

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of

Al Salvi for Senate Committee and
Stephanie Mustell, as treasurer

)

)

)

)

MUR 4365

MUR 4534

Dec 15 11 15 AM '97

SENSITIVE

JAN 6 1998

GENERAL COUNSEL'S REPORT

EXECUTIVE SESSION

I. BACKGROUND

MUR 4365 arose from a complaint filed by Asa K. Keener alleging that Al Salvi, then a Republican candidate for the U.S. Senate from Illinois, filed inaccurate reports with the Commission. MUR 4534 was initiated by the Federal Election Commission pursuant to information ascertained in the normal course of carrying out its supervisory responsibilities. This information included Al Salvi for Senate Committee's apparent failure to file three 48 Hour notifications for candidate loans.

On September 9, 1997, the Federal Election Commission ("Commission") found probable cause to believe that the Al Salvi for Senate Committee and its treasurer, Stephanie Mustell, ("Respondents") violated 2 U.S.C. § 434(a)(6)(A), 2 U.S.C. § 434(b), and 11 C.F.R. § 104.3(d) of the Federal Election Campaign Act of 1971, as amended ("Act" or "FECA") and the Commission's regulations.

II. SUMMARY OF NEGOTIATIONS

PAGES 3 - 6 HAVE BEEN DELETED

IV. **RECOMMENDATIONS**

1.

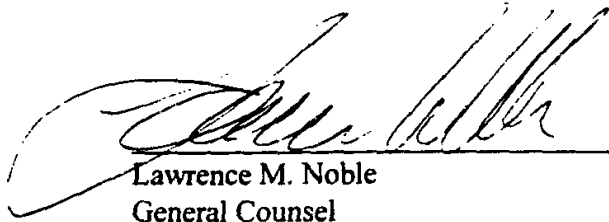
2.

3. Authorize the Office of the General Counsel to file a civil suit for relief in United States District Court against Al Salvi for Senate Committee and Stephanie Mustell, as treasurer.

4. Approve the appropriate letter.

23 "04" 406 "3912
Date

12/16/97


Lawrence M. Noble
General Counsel

Staff assigned: April J. Sands