVE GOVERNANCE - - TIMELY REPORT FILINGS

The Committee was found by the Federal Election Commission (FEC) to be in violation of the Federal Election Campaign Act of 1971 (the Act) relative to proper filings of reports and proper disclosure of contributions. Information reports are also required by the District of Columbia Office of Campaign Finance (OCF) which were not consistently filed in a timely manner.

We recommend that management require the Treasurer to submit the mandatory quarterly reports to the appropriate DSC member within two weeks before the due date to ensure completion and timely submission to the FEC and the OCF and that a sub-committee be established to assure that such reports are completed and filed.

MANAGEMENT RESOLUTION:

In response to this recommendation regarding timely report filings, management has taken alternative actions than those recommended to ensure the completion and timely submission of reports to the FEC and the OCF. We concur with the alternative actions due to the accomplishment of the main objective of complete and timely filing.

We feel that this recommendation has been adequately addressed by management.

DISTRICT OF COLUMBIA

DEMOCRATIC STATE COMMITTEE

1012 14th Street NW, Suite 806 • Washington, DC 20005 • (202) 347-2489

OFFICERS
Joslyn "Josh" Williams
Chair
Daria P. Winter
Vice-Chair
Elona Evans McNeil
Recording Secretary
Donna Schneider
Corresponding Secretary
Jack Evans
Treasurer

MEMBERS
Sharon Pratt Dixon
National Committeewoman
John W. Hechinger
National Committeeman
William Simons
Alternate National Committeeman

Antonell Aikens
Stanley Allen
Robert Artisst
Johnny Barnes
Max N. Berry
Edward Black
Bobbi Blok
William Blount
Stanley A. Boucree
Kenneth Brewer
Mary Eva Candon
Kevin Chavous
James Christian
Barbara Bell Clark
Richard R. Clark
James E. Coates
Jerry Cooper
Bernard Demczuk
Yvette Downs
Patricia Elwood
Isabella Gelletich
Mildred Goodman
Chestie Graham
Janette Hoston Harris
Lillian Huff
James Jefferson
Conchy Johnson
Lorraine Johnson
William Johnson
Phims Jones
Ruth Jordan
Aurelia Corbett King
Norm Linsky
Alicia Lowery
Myles Lynk
John "Peter Bug" Matthews
Phil Mendelson
Ronald Moyer
Paula Nickens
Florence Pendleton
Keith Perry
Mark L. Plotkin
Richard Rausch
Marilou Righini
Daniel Robinson
Mattie Robinson
Barbara Lett Simmons
Newton "Big Newt" Smith
Wallacetine Taliaferro-Curtis
Harry Thomas, Jr
Joan Thomas
Romaine Thomas
Sandra Butler-Truesdale
Loretta Watson
Jane Weiman
Larry F. Weston
Lorraine H. Whitlock
Alfonso "Al" Williams
Clyde Williams
Peter Winch
Robert Yeldell

Counsel
Don Dinan

October 26, 1990

90 OCT 29 PM 12:46

RECEIVED
FEDERAL ELECTION COMMISSION
SECRETARIAT

Ms. Tamara Kapper
Federal Election Commission
999 E Street, N.W.
Room 657
Washington, D.C. 20463

Re: MUR 2935 - District of Columbia State Committee and Jack Evans, as Treasurer

Dear Ms. Kapper:

Enclosed please find a letter which sets forth the Settlement Agreement reached between the D.C. Democratic State Committee and Printing Options.

If you have any questions, please call me.

Sincerely,

Jack Evans
Treasurer

cc: Donald Dinan

Attorney At Law
666 Eleventh Street, NW
Washington, DC 20001
Telephone 202-347-5190
Fax 202-727-2132

October 15, 1990

Mr. Buddy Peoples
Printing Options
303 Blue Cedar Court
Millersville, Md. 21108

MARY EVA CANDON

Dear Buddy:

It was great talking to you today. Let's be sure to stay in touch no matter where our works take us.

On the matter of the DC Democratic State Committee, you remember that during the last days of my tenure as Executive Director of the Committee, the Committee charged $6,461.54 to Printing Options for printing and mailing related to the 1984 May Primary. Apparently, the following administration (June 1984-1985) did not honor that bill and the administration which came in during June of 1985 found itself strapped with that bill which they apparently settled with you by a payment of $3,230.77 on March 31, 1987.

The purpose of this letter is to ask you to confirm, by signing this letter below, that this is in fact what happened. The Federal Election Commission is reviewing the Committee's financial records during that period and documentation seems to be missing for these transactions.

Thank you very much for your attention to this matter. Please return the signed letter to me at the address on this letterhead.

Sincerely,

Mary Eva Candon

I verify that a bill was incurred by the DC Democratic State Committee in May 1984 for $6,461.54 and that the debt was settled by a payment to Printing Options of $3,230.77 on March 31, 1987.

Buddy Peoples, Printing Options

Date: 10/22/90

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RECEIVED
FEDERAL ELECTION COMMISSION
MAIL ROOM

91 MAR -4 AM 9:59

O'CONNOR & HANNAN
ATTORNEYS AT LAW

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1919 PENNSYLVANIA AVENUE N.W.
WASHINGTON, D.C. 20006-3483
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80 SOUTH EIGHTH STREET
MINNEAPOLIS, MN 55402-2254
(612) 341-3800

DENVER OFFICE
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VELAZQUEZ, 81-4°
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011 34 1 431 8876

DONALD R. DINAN
WRITER'S DIRECT DIAL
(202) 887-1416

91 MAR -4 PM 12:22

RECEIVED
FEDERAL ELECTION COMMISSION

February 28, 1991

Lois G. Lerner, Esq.
Associate General Counsel
Federal Election Commission
Washington, DC 20463

RE: MUR 2935
District of Columbia Democratic State Committee and
Jack Evans, as treasurer

Dear Ms. Lerner:

The District of Columbia Democratic State Committee accepts the Federal Election Commission's proposed conciliation agreement. Enclosed is the executed original of the conciliation agreement and one copy.

On behalf of the District of Columbia Democratic State Committee, we would take this opportunity to thank the Commission for its consideration in this matter.

Very truly yours,

Donald R. Dinan

DONALD R. DINAN

DRD/jmn

Enclosure

cc: Jack Evans
Josh Williams

2104035133

91 MAR 15 PM 1:11

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	
District of Columbia	)	MUR 2935
Democratic State Committee	)	
and Jack Evans, as treasurer	)	

SENSITIVE

GENERAL COUNSEL'S REPORT

I. BACKGROUND

Attached for Commission approval is a conciliation agreement signed by Jack Evans, treasurer of the District of Columbia Democratic State Committee.

On August 2, 1989, the Commission found reason to believe that the District of Columbia Democratic State Committee and Jack Evans, as treasurer (the "federal account"), violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 441a(f) and 434(b)(2). In addition, on August 21, 1990 the Commission found reason to believe that the federal account violated 2 U.S.C. §§ 432(h)(1), 434(b) and 434(b)(8), and that both the party's federal and non-federal accounts violated 11 C.F.R. § 102.5(a)(1)(i). On that same date, the Commission also determined to take no further action against the federal account with respect to violations of 2 U.S.C. §§ 441a(f) and 434(b)(2). At the request of respondents, on August 21, 1990 the Commission determined to enter into conciliation negotiations prior to a finding of probable cause to believe. On September 5, 1990, respondents were sent a conciliation agreement approved by the Commission.

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II. RECOMMENDATIONS

1. Approve the attached conciliation agreement with the District of Columbia Democratic State Committee and Jack Evans, as treasurer.

2. Approve the appropriate letter.

3. Close the file in this matter as it pertains to the District of Columbia Democratic State Committee and Jack Evans, as treasurer.

Lawrence M. Noble
General Counsel

Date 3/15/91

BY: [signature]
Lois G. Lerner
Associate General Counsel

Attachment
Signed Conciliation Agreement (dated 2/28/91)

Staff Person: Tamara Kapper

2104085138 5

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	
District of Columbia	)	MUR 2935
Democratic State Committee	)	
and Jack Evans, as treasurer.	)	

CERTIFICATION

I, Marjorie W. Emmons, Secretary of the Federal Election Commission, do hereby certify that on March 20, 1991, the Commission decided by a vote of 6-0 to take the following actions in MUR 2935:

1. Approve the conciliation agreement with the District of Columbia Democratic State Committee and Jack Evans, as treasurer, as recommended in the General Counsel's Report dated March 15, 1991.

2. Approve the appropriate letter, as recommended in the General Counsel's Report dated March 15, 1991.

3. Close the file in this matter as it pertains to the District of Columbia Democratic State Committee and Jack Evans, as treasurer.

Commissioners Aikens, Elliott, Josefiak, McDonald, McGarry, and Thomas voted affirmatively for the decision.

Attest:

3-20-91
Date

Marjorie W. Emmons
Marjorie W. Emmons
Secretary of the Commission

Received in the Secretariat: Fri., Mar. 15, 1991 1:11 p.m.
Circulated to the Commission: Mon., Mar. 18, 1991 11:00 a.m.
Deadline for vote: Wed., Mar. 20, 1991 11:00 a.m.

dr

2104085133 6

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

March 22, 1991

Donald Dinan, Esquire
O'Conner & Hannan
1919 Pennsylvania Avenue, N.W.
Suite 900
Washington, D.C. 20006

RE: MUR 2935
District of Columbia
Democratic State Committee
and Jack Evans, as treasurer

Dear Mr. Dinan:

On March 20, 1991, the Federal Election Commission accepted the signed conciliation agreement submitted on your clients' behalf in settlement of violations of 2 U.S.C. §§ 432(h)(1), 434(b), 434(b)(8), and 434(a)(4)(A)(i), (iii) and (iv), provisions of the Federal Election Campaign Act of 1971, as amended, and a violation of 11 C.F.R. § 102.5(a)(1)(i) of the Commission's Regulations. Accordingly, the file has been closed in this matter as it pertains to your clients.

Please be advised that your clients are required to pay the full civil penalty amount and to submit a settlement request to the Commission regarding the debt owed to Printing Options within thirty (30) days.

This matter will become a part of the public record within 30 days after it has been closed with respect to all other respondents involved. If you wish to submit any factual or legal materials to appear on the public record, please do so within ten days. Such materials should be sent to the Office of the General Counsel. Please be advised that information derived in connection with any conciliation attempt will not become public without the written consent of the respondent and the Commission. See 2 U.S.C. § 437g(a)(4)(B). The enclosed conciliation agreement, however, will become a part of the public record.

The Commission reminds you that the confidentiality provisions of 2 U.S.C. §§ 437g(a)(4)(B) and 437g(a)(12)(A) remain in effect until the entire matter has been closed. The Commission will notify you when the entire file has been closed.

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In the event you wish to waive confidentiality under 2 U.S.C. § 437g(a)(12)(A), written notice of the waiver must be submitted to the Commission. Receipt of the waiver will be acknowledged in writing by the Commission.

Enclosed you will find a copy of the fully executed conciliation agreement for your files. If you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

Enclosure
Conciliation Agreement

21040251338

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	
District of Columbia Democratic State Committee and Jack Evans, as treasurer	)	MUR 2935
	)	
	)	

CONCILIATION AGREEMENT

This matter was initiated by the Federal Election Commission ("Commission"), pursuant to information ascertained in the normal course of carrying out its supervisory responsibilities. The Commission found reason to believe that District of Columbia Democratic State Committee (federal account) and Jack Evans, as treasurer ("Respondents") violated 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv), 434(b), 432(h)(1) and 434(b)(8). The Commission also found reason to believe that District of Columbia Democratic State Committee (federal and state accounts) and Jack Evans, as treasurer ("Respondents") violated 11 C.F.R. § 102.5(a)(1)(i).

NOW, THEREFORE, the Commission and the Respondents, having duly entered into conciliation pursuant to 2 U.S.C. § 437g(a)(4)(A)(i), do hereby agree as follows:

I. The Commission has jurisdiction over the Respondents and the subject matter of this proceeding.

II. Respondents have had a reasonable opportunity to demonstrate that no action should be taken in his matter.

III. Respondents enter voluntarily into this agreement with the Commission.

IV. The pertinent facts in this matter are as follows:

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1. The District of Columbia Democratic State Committee is a political committee within the meaning of 2 U.S.C. § 431(4).

2. Jack Evans is the current treasurer of the District of Columbia Democratic State Committee. Mr. Evans was elected on June 1, 1989, and was not treasurer of record when the events described herein occurred.

3. Pursuant to 2 U.S.C. § 434(a)(4)(A)(iv), Respondents were required to file a 1987 Year End Report on January 31, 1988. Respondents failed to file this report until July 5, 1988, 156 days late, disclosing $0 in receipts and $0 in disbursements. This report was subsequently amended four (4) times, and the most current amendment filed on January 5, 1989, disclosed $24,221 in receipts and $11,589 in disbursements.

4. Pursuant to 2 U.S.C. § 434(a)(4)(A)(i), Respondents were required to file a 1988 April Quarterly Report on April 15, 1988. Respondents failed to file this report until July 5, 1988, 81 days late, disclosing $0 in receipts and $1,700 in disbursements. This report was subsequently amended three (3) times with the most current amendment filed on January 5, 1989, disclosing $5,888 in receipts and $9,853 in disbursements.

5. Pursuant to 2 U.S.C. § 434(a)(4)(A)(i), Respondents were required to file a 1988 October Quarterly Report on October 15, 1988. Respondents failed to file this report until January 5, 1989, 82 days late, disclosing $4,415 in receipts and $5,575 in disbursements.

6. Pursuant to 2 U.S.C. § 434(a)(4)(A)(iii),

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Respondents were required to file a 1988 30 Day Post-General Report on December 8, 1988. Respondents failed to file this report until January 17, 1989, 40 days late, disclosing $13,175 in receipts and $17,001 in disbursements.

7. Pursuant to 2 U.S.C. § 434(b), Respondents were required to accurately disclose specific categories of receipts and disbursements. Respondents reports for the period of July 1987 to July 1988 failed to accurately disclose its receipts and disbursements.

8. Pursuant to 2 U.S.C. § 432(h)(1), Respondents were required to maintain at least one checking account as its campaign depository. Respondents failed to maintain a bank depository from September 30, 1985 to September 12, 1988.

9. Pursuant to 2 U.S.C. § 434(b)(8), Respondents were required to file a statement of settlement on a debt owed to Printing Options. Respondents settled the debt for less than the amount owed but failed to file debt settlement statement with the Commission for its review.

10. Pursuant to 11 C.F.R. § 102.5(a)(1)(i), Respondents were required to use the federal account when making expenditures in connection with federal elections. Respondents failed to use their federal account to pay debts owed by the federal account.

V. 1. Respondents failed to file timely their 1987 Year End Report and their 1988 April Quarterly, October Quarterly and 30 Day Post-General Reports in violation of 2 U.S.C. §§ 434(a)(4)(A)(i), (iii) and (iv).

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2. Respondents failed to maintain a federal campaign depository in violation of 2 U.S.C. § 432(h)(1).

3. Respondents failed to properly disclose specific categories of receipts and disbursements in violation of 2 U.S.C. § 434(b).

4. Respondents failed to file a statement of debt settlement with the Commission in violation of 2 U.S.C. § 434(b)(8).

5. Respondents failed to use the funds from the federal account to extinguish debts owed by the federal account in violation of 11 C.F.R. § 102.5(a)(1)(i).

VI. 1. Respondents will pay a civil penalty to the Federal Election Commission in the amount of one thousand dollars ($1,000), pursuant to 2 U.S.C. § 437g(a)(5)(A).

2. Respondents will file with the Commission a statement of settlement regarding the debt owed to Printing Options.

VII. The Commission, on request of anyone filing a complaint under 2 U.S.C. § 437g(a)(1) concerning the matters at issue herein or on its own motion, may review compliance with this agreement. If the Commission believes that this agreement or any requirement thereof has been violated, it may institute a civil action for relief in the United States District Court for the District of Columbia.

VIII. This agreement shall become effective as of the date that all parties hereto have executed same and the Commission has approved the entire agreement.

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IX. Respondents shall have no more than thirty (30) days from the date this agreement becomes effective to comply with and implement the requirements contained in this agreement and to so notify the Commission.

X. This Conciliation Agreement constitutes the entire agreement between the parties on the matters raised herein, and no other statement, promise, or agreement, either written or oral, made by either party or by agents of either party, that is not contained in this written agreement shall be enforceable.

FOR THE COMMISSION:

Lawrence M. Noble
General Counsel

BY: _____ _____
Lois G. Lerner Date
Associate General Counsel

FOR THE RESPONDENTS:

_____ _____
(Name) Date
(Position)

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O'CONNOR & HANNAN

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DONALD R. DINAN
WRITER'S DIRECT DIAL
(202) 887-1416

March 28, 1991

91 APR -2 AM 10:34

FEDERAL ELECTION COMMISSION
RECEIVED

Ms. Tamara Kapper
Federal Election Commission
Washington, DC 20463

RE: MUR 2935
District of Columbia
Democratic State Committee
and Jack Evans, as treasurer

Dear Ms. Kapper:

Please find enclosed a copy of the signed conciliation agreement submitted in the above matter as well as a check for $1,000.

Thank you for your cooperation in this matter.

Sincerely,

Donald R. Dinan

DONALD R. DINAN

DRD/jmn

Enclosures

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91 APR 15 AM 11:34

BEFORE THE FEDERAL ELECTION COMMISSION

SENSITIVE

In the Matter of)
)
Vesharn N. Scales) MUR 2935

GENERAL COUNSEL'S REPORT

The Office of the General Counsel is prepared to close the investigation in this matter as to Vesharn N. Scales, based on the assessment of the information presently available.

4/12/91
Date

Lawrence M. Noble
General Counsel

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

SENSITIVE

April 30, 1991

MEMORANDUM

TO: The Commission

FROM: Lawrence M. Noble
General Counsel

SUBJECT: MUR 2935

Attached for the Commission's review is a brief stating the position of the General Counsel on the legal and factual issues of the above-captioned matter. A copy of this brief and a letter notifying the respondent of the General Counsel's intent to recommend to the Commission a finding of no probable cause to believe were mailed on April 30 , 1991. Following receipt of the respondent's reply to this notice, this Office will make a further report to the Commission.

Attachments
1. Brief
2. Letter to respondent

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

April 30, 1991

Vesharn N. Scales
6029 Dix Street, N.E.
Washington, D.C. 20019

RE: MUR 2935
Vesharn N. Scales

Dear Mr. Scales:

Based on information ascertained in the normal course of carrying out its supervisory responsibilities, and information supplied by you, on August 2, 1989, the Federal Election Commission found reason to believe that you violated 2 U.S.C. § 441a(a)(1)(C), and instituted an investigation in this matter.

After considering all the evidence available to the Commission, the Office of the General Counsel is prepared to recommend that the Commission find no probable cause to believe that a violation has occurred.

The Commission may or may not approve the General Counsel's recommendation. Submitted for your review is a brief stating the position of the General Counsel on the legal and factual issues of the case. Within 15 days of your receipt of this notice, you may file with the Secretary of the Commission a brief (ten copies if possible) stating your position on the issues and replying to the brief of the General Counsel. (Three copies of such brief should also be forwarded to the Office of the General Counsel, if possible.) The General Counsel's brief and any brief which you may submit will be considered by the Commission before proceeding to a vote of whether there is probable cause to believe a violation has occurred.

If you are unable to file a responsive brief within 15 days, you may submit a written request for an extension of time. All requests for extensions of time must be submitted in writing five days prior to the due date, and good cause must be demonstrated. In addition, the Office of the General Counsel ordinarily will not give extensions beyond 20 days.

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A finding of probable cause to believe requires that the Office of the General Counsel attempt for a period of not less than 30, but not more than 90 days, to settle this matter through a conciliation agreement.

Should you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

Enclosure
Brief

21040351398

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of)
) MUR 2935
Vesharn N. Scales)

GENERAL COUNSEL'S BRIEF

I. STATEMENT OF THE CASE

On August 2, 1989, the Commission found reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C) by making a contribution to a federal party committee in the form of a loan in excess of $5,000.

On August 9, 1989, the Commission sent interrogatories to Mr. Scales. On August 21, 1989 Mr. Scales submitted a response to the Commission's inquiries.

II. ANALYSIS

In response to the Commission's finding against him for making an excessive contribution, Mr. Scales strongly contended that the loan in question was intended for the state account of the party committee. He also specifically stated in his response that he "did not make the loan for the purpose of influencing any election for Federal office." Mr. Scales could not provide copies of the canceled checks used to disburse the loan because the loan was made through electronic transfers from the National Bank of Washington to the party committee.

According to the information ascertained by the Commission, it appears that the loan from Mr. Scales was not deposited into the federal account of the party committee but rather into the party committee's state account because the federal account's

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bank account was closed from September 1985 to September 1988 and the loan proceeds were received by the party committee in March and April 1987. Therefore, the Office of the General Counsel recommends that the Commission find no probable cause to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

III. GENERAL COUNSEL'S RECOMMENDATION

Find no probable cause to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

4/30/91
Date

Lawrence M. Noble
General Counsel

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BEFORE THE FEDERAL ELECTION COMMISSION

SENSITIVE

JUN 18 1991

EXECUTIVE SESSION

In the Matter of	)	
	)	
Vesharn N. Scales	)	MUR 2935

GENERAL COUNSEL'S REPORT

I. BACKGROUND

On August 2, 1989, the Commission found reason to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C) by making a contribution to a federal party committee, the District of Columbia Democratic State Committee and Jack Evans, as treasurer (the "Committee"), in the form of a loan in excess of $5,000.

On August 9, 1989, the Commission sent interrogatories to Mr. Scales. Mr. Scales submitted a response to the Commission's inquiries on August 21, 1989. Subsequently, the Commission investigated and successfully conciliated various other violations by the Committee, but decided to take no further action against the Committee regarding the loan from Mr. Scales.

Finally, on April 30, 1991, this Office notified Mr. Scales, in writing, that it intended to recommend that the Commission find no probable cause to believe he had violated 2 U.S.C. § 441a(a)(1)(C) in connection with this loan and attached a General Counsel's Brief for Mr. Scales' perusal. To date, Mr. Scales has not submitted a response to the General Counsel's Brief.

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II. ANALYSIS (The General Counsel's Brief is incorporated herein by reference)

In response to the Commission's initial reason to believe finding against him for making an excessive contribution, Mr. Scales strongly contended that the loan in question was intended for the state account of the Committee, not its federal account. He also specifically stated in his response that he "did not make the loan for the purpose of influencing any election for Federal office." Mr. Scales could not provide copies of the canceled checks used to disburse the loan because the loan was made through electronic transfers from the National Bank of Washington to the party committee.

According to the information ascertained by the Commission, it appears that the loan from Mr. Scales was not deposited into the federal account of the party committee but rather into the party committee's state account because the federal account's bank account was closed from September 1985 to September 1988 and the loan proceeds were received by the party committee in March and April 1987.

The other respondents in this matter, the District of Columbia Democratic State Committee and Jack Evans, as treasurer, entered into a conciliation agreement on March 21, 1991 with the Commission, paid the civil penalty and the case has been closed in regard to them. See the General Counsel's Report dated March 15, 1991. Therefore, the Office of the General Counsel recommends that the Commission find no probable cause to believe that Vesharn N. Scales violated 2 U.S.C.

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§ 441a(a)(1)(C) and, since no other respondents remain, close the entire file.

III. RECOMMENDATIONS

1. Find no probable cause to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

2. Approve the appropriate letters.

3. Close the entire file.

6/10/91
Date

Lawrence M. Noble
General Counsel

Staff Assigned: Tamara Kapper

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BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of	)	
	)	MUR 2935
Vesharn N. Scales	)	

CERTIFICATION

I, Marjorie W. Emmons, recording secretary for the Federal Election Commission executive session on June 18, 1991, do hereby certify that the Commission decided by a vote of 6-0 to take the following actions in MUR 2935:

1. Find no probable cause to believe that Vesharn N. Scales violated 2 U.S.C. § 441a(a)(1)(C).

2. Approve the appropriate letters as recommended in the General Counsel's report dated June 10, 1991.

3. Close the file.

Commissioners Aikens, Elliott, Josefiak, McDonald, McGarry, and Thomas voted affirmatively for the decision.

Attest:

6-18-91
Date

Marjorie W. Emmons
Marjorie W. Emmons
Secretary of the Commission

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O'CONNOR & HANNAN
ATTORNEYS AT LAW

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91 JUN 24 PM 3:51
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OFFICE OF GENERAL COUNSEL

June 19, 1991

CLOSED

Ms. Tamara Kapper
Federal Election Commission
999 E Street, NW
Room 657
Washington, DC 20463

RE: MUR 2935
District of Columbia Democratic State Committee
and Jack Evans, as treasurer

Dear Ms. Kapper:

This is to confirm our telephone conversation the other day concerning the above-captioned case.

You informed me that it would probably be at least two months before the Federal Elections Commission would terminate the case. As we discussed, the D.C. Democratic State Committee had informed the Commission that it would terminate its account on or before June 30, 1991.

However, because the case has not yet been terminated by the Commission, if the D.C. Democratic State Committee were to file a notice of termination, it would be rejected by the Commission. Therefore, we agreed that the D.C. Democratic State Committee would not file this notice of termination until such time as after the Commission terminates the investigation.

We would urge that the Commission complete its work and terminate the investigation as soon as possible. The D.C. Democratic State Committee is ready to file its notice of termination and is desirous to do so as soon as possible. The D.C. Democratic State Committee has sought to fully cooperate with the Commission through this investigation and will continue to do so. If there is any further information which we may provide to assist the Commission, please do not hesitate to contact us.

Sincerely yours,

DONALD R. DINAN

cc: Honorable John K. Evans

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 20, 1991

Donald Dinan, Esquire
O'Connor & Hannan
1919 Pennsylvania Avenue, N.W.
Suite 800
Washington, D.C. 20006-3483

RE: MUR 2935
District of Columbia
Democratic State Committee
and Jack Evans, as Treasurer

Dear Mr. Dinan:

This is to advise you that the entire file in this matter has now been closed and will become part of the public record within 30 days. Should you wish to submit any legal or factual materials to be placed on the public record in connection with this matter, please do so within ten days. Such materials should be sent to the Office of the General Counsel.

Should you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

2104035140 06

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 20, 1991

Mr. Vesharn N. Scales
6029 Dix Street, N.E.
Washington, D.C. 20019

RE: MUR 2935
Vesharn N. Scales

Dear Mr. Scales:

This is to advise you that on June 18, 1991, the Federal Election Commission found that there is no probable cause to believe you violated 2 U.S.C. § 441a(a)(1)(C). Accordingly, the file in this matter has been closed.

The file will be made part of the public record within 30 days. Should you wish to submit any factual or legal materials to appear on the public record, please do so within ten days. Such materials should be sent to the Office of the General Counsel.

If you have any questions, please contact Tamara Kapper, the staff member assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble
General Counsel

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FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

THIS IS THE END OF MUR # 2935

DATE FILMED 7/10/91 CAMERA NO. 2

CAMERAMAN AS

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