



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

THIS IS THE BEGINNING OF MUR # 3015

DATE FILMED \_\_\_\_\_ CAMERA NO. \_\_\_\_\_

CAMERAMAN \_\_\_\_\_

93040930810

MYERSON KUHN & STERRETT

Washington, DC  
New York  
Philadelphia  
Dallas

May 31, 1989

Hand Delivered

Mr. Larry Noble  
General Counsel  
Federal Election Commission  
999 E Street, N.W.  
Washington, D.C. 20463

Ms. Lois Lerner  
Associate General Counsel  
Federal Election Commission  
999 E Street, N.W.  
Washington, D.C. 20463

Dear Mr. Noble and Ms. Lerner:

Please find enclosed a signed Statement of Designation of Counsel from the treasurer of Alerted Democratic Majority PAC ("ADM"), authorizing us to represent the treasurer and ADM in all matters before the Federal Election Commission.

As we discussed during our meeting Thursday, ADM has recently learned that the individual who has had responsibility for maintaining ADM's accounts and preparing its reports had embezzled ADM's funds and prepared presumably inaccurate reports to conceal these activities. ADM's treasurer signed these reports in the belief that they were true, correct and complete to the best of his knowledge and belief.

Immediately upon discovering the embezzlement of PAC funds, counsel was retained and an audit of ADM's reports and bank account undertaken in order to determine the extent to which any reports filed with the Commission may have contained inaccurate information. Our meeting with you Thursday was for the express purpose of immediately informing the Office of General Counsel of ADM's efforts to determine the extent of any inaccuracies and ADM's intention to file amended reports with the Commission as soon as practicable.

1001 Pennsylvania Avenue  
Washington, DC. 20004  
(202) 624-5900

Telecopier: (202) 624-5904

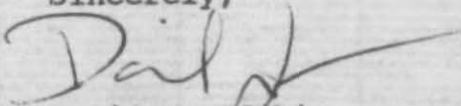
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FEDERAL ELECTION COMMISSION  
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MYERSON KUHN & STERRETT

Mr. Larry Noble  
Ms. Lois Lerner  
May 31, 1989  
Page 2

Pursuant to our discussion with you, we understand the Commission will open a pre-MUR pending the submission of amended reports. Once the Commission has had an opportunity to review these amended filings, ADM and its treasurer desire to resolve any outstanding matters as quickly and fairly as possible.

Sincerely,



David M. Ifshin

93040930812

STATEMENT OF DESIGNATION OF COUNSEL

Name of Counsel: David M. Ifshin

Address: Myerson Kuhn & Sterrett

1001 Pennsylvania Avenue, N.W.

Suite 275N

Washington, D.C. 20004

Telephone: (202) 624-5980

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.

5/23/89  
DATE

[Signature]  
TREASURER

PAC Name: Alerted Democratic Majority PAC

SUITE 1520  
Address: 14th Floor Packard Building

S.E. Corner 15th and Chestnut Streets

Philadelphia, Pennsylvania 19102

Telephone: (215) 665-3000 - 215-568-2888

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MYERSON KUHN & STERRETT

Washington, DC  
New York  
Philadelphia  
Dallas

06C 3543

July 26, 1989

BY HAND DELIVERY

Office of the General Counsel  
Federal Election Commission  
999 E Street, N.W.  
Washington, D.C. 20463

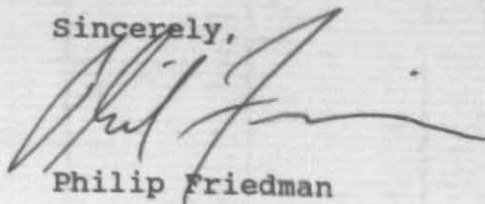
Attention: Docket Section

Dear Sir/Madam:

We understand that your office does not have a record of our request to open a Pre-Mur pending the submission of amended reports by the Alerted Democratic Majority PAC.

Please find enclosed a copy of the letter and designation of counsel form hand-delivered to the Office of the General Counsel on May 31, 1989 in which we requested the opening of a Pre-Mur.

Sincerely,



Philip Friedman

Enclosures

RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
09 JUL 26 PM 2:03

93040930814

06C 3714

William W. Batoff  
Suite 1520 Packard Building  
15th and Chestnut Streets  
Philadelphia, PA 19102  
215-568-5051

July 31, 1989

Myusan, Kuhn and Sterrept  
1001 Pennsylvania Ave. N.W.  
Suite 275 North  
Washington, DC 20004

Attention: Phillip Friedman

Dear Phil:

Enclosed are the amended F.E.C. Reports you have requested.

Thank you for your attention, regarding this matter.

Sincerely,

*Bill*  
William W. Batoff

Enclosures

RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
89 AUG -8 PM 12:59

93040930815

# REPORT OF RECEIPTS AND DISBURSEMENTS

For Other Than An Authorized Committee

(Summary Page)

USE FEC MAILING LABEL OR TYPE OR PRINT

1. NAME OF COMMITTEE (in full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>	2. FEC IDENTIFICATION NUMBER 821207 C00142753
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported Suite 1520, Packard Bldg. 15th & Chestnut Streets	3. <input type="checkbox"/> This committee qualified as a multicandidate committee DURING THIS Reporting Period on _____ (date).
CITY, STATE and ZIP CODE Philadelphia, PA 19102	

### 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:

- |                                      |                                       |                                      |
|--------------------------------------|---------------------------------------|--------------------------------------|
| <input type="checkbox"/> February 20 | <input type="checkbox"/> June 20      | <input type="checkbox"/> October 20  |
| <input type="checkbox"/> March 20    | <input type="checkbox"/> July 20      | <input type="checkbox"/> November 20 |
| <input type="checkbox"/> April 20    | <input type="checkbox"/> August 20    | <input type="checkbox"/> December 20 |
| <input type="checkbox"/> May 20      | <input type="checkbox"/> September 20 | <input type="checkbox"/> 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 <u>7/1/87</u> through <u>12/31/87</u>		
6. (a) Cash on Hand January 1, 19 <u>87</u>		\$ 37,475.00
(b) Cash on Hand at Beginning of Reporting Period	\$ 40,975.00	
(c) Total Receipts (from Line 18)	\$ 14,568.73	\$ 30,568.73
(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	\$ 55,543.73	\$ 68,043.73
7. Total Disbursements (from Line 28)	\$ 50,078.20	\$ 62,578.20
8. Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	\$ 5,465.53	\$ 5,465.53
9. Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	For further information contact: Federal Election Commission 999 E Street, NW Washington, DC 20463 Toll Free 800-424-9530 Local 202-376-3120
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	

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  
 William W. Batoff

Signature of Treasurer

Date  
 7/31/89

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

93040930816

# DETAILED SUMMARY PAGE

of Receipts and Disbursements  
(Page 2, FEC FORM 3X)

Name of Committee (in full)	Report Covering the Period	
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	From: 7/1/1987	To: 12/31/1987
I. RECEIPTS	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date
11. CONTRIBUTIONS (other than loans) FROM:		
(a) Individuals/Persons Other Than Political Committees		
(i) Itemized (use Schedule A)	14,000.00	30,000.00
(ii) Unitemized	-0-	-0-
(iii) Total of contributions from individuals	14,000.00	30,000.00
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTIONS (add 11(a)(iii), (b), and (c))	14,000.00	30,000.00
12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-
13. ALL LOANS RECEIVED	-0-	-0-
14. LOAN REPAYMENTS RECEIVED	-0-	-0-
15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	-0-	-0-
16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-
17. OTHER RECEIPTS (Dividends, Interest, etc.)	568.73	568.73
18. TOTAL RECEIPTS (add 11(d), 12, 13, 14, 15, 16 and 17)	14,568.73	30,568.73
II. DISBURSEMENTS		
19. OPERATING EXPENDITURES	-0-	-0-
20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-
21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-
22. INDEPENDENT EXPENDITURES (use Schedule E)	-0-	-0-
23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES (2 U.S.C. 441a(d)) (use Schedule F)	-0-	-0-
24. LOAN REPAYMENTS MADE	-0-	-0-
25. LOANS MADE	-0-	-0-
26. REFUNDS OF CONTRIBUTIONS TO:		
(a) Individuals/Persons Other Than Political Committees	-0-	-0-
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTION REFUNDS (add 26(a), (b), and (c))	-0-	-0-
27. OTHER DISBURSEMENTS	57,078.20	62,578.20
28. TOTAL DISBURSEMENTS (add 19, 20, 21, 22, 23, 24, 25, 26(d) and 27)	57,078.20	62,578.20
III. NET CONTRIBUTIONS/OPERATING EXPENDITURES		
29. TOTAL CONTRIBUTIONS (other than loans) (from Line 11(d))	14,568.73	30,568.73
30. TOTAL CONTRIBUTION REFUNDS (from Line 26(d))	-0-	-0-
31. NET CONTRIBUTIONS (other than loans) (subtract Line 30 from 29)	14,568.73	30,568.73
32. TOTAL OPERATING EXPENDITURES (from Line 19)	-0-	-0-
33. OFFSETS TO OPERATING EXPENDITURES (from Line 15)	-0-	-0-
34. NET OPERATING EXPENDITURES (subtract Line 33 from 32)	-0-	-0-

93040930817



SCHEDULE A

ITEMIZED RECEIPTS

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

PAGE OF  
1 4  
FOR LINE NUMBER

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Robert E. Ambrogi 1421 Pennsylvania Avenue Berwyn, PA 19312	Urban Engineers		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Exec. Vice Pres.	8/27/1987	
	Aggregate Year-to-Date > \$ 500.00		\$ 500.00
B. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Robert C. Olson 41 Hunters Lane Devon, PA 19333	Urban Engineers		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation President	8/27/1987	
	Aggregate Year-to-Date > \$ 500.00		\$ 500.00
C. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Edward Mezvinsky, Esquire Four Penn Center Plaza Philadelphia, PA	self-employed		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Attorney	9/4/1987	
	Aggregate Year-to-Date > \$ 1,000.00		\$ 1,000.00
D. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Wallace Nunn 15th & Market Streets 31st Floor, Centre Square West Philadelphia, PA 19102	Smith-Barney		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Vice President	9/4/1987	
	Aggregate Year-to-Date > \$ 2,000.00		\$ 2,000.00
E. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Ronald Kaiserman, Esquire 18th & Walnut Streets Phila., PA 19102	self-employed		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Attorney	9/4/1987	
	Aggregate Year-to-Date > \$ 1,000.00		\$ 1,000.00
F. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Michael J. Asbell 1530 Chestnut Street Phila., PA 19102	self-employed		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Attorney	9/4/1987	
	Aggregate Year-to-Date > \$ 1,000.00		\$ 1,000.00
G. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Patrick M. Donza 99 Dingletown Road Greenwich, CT 06830	Paine-Webber		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Vice Pres. Sales	9/21/1987	
	Aggregate Year-to-Date > \$ 500.00		\$ 500.00

SUBTOTAL of Receipts This Page (optional) \$ 6,500.00

TOTAL This Period (last page this line number only)

93040930818

**SCHEDULE A**

**ITEMIZED RECEIPTS**

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

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NAME OF COMMITTEE (in Full)

**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

93040930819

A. Full Name, Mailing Address and ZIP Code James F. Haddon 1285 Avenue of the Americas 10th Floor New York, NY 10010 Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Name of Employer Paine-Webber Occupation Vice President Aggregate Year-to-Date > \$ 800.00	Date (month, day, year) 9/21/1987	Amount of Each Receipt this Period \$ 800.00
B. Full Name, Mailing Address and ZIP Code Stephen R. Byers 1609 Temple Drive Wantagh, NY 11793 Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Name of Employer Paine-Webber Occupation Administrator/ Vice Pres./Manager Aggregate Year-to-Date > \$ 200.00	Date (month, day, year) 9/21/1987	Amount of Each Receipt this Period \$ 200.00
C. Full Name, Mailing Address and ZIP Code Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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) ..... 1,000.00

TOTAL This Period (last page this line number only) .....

SCHEDULE A

ITEMIZED RECEIPTS

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

PAGE	OF
3	4
FOR LINE NUMBER	

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NAME OF COMMITTEE (in Full)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Jack A. Thalheimer 320 Walnut Street Phila., PA 19106	Thalheimer-Weitz		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Architect	7/1/1987	
	Aggregate Year-to-Date > \$ 2,000.00		\$2,000.00
B. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Andrew Berger 322 Central Park West New York, NY 10041	L.F. Rothschild & Co.		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation executive	7/30/1987	
	Aggregate Year-to-Date > \$ 750.00		\$ 750.00
C. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Andrew M. Blum 439 East 51st Street New York, NY 10022	L.F. Rothschild & Co.		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation executive	7/30/1987	
	Aggregate Year-to-Date > \$ 750.00		\$ 750.00
D. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Richard Olstein 17 East 89th Street New York, NY 10128	L.F. Rothschild & Co.		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation executive	8/6/1987	
	Aggregate Year-to-Date > \$ 500.00		\$ 500.00
E. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Philip A. Schaeffer 333 Market Street San Francisco, CA 94105	Bear, Stearns & Co.		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation executive	8/27/1987	
	Aggregate Year-to-Date > \$ 2,000.00		\$1,000.00
F. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
K. Yervant Terzian 1407 County Line Road Rosemont, PA 19010	self-employed		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Civil Engineer	8/27/1987	
	Aggregate Year-to-Date > \$ 500.00		\$ 500.00
G. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Edward J. D'Alba 302 Valley Place Radnor, PA 19087	Urban Engineers		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Exec. Vice President	8/27/1987	
	Aggregate Year-to-Date > \$ 500.00		\$ 500.00

SUBTOTAL of Receipts This Page (optional) ..... \$6,000.00

TOTAL This Period (last page this line number only) .....

93040930820

SCHEDULE A

ITEMIZED RECEIPTS

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

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)  
**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Alerted Democratic Majority Suite 1520 Packard Building 15th & Chestnut Streets Philadelphia, PA 19102			
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation	7/15/87	500.00
	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
Continental Bank 15th & Market Streets Philadelphia, PA 19102			
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input checked="" type="checkbox"/> Other (specify): <b>interest earned</b>	Occupation	12/31/87	568.73
	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation		
	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation		
	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation		
	Aggregate Year-to-Date > \$		

SUBTOTAL of Receipts This Page (optional) ..... 1,068.73

TOTAL This Period (last page this line number only) ..... 14,568.73

93040930821

SCHEDULE B

ITEMIZED DISBURSEMENTS

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

PAGE OF  
FOR LINE NUMBER

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Alerted Democratic Majority Suite 1520, Packard Bldg. 15th & Chestnut Streets Philadelphia, PA 19102	Reimbursement	7/15/87	500.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Continental Bank 15th & Market Streets Philadelphia, PA 19102	Maintenance and check fees	12/31/87	78.20
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003		9/11/87	12,500.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003		9/30/87	8,000.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003		10/30/87	12,000.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003		10/22/87	5,000.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003		11/19/87	4,000.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Wheeler & Associates 711 Sixth Avenue, N., Suite 300 Seattle, WA 98109	Polling	9/3/87	5,000.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003		12/23/87	3,000.00
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		

SUBTOTAL of Disbursements This Page (optional) ..... 50,078.20

TOTAL This Period (last page this line number only) ..... 50,078.20

93040930822

Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			
A. Full Name, Mailing Address and ZIP Code of Loan Source <b>THERE WERE NO LOANS MADE</b>	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) <input type="checkbox"/> 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			
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) <input type="checkbox"/> 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 balances only to LINE 3, Schedule D, for this line. If no Schedule D, carry forward to appropriate line of Summary.			

93040930823

93040930824

Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	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 THERE ARE NO DEBTS AND/OR OBLIGATIONS				
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) . . . . .				-0-
2) TOTAL This Period (last page this line only) . . . . .				-0-
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only) . . . . .				-0-
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only) . . . . .				-0-

ITEMIZED INDEPENDENT EXPENDITURES

(See Reverse Side for Instructions)

Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)			I.D. No. 821207 C00142753	
Full Name, Mailing Address & ZIP Code of Each Payee	Purpose of Expenditure	Date (month, day, year)	Amount	Name of Federal Candidate supported or opposed by the expenditure & office sought
THERE WERE NO ITEMIZED INDEPENDENT EXPENDITURES				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
(a) SUBTOTAL of Itemized Independent Expenditures			\$ -0-	
(b) SUBTOTAL of Unitemized Independent Expenditures			\$ -0-	
(c) TOTAL Independent Expenditures			\$ -0-	

93040930825

Under penalty of perjury I certify that the independent expenditures reported herein were not made in cooperation, consultation, concert with, or at the request or suggestion of any candidate or any authorized committee or agent of such candidate or authorized committee. Furthermore, these expenditures did not involve the financing of dissemination, distribution, or republication in whole or in part of any campaign materials prepared by the candidate, his campaign committee, or their agent.

*[Signature]*  
Signature

7/31/89  
Date

Subscribed and sworn to before me this 31<sup>st</sup> day of

July, 19 89

My Commission expires

11/10/90

*[Signature]*  
NOTARY PUBLIC

NOTARIAL SEAL  
THERESA A. SLUBARCOZYK, Notary Public  
City of Philadelphia, Phila. County  
My Commission Expires Nov. 10, 1990



**ITEMIZED COORDINATED EXPENDITURES MADE BY  
POLITICAL PARTY COMMITTEES OR DESIGNATED AGENT(S)  
ON BEHALF OF CANDIDATES FOR FEDERAL OFFICE  
(2 U.S.C. §441a(d))**

(To be used only by Political Committees in the General Election)

Name of Political Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>				
Has your Committee been designated to make coordinated expenditures by a political party committee? <input type="checkbox"/> YES <input type="checkbox"/> NO If YES, name the designating committee:				
Full Name, Mailing Address and ZIP Code of Subordinate Committee <b>THERE WERE NO ITEMIZED COORDINATED EXPENDITURES</b>				
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
<b>SUBTOTAL of Expenditures This Page (optional) .....</b>				<b>-0-</b>
<b>TOTAL This Period (last page this line number only) .....</b>				<b>-0-</b>

93040930826

# REPORT OF RECEIPTS AND DISBURSEMENTS

For Other Than An Authorized Committee  
(Summary Page)

USE FEC MAILING LABEL OR TYPE OR PRINT

1. NAME OF COMMITTEE (in full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	2. FEC IDENTIFICATION NUMBER 821207 C00142753
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported Suite 1520, Packard Bldg. 15th & Chestnut Streets	3. <input type="checkbox"/> This committee qualified as a multicandidate committee DURING THIS Reporting Period on _____ (date).
CITY, STATE and ZIP CODE Philadelphia, PA 19102	

### 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 <u>4/1/88</u> through <u>6/30/88</u>		
6.	(a) Cash on Hand January 1, 19 <u>88</u>		\$ 5,465.53
	(b) Cash on Hand at Beginning of Reporting Period	\$ 319.45	
	(c) Total Receipts (from Line 18)	\$ 1,455.00	\$ 1,459.51
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	\$ 1,774.45	\$ 6,925.04
7.	Total Disbursements (from Line 28)	\$ 1,545.66	\$ 6,696.25
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	\$ 228.79	\$ 228.79
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	For further information contact: Federal Election Commission 999 E Street, NW Washington, DC 20463 Toll Free 800-424-9530 Local 202-376-3120
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	

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  
 William W. Batoff

Signature of Treasurer

Date

7/31/89

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

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93040930827

# DETAILED SUMMARY PAGE

of Receipts and Disbursements  
(Page 2, FEC FORM 3X)

Name of Committee (in full)	Report Covering the Period	
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	From: 4/1/88	To: 6/30/88
I. RECEIPTS	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date
11. CONTRIBUTIONS (other than loans) FROM:		
(a) Individuals/Persons Other Than Political Committees		
(i) Itemized (use Schedule A)	-0-	-0-
(ii) Unitemized	-0-	-0-
(iii) Total of contributions from individuals	-0-	-0-
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTIONS (add 11(a)(iii), (b), and (c))	-0-	-0-
12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-
13. ALL LOANS RECEIVED	-0-	-0-
14. LOAN REPAYMENTS RECEIVED	-0-	-0-
15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	-0-	-0-
16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-
17. OTHER RECEIPTS (Dividends, Interest, etc.)	1,455.00	1,459.51
18. TOTAL RECEIPTS (add 11(d), 12, 13, 14, 15, 16 and 17)	1,455.00	1,459.51
II. DISBURSEMENTS		
19. OPERATING EXPENDITURES	-0-	-0-
20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-
21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	1,500.00	1,500.00
22. INDEPENDENT EXPENDITURES (use Schedule E)	-0-	-0-
23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES (2 U.S.C. 441a(d)) (use Schedule F)	-0-	-0-
24. LOAN REPAYMENTS MADE	-0-	-0-
25. LOANS MADE	-0-	-0-
26. REFUNDS OF CONTRIBUTIONS TO:		
(a) Individuals/Persons Other Than Political Committees	-0-	-0-
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTION REFUNDS (add 26(a), (b), and (c))	-0-	-0-
27. OTHER DISBURSEMENTS	45.66	5,196.25
28. TOTAL DISBURSEMENTS (add 19, 20, 21, 22, 23, 24, 25, 26(d) and 27)	1,545.66	6,696.25
III. NET CONTRIBUTIONS/OPERATING EXPENDITURES		
29. TOTAL CONTRIBUTIONS (other than loans) (from Line 11(d))	-0-	-0-
30. TOTAL CONTRIBUTION REFUNDS (from Line 26(d))	-0-	-0-
31. NET CONTRIBUTIONS (other than loans) (subtract Line 30 from 29)	-0-	-0-
32. TOTAL OPERATING EXPENDITURES (from Line 19)	-0-	-0-
33. OFFSETS TO OPERATING EXPENDITURES (from Line 15)	-0-	-0-
34. NET OPERATING EXPENDITURES (subtract Line 33 from 32)	-0-	-0-

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SCHEDULE A

ITEMIZED RECEIPTS

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

PAGE OF

FOR LINE NUMBER

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Pioneer of Philadelphia Suite 1520, Packard Bldg. Philadelphia, PA 19102	5/10/88	\$ 430.00
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Vice President Aggregate Year-to-Date > \$		
B. Full Name, Mailing Address and ZIP Code Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Pioneer of Philadelphia Suite 1520, Packard Bldg. Philadelphia, PA 19102	6/20/88	1,025.00
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Vice President 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Aggregate Year-to-Date > \$		

SUBTOTAL of Receipts This Page (optional)	1,455.00
TOTAL This Period (last page this line number only)	1,455.00

93040930829

SCHEDULE B

ITEMIZED DISBURSEMENTS

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

PAGE OF  
FOR LINE NUMBER

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 committees.

NAME OF COMMITTEE (in Full)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Sam Beard for U.S. Senate 621 Delaware Street New Castle, DE	Contribution Disbursement for: <input type="checkbox"/> Primary <input checked="" type="checkbox"/> General <input type="checkbox"/> Other (specify)	6/6/88	\$ 500.00
B. Full Name, Mailing Address and ZIP Code Continental Bank 15th & Market Streets Philadelphia, PA 19102	Maintenance and check fees Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	6/30/88	45.66
C. Full Name, Mailing Address and ZIP Code Democratic Congressional Campaign Committee Washington, DC	Contribution Disbursement for: <input type="checkbox"/> Primary <input checked="" type="checkbox"/> General <input type="checkbox"/> Other (specify)	6/14/88	1,000.00
D. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period

93040930830

SUBTOTAL of Disbursements This Page (optional) .....	1,545.66
TOTAL This Period (last page this line number only) .....	1,545.66

Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			
A. Full Name, Mailing Address and ZIP Code of Loan Source <b>THERE WERE NO LOANS MADE</b>	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) <input type="checkbox"/> 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			
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) <input type="checkbox"/> 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.			

93040930831

**SCHEDULE D**  
(Revised 3/80)

**DEBTS AND OBLIGATIONS**  
Excluding Loans

Page \_\_\_\_ of \_\_\_\_ for  
LINE NUMBER \_\_\_\_  
(Use separate schedules  
for each numbered line)

93040930832

Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	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 THERE ARE NO DEBTS AND/OR OBLICATIONS				
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) . . . . .				-0-
2) TOTAL This Period (last page this line only) . . . . .				-0-
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only) . . . . .				-0-
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only) . . . . .				-0-

ITEMIZED INDEPENDENT EXPENDITURES

(See Reverse Side for Instructions)

Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			I.D. No. <b>821207 C00142753</b>	
Full Name, Mailing Address & ZIP Code of Each Payee	Purpose of Expenditure	Date (month, day, year)	Amount	Name of Federal Candidate supported or opposed by the expenditure & office sought
THERE WERE NO ITEMIZED INDEPENDENT EXPENDITURES				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
(a) SUBTOTAL of Itemized Independent Expenditures			\$ <u>-0-</u>	
(b) SUBTOTAL of Unitemized Independent Expenditures			\$ <u>-0-</u>	
(c) TOTAL Independent Expenditures			\$ <u>-0-</u>	

93040930833

Under penalty of perjury I certify that the independent expenditures reported herein were not made in cooperation, consultation, concert with, or at the request or suggestion of any candidate or any authorized committee or agent of such candidate or authorized committee. Furthermore, these expenditures did not involve the financing of dissemination, distribution, or republication in whole or in part of any campaign materials prepared by the candidate, his campaign committee, or their agent.

*[Signature]* \_\_\_\_\_ 7/31/89 \_\_\_\_\_  
Signature Date

Subscribed and sworn to before me this 31<sup>st</sup> day of

July, 1989

My Commission expires

11/0/90

*[Signature]*  
NOTARY PUBLIC

NOTARIAL SEAL  
THERESA A. SLUSARCZYK, Notary Public  
City of Philadelphia, Phila. County  
My Commission Expires Nov. 10, 1990



**ITEMIZED COORDINATED EXPENDITURES MADE BY  
POLITICAL PARTY COMMITTEES OR DESIGNATED AGENT(S)  
ON BEHALF OF CANDIDATES FOR FEDERAL OFFICE  
(2 U.S.C. § 441a(d))**

(To be used only by Political Committees in the General Election)

Name of Political Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>				
Has your Committee been designated to make coordinated expenditures by a political party committee? <input type="checkbox"/> YES <input type="checkbox"/> NO If YES, name the designating committee:				
Full Name, Mailing Address and ZIP Code of Subordinate Committee <b>THERE WREE NO ITEMIZED COORDINATED EXPENDITURES MADE.</b>				
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
<b>SUBTOTAL of Expenditures This Page (optional)</b> .....				-0-
<b>TOTAL This Period (last page this line number only)</b> .....				-0-

93040930834

# REPORT OF RECEIPTS AND DISBURSEMENTS

For Other Than An Authorized Committee

(Summary Page)

USE FEC MAILING LABEL OR TYPE OR PRINT

1. NAME OF COMMITTEE (in full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>		2. FEC IDENTIFICATION NUMBER  <b>821207 C00142753</b>
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported <b>Suite 1520, Packard Building 15th &amp; Chestnut Streets</b>		
CITY, STATE and ZIP CODE <b>Philadelphia, PA 19102</b>		

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

### 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:

- |                                      |                                       |                                      |
|--------------------------------------|---------------------------------------|--------------------------------------|
| <input type="checkbox"/> February 20 | <input type="checkbox"/> June 20      | <input type="checkbox"/> October 20  |
| <input type="checkbox"/> March 20    | <input type="checkbox"/> July 20      | <input type="checkbox"/> November 20 |
| <input type="checkbox"/> April 20    | <input type="checkbox"/> August 20    | <input type="checkbox"/> December 20 |
| <input type="checkbox"/> May 20      | <input type="checkbox"/> September 20 | <input type="checkbox"/> 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 <u>1/1/88</u> through <u>3/31/88</u>		
6. (a) Cash on Hand January 1, 19 <u>88</u>		\$ 5,465.53
(b) Cash on Hand at Beginning of Reporting Period	\$ 5,465.53	
(c) Total Receipts (from Line 18)	\$ 4.51	\$ 4.51
(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	\$ 5,470.04	\$ 5,470.04
7. Total Disbursements (from Line 28)	\$ 5,150.59	\$ 5,150.59
8. Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	\$ 319.45	\$ 319.45
9. Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	For further information contact: Federal Election Commission 999 E Street, NW Washington, DC 20463 Toll Free 800-424-9530 Local 202-376-3120
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	

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

Signature of Treasurer

*[Handwritten Signature]*

Date

*7/31/88*

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)

93040930835

**DETAILED SUMMARY PAGE**  
of Receipts and Disbursements  
(Page 2, FEC FORM 3X)

Name of Committee (in full)	Report Covering the Period		
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	From: 1/1/88	To: 3/31/88	
I. RECEIPTS	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date	
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees			
(i) Itemized (use Schedule A)	-0-	-0-	11(a)(i)
(ii) Unitemized	-0-	-0-	11(a)(ii)
(iii) Total of contributions from individuals	-0-	-0-	11(a)(iii)
(b) Political Party Committees	-0-	-0-	11(b)
(c) Other Political Committees (such as PACs)	-0-	-0-	11(c)
(d) TOTAL CONTRIBUTIONS (add 11(a)(iii), (b), and (c))	-0-	-0-	11(d)
12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-	12
13. ALL LOANS RECEIVED	-0-	-0-	13
14. LOAN REPAYMENTS RECEIVED	-0-	-0-	14
15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	-0-	-0-	15
16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-	16
17. OTHER RECEIPTS (Dividends, Interest, etc.)	4.51	4.51	17
18. TOTAL RECEIPTS (add 11(d), 12, 13, 14, 15, 16 and 17)	4.51	4.51	18
<b>II. DISBURSEMENTS</b>			
19. OPERATING EXPENDITURES	-0-	-0-	19
20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-	20
21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-	21
22. INDEPENDENT EXPENDITURES (use Schedule E)	-0-	-0-	22
23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES (2 U.S.C. 441a(d)) (use Schedule F)	-0-	-0-	23
24. LOAN REPAYMENTS MADE	-0-	-0-	24
25. LOANS MADE	-0-	-0-	25
26. REFUNDS OF CONTRIBUTIONS TO:			
(a) Individuals/Persons Other Than Political Committees	-0-	-0-	26(a)
(b) Political Party Committees	-0-	-0-	26(b)
(c) Other Political Committees (such as PACs)	-0-	-0-	26(c)
(d) TOTAL CONTRIBUTION REFUNDS (add 26(a), (b), and (c))	-0-	-0-	26(d)
27. OTHER DISBURSEMENTS	5,150.59	5,150.59	27
28. TOTAL DISBURSEMENTS (add 19, 20, 21, 22, 23, 24, 25, 26(d) and 27)	5,150.59	5,150.59	28
<b>III. NET CONTRIBUTIONS/OPERATING EXPENDITURES</b>			
29. TOTAL CONTRIBUTIONS (other than loans) (from Line 11(d))	-0-	-0-	29
30. TOTAL CONTRIBUTION REFUNDS (from Line 26(d))	-0-	-0-	30
31. NET CONTRIBUTIONS (other than loans) (subtract Line 30 from 29)	-0-	-0-	31
32. TOTAL OPERATING EXPENDITURES (from Line 19)	-0-	-0-	32
33. OFFSETS TO OPERATING EXPENDITURES (from Line 15)	-0-	-0-	33
34. NET OPERATING EXPENDITURES (subtract Line 33 from 32)	-0-	-0-	34

93040930836

**SCHEDULE A**

**ITIALIZED RECEIPTS**

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

PAGE      OF       
FOR LINE NUMBER     

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)**  
**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

93040930837

A. Full Name, Mailing Address and ZIP Code Continental Bank 15th & Market Streets Philadelphia, PA 19102	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify): <u>interest earned</u>	Occupation	1/31/1988	\$4.51
B. Full Name, Mailing Address and ZIP Code		Name of Employer	Date (month, day, year)
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Occupation	Aggregate Year-to-Date > \$
C. Full Name, Mailing Address and ZIP Code		Name of Employer	Date (month, day, year)
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Occupation	Aggregate Year-to-Date > \$
D. Full Name, Mailing Address and ZIP Code		Name of Employer	Date (month, day, year)
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Occupation	Aggregate Year-to-Date > \$
E. Full Name, Mailing Address and ZIP Code		Name of Employer	Date (month, day, year)
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Occupation	Aggregate Year-to-Date > \$
F. Full Name, Mailing Address and ZIP Code		Name of Employer	Date (month, day, year)
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Occupation	Aggregate Year-to-Date > \$
G. Full Name, Mailing Address and ZIP Code		Name of Employer	Date (month, day, year)
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Occupation	Aggregate Year-to-Date > \$

<b>SUBTOTAL</b> of Receipts This Page (optional) .....	\$4.51
<b>TOTAL</b> This Period (last page this line number only) .....	\$4.51

SCHEDULE B

ITEMIZED DISBURSEMENTS

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)  
**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

93040930838

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Continental Bank 15th & Market Streets Philadelphia, PA 19102	Maintenance and check fees Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	3/31/88	50.59
B. Full Name, Mailing Address and ZIP Code Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Purpose of Disbursement Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/8/88	3,500.00
C. Full Name, Mailing Address and ZIP Code Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Purpose of Disbursement Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/19/88	1,600.00
D. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period

SUBTOTAL of Disbursements This Page (optional) .....	5,150.59
TOTAL This Period (last page this line number only) .....	5,150.59

**SCHEDULE D**  
(Revised 3/80)

**DEBTS AND OBLIGATIONS**  
Excluding Loans

Page \_\_\_\_ of \_\_\_\_ for  
LINE NUMBER \_\_\_\_  
(Use separate schedules  
for each numbered line)

93040930839

Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	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  THERE ARE NO DEBTS AND/OR OBLIGATIONS				
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) . . . . .				-0-
2) TOTAL This Period (last page this line only) . . . . .				-0-
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only) . . . . .				-0-
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only) . . . . .				-0-

ITEMIZED INDEPENDENT EXPENDITURES

(See Reverse Side for Instructions)

Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>	I.D. No. <b>821207 C00142753</b>
-------------------------------------------------------------------------------------	-------------------------------------

Full Name, Mailing Address & ZIP Code of Each Payee	Purpose of Expenditure	Date (month, day, year)	Amount	Name of Federal Candidate supported or opposed by the expenditure & office sought
THERE ARE NO ITEMIZED INDEPENDENT EXPENDITURES				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose

(a) SUBTOTAL of Itemized Independent Expenditures	\$ <u>-0-</u>
(b) SUBTOTAL of Unitemized Independent Expenditures	\$ <u>-0-</u>
(c) TOTAL Independent Expenditures	\$ <u>-0-</u>

Under penalty of perjury I certify that the independent expenditures reported herein were not made in cooperation, consultation, concert with, or at the request or suggestion of any candidate or any authorized committee or agent of such candidate or authorized committee. Furthermore, these expenditures did not involve the financing of dissemination, distribution, or republication in whole or in part of any campaign materials prepared by the candidate, his campaign committee, or their agent.

[Signature] Date 7/31/89

Subscribed and sworn to before me this 31<sup>st</sup> day of

July, 1989

My Commission expires

11/10/90

[Signature]  
NOTARY PUBLIC

NOTARIAL SEAL  
THERESA A. SLUSARCZYK, Notary Public  
City of Philadelphia, Phila. County  
My Commission Expires Nov. 10, 1990

93040930840

**ITEMIZED COORDINATED EXPENDITURES MADE BY  
POLITICAL PARTY COMMITTEES OR DESIGNATED AGENT(S)  
ON BEHALF OF CANDIDATES FOR FEDERAL OFFICE  
(2 U.S.C. §441a(d))**

(To be used only by Political Committees in the General Election)

Name of Political Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>				
Has your Committee been designated to make coordinated expenditures by a political party committee? <input type="checkbox"/> YES <input type="checkbox"/> NO If YES, name the designating committee:				
Full Name, Mailing Address and ZIP Code of Subordinate Committee  <b>THERE WERE NO ITEMIZED COORDINATED EXPENDITURES MADE</b>				
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
SUBTOTAL of Expenditures This Page (optional) .....				-0-
TOTAL This Period (last page this line number only) .....				-0-

93040930341



# REPORT OF RECEIPTS AND DISBURSEMENTS

For Other Than An Authorized Committee  
(Summary Page)

USE FEC MAILING LABEL OR TYPE OR PRINT

1. NAME OF COMMITTEE (in full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>		2. FEC IDENTIFICATION NUMBER <b>821207 C00142753</b>
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported <b>Suite 1520, Packard Building 15th &amp; Chestnut Streets</b>		
CITY, STATE and ZIP CODE <b>Philadelphia, PA 19102</b>		

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

### 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 General  
(Type of Election)  
election on 11/8/88 in the State of PA  
 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 <u>6/30/88</u> through <u>10/19/88</u>		
6.	(a) Cash on Hand January 1, 19 <u>88</u>		\$ 5,465.53
	(b) Cash on Hand at Beginning of Reporting Period	\$ 228.79	
	(c) Total Receipts (from Line 18)	\$ 5,225.00	\$ 6,684.51
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	\$ 5,453.79	\$ 12,150.04
7.	Total Disbursements (from Line 28)	\$ 5,198.93	\$ 11,895.18
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	\$ 254.86	\$ 254.86
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	For further information contact: Federal Election Commission 999 E Street, NW Washington, DC 20463 Toll Free 800-424-9530 Local 202-376-3120
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	

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  
**William W. Batoff**

Signature of Treasurer Date 7/31/89

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

93040930842

# DETAILED SUMMARY PAGE

of Receipts and Disbursements  
(Page 2, FEC FORM 3X)

Name of Committee (in full)	Report Covering the Period	
	From:	To:
I. RECEIPTS	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date
<b>11. CONTRIBUTIONS (other than loans) FROM:</b>		
(a) Individuals/Persons Other Than Political Committees		
(i) Itemized (use Schedule A)	-0-	-0-
(ii) Unitemized	-0-	-0-
(iii) Total of contributions from individuals	-0-	-0-
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTIONS (add 11(a)(iii), (b), and (c))	-0-	-0-
<b>12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES</b>	-0-	-0-
<b>13. ALL LOANS RECEIVED</b>	-0-	-0-
<b>14. LOAN REPAYMENTS RECEIVED</b>	-0-	-0-
<b>15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)</b>	-0-	-0-
<b>16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES</b>	-0-	-0-
<b>17. OTHER RECEIPTS (Dividends, Interest, etc.)</b>	5,225.00	6,684.51
<b>18. TOTAL RECEIPTS (add 11(d), 12, 13, 14, 15, 16 and 17)</b>	5,225.00	6,684.51
<b>II. DISBURSEMENTS</b>		
<b>19. OPERATING EXPENDITURES</b>	-0-	-0-
<b>20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES</b>	-0-	-0-
<b>21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES</b>	5,100.00	6,600.00
<b>22. INDEPENDENT EXPENDITURES (use Schedule E)</b>	-0-	-0-
<b>23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES (2 U.S.C. 441a(d)) (use Schedule F)</b>	-0-	-0-
<b>24. LOAN REPAYMENTS MADE</b>	-0-	-0-
<b>25. LOANS MADE</b>	-0-	-0-
<b>26. REFUNDS OF CONTRIBUTIONS TO:</b>		
(a) Individuals/Persons Other Than Political Committees	-0-	-0-
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTION REFUNDS (add 26(a), (b), and (c))	-0-	-0-
<b>27. OTHER DISBURSEMENTS</b>	98.93	5,295.18
<b>28. TOTAL DISBURSEMENTS (add 19, 20, 21, 22, 23, 24, 25, 26(d) and 27)</b>	5,198.93	11,895.18
<b>III. NET CONTRIBUTIONS/OPERATING EXPENDITURES</b>		
<b>29. TOTAL CONTRIBUTIONS (other than loans) (from Line 11(d))</b>	-0-	-0-
<b>30. TOTAL CONTRIBUTION REFUNDS (from Line 26(d))</b>	-0-	-0-
<b>31. NET CONTRIBUTIONS (other than loans) (subtract Line 30 from 29)</b>	-0-	-0-
<b>32. TOTAL OPERATING EXPENDITURES (from Line 19)</b>	-0-	-0-
<b>33. OFFSETS TO OPERATING EXPENDITURES (from Line 15)</b>	-0-	-0-
<b>34. NET OPERATING EXPENDITURES (subtract Line 33 from 32)</b>	-0-	-0-

93040930843

SCHEDULE A

ITEMIZED RECEIPTS

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

PAGE      OF       
FOR LINE NUMBER

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)  
**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

93040930844

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Pioneer of Philadelphia Suite 1520, Packard Bldg. Philadelphia, PA 19102	8/1/88	\$2,625.00
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Vice President	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
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Pioneer of Philadelphia Suite 1520, Packard Bldg. Philadelphia, PA 19102	10/19/88	2,600.00
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Vice President	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):		Aggregate Year-to-Date > \$	

SUBTOTAL of Receipts This Page (optional) .....	\$5,225.00
TOTAL This Period (last page this line number only) .....	\$5,225.00

SCHEDULE B

ITEMIZED DISBURSEMENTS

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
PA Democratic State Committee (Federal Account) 501 North 3rd Street Harrisburg, PA 17101	contribution Disbursement for: <input type="checkbox"/> Primary <input checked="" type="checkbox"/> General <input type="checkbox"/> Other (specify)	7/27/88	600.00
B. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Al Gore for President Committee 906 Pennsylvania Avenue, S.E. Washington, DC 20003	contribution Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	7/12/88	2,000.00
C. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Continental Bank 15th & Market Streets Philadelphia, PA 19102	maintenance and check fees Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	10/19/88	98.93
D. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Lautenberg for Senate Committee P.O. Box 2841 Washington, DC 20013	contribution Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	10/14/88	2,500.00
E. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
F. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
G. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
H. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
I. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		

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SUBTOTAL of Disbursements This Page (optional) .....

5,198.93

TOTAL This Period (last page this line number only) .....

5,198.93

**LOANS**

Name of Committee (In Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			
A. Full Name, Mailing Address and ZIP Code of Loan Source <b>THERE WERE NO LOANS MADE.</b>	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ %(apr) <input type="checkbox"/> 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-

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**SCHEDULE D**  
(Revised 3/80)

**DEBTS AND OBLIGATIONS**  
Excluding Loans

Page \_\_\_\_ of \_\_\_\_ for  
LINE NUMBER \_\_\_\_  
(Use separate schedules  
for each numbered line)

Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	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 THERE ARE NO DEBTS AND/OR OBLIGATIONS				
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) . . . . .	-0-
2) TOTAL This Period (last page this line only) . . . . .	-0-
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only) . . . . .	-0-
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only) . . . . .	-0-

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ITEMIZED INDEPENDENT EXPENDITURES

(See Reverse Side for Instructions)

Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)			I.O. No. 821207 C00142753	
Full Name, Mailing Address & ZIP Code of Each Payee	Purpose of Expenditure	Date (month, day, year)	Amount	Name of Federal Candidate supported or opposed by the expenditure & office sought
THERE ARE NO ITEMIZED INDEPENDENT EXPENDITURES				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
(a) SUBTOTAL of Itemized Independent Expenditures			\$ -0-	
(b) SUBTOTAL of Unitemized Independent Expenditures			\$ -0-	
(c) TOTAL Independent Expenditures			\$ -0-	

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Under penalty of perjury I certify that the independent expenditures reported herein were not made in cooperation, consultation, concert with, or at the request or suggestion of any candidate or any authorized committee or agent of such candidate or authorized committee. Furthermore, these expenditures did not involve the financing of dissemination, distribution, or republication in whole or in part of any campaign materials prepared by the candidate, his campaign committee, or their agent.

[Signature] Date 7/31/09

Subscribed and sworn to before me this 31<sup>st</sup> day of

July, 1909

My Commission expires

11/10/10

[Signature]  
NOTARY PUBLIC

NOTARIAL SEAL  
THERESA A. SLUSARCZYK, Notary Public  
City of Philadelphia, Phila. County  
My Commission Expires Nov. 10, 2010

ITEMIZED COORDINATED EXPENDITURES MADE BY  
POLITICAL PARTY COMMITTEES OR DESIGNATED AGENT(S)  
ON BEHALF OF CANDIDATES FOR FEDERAL OFFICE  
(2 U.S.C. §441a(d))

(To be used only by Political Committees in the General Election)

Name of Political Committee (in Full)  
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

Has your Committee been designated to make coordinated expenditures by a political party committee?  YES  NO  
If YES, name the designating committee:

Full Name, Mailing Address and ZIP Code of Subordinate Committee  
THERE WERE NO ITEMIZED COORDINATED EXPENDITURES MADE.

Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
SUBTOTAL of Expenditures This Page (optional) .....				-0-
TOTAL This Period (last page this line number only) .....				-0-

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# REPORT OF RECEIPTS AND DISBURSEMENTS

For Other Than An Authorized Committee  
(Summary Page)

USE FEC MAILING LABEL OR TYPE OR PRINT

1. NAME OF COMMITTEE (in full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>	
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported Suite 1520, Packard Bldg. 15th & Chestnut Streets	2. FEC IDENTIFICATION NUMBER  821207 C00142753
CITY, STATE and ZIP CODE  Philadelphia, PA 19102	3. <input type="checkbox"/> This committee qualified as a multicandidate committee DURING THIS Reporting Period on _____ (date).

## 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 11/8/88 in the State of Pennsylvania

(b) Is this Report an Amendment?     YES     NO

SUMMARY		COLUMN A This Period	COLUMN B Calendar Year-to-Date
5.	Covering Period <u>10/20/88</u> through <u>11/28/88</u>		
6.	(a) Cash on Hand January 1, 1988 . . . . .		\$ 5,465.53
	(b) Cash on Hand at Beginning of Reporting Period . . . . .	\$ 254.86	
	(c) Total Receipts (from Line 18) . . . . .	\$ 2,000.00	\$ 8,684.51
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	\$ 2,254.86	\$ 14,150.04
7.	Total Disbursements (from Line 28) . . . . .	\$ 2,027.91	\$ 13,923.09
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	\$ 226.95	\$ 226.95
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D) . . . . .	\$ -0-	For further information contact: Federal Election Commission 999 E Street, NW Washington, DC 20463 Toll Free 800-424-9530 Local 202-376-3120
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D) . . . . .	\$ -0-	

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

**William W. Batoff**

Signature of Treasurer

*William W. Batoff*

Date

11/31/84

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

93040930850

# DETAILED SUMMARY PAGE

of Receipts and Disbursements  
(Page 2, FEC FORM 3X)

Name of Committee (in full)	Report Covering the Period	
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	From: 10/20/88	To: 11/28/88
I. RECEIPTS	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date
11. CONTRIBUTIONS (other than loans) FROM:		
(a) Individuals/Persons Other Than Political Committees		
(i) Itemized (use Schedule A)	2,000.00	2,000.00
(ii) Unitemized	-0-	-0-
(iii) Total of contributions from individuals	2,000.00	2,000.00
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTIONS (add 11(a)(iii), (b), and (c))	2,000.00	2,000.00
12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-
13. ALL LOANS RECEIVED	-0-	-0-
14. LOAN REPAYMENTS RECEIVED	-0-	-0-
15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	-0-	-0-
16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-
17. OTHER RECEIPTS (Dividends, Interest, etc.)	-0-	6,684.51
18. TOTAL RECEIPTS (add 11(d), 12, 13, 14, 15, 16 and 17)	2,000.00	8,684.51
II. DISBURSEMENTS		
19. OPERATING EXPENDITURES	-0-	-0-
20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-
21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	6,600.00
22. INDEPENDENT EXPENDITURES (use Schedule E)	-0-	-0-
23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES (2 U.S.C. 441a(d)) (use Schedule F)	-0-	-0-
24. LOAN REPAYMENTS MADE	-0-	-0-
25. LOANS MADE	-0-	-0-
26. REFUNDS OF CONTRIBUTIONS TO:		
(a) Individuals/Persons Other Than Political Committees	-0-	-0-
(b) Political Party Committees	-0-	-0-
(c) Other Political Committees (such as PACs)	-0-	-0-
(d) TOTAL CONTRIBUTION REFUNDS (add 26(a), (b), and (c))	-0-	-0-
27. OTHER DISBURSEMENTS	2,027.91	7,323.09
28. TOTAL DISBURSEMENTS (add 19, 20, 21, 22, 23, 24, 25, 26(d) and 27)	2,027.91	13,923.09
III. NET CONTRIBUTIONS/OPERATING EXPENDITURES		
29. TOTAL CONTRIBUTIONS (other than loans) (from Line 11(d))	2,000.00	2,000.00
30. TOTAL CONTRIBUTION REFUNDS (from Line 26(d))	-0-	-0-
31. NET CONTRIBUTIONS (other than loans) (subtract Line 30 from 29)	2,000.00	2,000.00
32. TOTAL OPERATING EXPENDITURES (from Line 19)	-0-	-0-
33. OFFSETS TO OPERATING EXPENDITURES (from Line 15)	-0-	-0-
34. NET OPERATING EXPENDITURES (subtract Line 33 from 32)	-0-	-0-

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SCHEDULE A

ITEMIZED RECEIPTS

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

PAGE OF  
FOR LINE NUMBER

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
KODE Development Associates (Fred Kozlowski & Jim DePetris, Co-Partners) 1515 Market Street, 16th Floor Philadelphia, PA 19102	KODE Development Assoc.	10/21/88	\$2,000.00
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation Developers	Aggregate Year-to-Date > \$ 2,000.00	
B. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation	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
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	Occupation	Aggregate Year-to-Date > \$	

SUBTOTAL of Receipts This Page (optional)	2,000.00
TOTAL This Period (last page this line number only)	2,000.00

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**SCHEDULE B**

**ITEMIZED DISBURSEMENTS**

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)

**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Michael W. Caulder 1712 Chanticleer Street Cherry Hill, NJ 08003	Purpose of Disbursement Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	10/21/88	\$2,000.00
B. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Continental Bank 15th & Market Streets Philadelphia, PA 19102	Maintenance and check fees Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	11/28/88	27.91
C. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
D. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
E. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
F. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
G. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
H. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		
I. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
	Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)		

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SUBTOTAL of Disbursements This Page (optional) .....	\$2,027.91
TOTAL This Period (last page this line number only) .....	\$2,027.91

Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			
A. Full Name, Mailing Address and ZIP Code of Loan Source <b>THERE WERE NO LOANS MADE.</b>	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ % (apr) <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):	
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ % (apr) <input type="checkbox"/> 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.			

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**SCHEDULE D**  
(Revised 3/80)

**DEBTS AND OBLIGATIONS**  
Excluding Loans

Page \_\_\_\_ of \_\_\_\_ for  
LINE NUMBER \_\_\_\_  
(Use separate schedules  
for each numbered line)

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Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	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 THERE ARE NO DEBTS AND/OR OBLIGATIONS				
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) . . . . .				-0-
2) TOTAL This Period (last page this line only) . . . . .				-0-
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only) . . . . .				-0-
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only) . . . . .				-0-

ITEMIZED INDEPENDENT EXPENDITURES

(See Reverse Side for Instructions)

Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			I.D. No. <b>821207 C00142753</b>	
Full Name, Mailing Address & ZIP Code of Each Payee	Purpose of Expenditure	Date (month, day, year)	Amount	Name of Federal Candidate supported or opposed by the expenditure & office sought
THERE ARE NO ITEMIZED INDEPENDENT EXPENDITURES				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
(a) SUBTOTAL of Itemized Independent Expenditures .....			\$	<u>-0-</u>
(b) SUBTOTAL of Unitemized Independent Expenditures .....			\$	<u>-0-</u>
(c) TOTAL Independent Expenditures .....			\$	<u>-0-</u>

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Under penalty of perjury I certify that the independent expenditures reported herein were not made in cooperation, consultation, concert with, or at the request or suggestion of any candidate or any authorized committee or agent of such candidate or authorized committee. Furthermore, these expenditures did not involve the financing of dissemination, distribution, or republication in whole or in part of any campaign materials prepared by the candidate, his campaign committee, or their agent.

*[Signature]* \_\_\_\_\_ 7/31/89  
 Signature Date

Subscribed and sworn to before me this 31<sup>st</sup> day of July, 1989

My Commission expires 11/15/90  
*[Signature]*  
 NOTARY PUBLIC

NOTARIAL SEAL  
 THERESA A. SLUSARCZYK, Notary Public  
 City of Philadelphia, Phila. County  
 My Commission Expires Nov. 10, 1990

**ITEMIZED COORDINATED EXPENDITURES MADE BY  
POLITICAL PARTY COMMITTEES OR DESIGNATED AGENT(S)  
ON BEHALF OF CANDIDATES FOR FEDERAL OFFICE  
(2 U.S.C. §441a(d))**

(To be used only by Political Committees in the General Election)

Name of Political Committee (in Full)  
**ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)**

Has your Committee been designated to make coordinated expenditures by a political party committee?  YES  NO  
If YES, name the designating committee:

Full Name, Mailing Address and ZIP Code of Subordinate Committee  
**THERE ARE NO ITEMIZED COORDINATED EXPENDITURES.**

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Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
	Aggregate General Election Expenditure for this Candidate—\$			
	Aggregate General Election Expenditure for this Candidate—\$			
	Aggregate General Election Expenditure for this Candidate—\$			
<b>SUBTOTAL of Expenditures This Page (optional)</b> .....				
<b>TOTAL This Period (last page this line number only)</b> .....				



# REPORT OF RECEIPTS AND DISBURSEMENTS

For Other Than An Authorized Committee  
(Summary Page)

USE FEC MAILING LABEL OR TYPE OR PRINT

1. NAME OF COMMITTEE (in full)  ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	2. FEC IDENTIFICATION NUMBER  821207 C00142753
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported Suite 1520, Packard Bldg. 15th & Chestnut Streets	3. <input type="checkbox"/> This committee qualified as a multicandidate committee DURING THIS Reporting Period on _____ (date).
CITY, STATE and ZIP CODE  Philadelphia, PA 19102	

## 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 <u>11/28/88</u> through <u>12/31/88</u>		
6.	(a) Cash on Hand January 1, 19 <u>88</u>		\$ 5,465.53
	(b) Cash on Hand at Beginning of Reporting Period	\$ 226.95	
	(c) Total Receipts (from Line 18)	\$ -0-	\$ 8,684.51
	(d) Subtotal (add Lines 6(b) and 6(c) for Column A and Lines 6(a) and 6(c) for Column B)	\$ 226.95	\$ 14,150.04
7.	Total Disbursements (from Line 28)	\$ 25.54	\$ 13,948.63
8.	Cash on Hand at Close of Reporting Period (subtract Line 7 from Line 6(d))	\$ 201.41	\$ 201.41
9.	Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	For further information contact: Federal Election Commission 999 E Street, NW Washington, DC 20463 Toll Free 800-424-9530 Local 202-376-3120
10.	Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	\$ -0-	

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  
William W. Batoff

Signature of Treasurer: Date: 7/31/89

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

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# DETAILED SUMMARY PAGE

of Receipts and Disbursements  
(Page 2, FEC FORM 3X)

Name of Committee (in full)	Report Covering the Period		
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	From: 11/28/88	To: 12/31/88	
I. RECEIPTS	COLUMN A Total This Period	COLUMN B Calendar Year-To-Date	
11. CONTRIBUTIONS (other than loans) FROM:			
(a) Individuals/Persons Other Than Political Committees			
(i) Itemized (use Schedule A)	-0-	2,000.00	11(a)(i)
(ii) Unitemized	-0-	-0-	11(a)(ii)
(iii) Total of contributions from individuals	-0-	2,000.00	11(a)(iii)
(b) Political Party Committees	-0-	-0-	11(b)
(c) Other Political Committees (such as PACs)	-0-	-0-	11(c)
(d) TOTAL CONTRIBUTIONS (add 11(a)(iii), (b), and (c))	-0-	2,000.00	11(d)
12. TRANSFERS FROM AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-	12
13. ALL LOANS RECEIVED	-0-	-0-	13
14. LOAN REPAYMENTS RECEIVED	-0-	-0-	14
15. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)	-0-	-0-	15
16. REFUNDS OF CONTRIBUTIONS MADE TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	-0-	16
17. OTHER RECEIPTS (Dividends, Interest, etc.)	-0-	6,684.51	17
18. TOTAL RECEIPTS (add 11(d), 12, 13, 14, 15, 16 and 17)	-0-	8,684.51	18
II. DISBURSEMENTS			
19. OPERATING EXPENDITURES	-0-	-0-	19
20. TRANSFERS TO AFFILIATED/OTHER PARTY COMMITTEES	-0-	-0-	20
21. CONTRIBUTIONS TO FEDERAL CANDIDATES AND OTHER POLITICAL COMMITTEES	-0-	6,600.00	21
22. INDEPENDENT EXPENDITURES (use Schedule E)	-0-	-0-	22
23. COORDINATED EXPENDITURES MADE BY PARTY COMMITTEES (2 U.S.C. 441a(d)) (use Schedule F)	-0-	-0-	23
24. LOAN REPAYMENTS MADE	-0-	-0-	24
25. LOANS MADE	-0-	-0-	25
26. REFUNDS OF CONTRIBUTIONS TO:			
(a) Individuals/Persons Other Than Political Committees	-0-	-0-	26(a)
(b) Political Party Committees	-0-	-0-	26(b)
(c) Other Political Committees (such as PACs)	-0-	-0-	26(c)
(d) TOTAL CONTRIBUTION REFUNDS (add 26(a), (b), and (c))	-0-	-0-	26(d)
27. OTHER DISBURSEMENTS	25.54	7,348.63	27
28. TOTAL DISBURSEMENTS (add 19, 20, 21, 22, 23, 24, 25, 26(d) and 27)	25.54	13,948.63	28
III. NET CONTRIBUTIONS/OPERATING EXPENDITURES			
29. TOTAL CONTRIBUTIONS (other than loans) (from Line 11(d))	-0-	2,000.00	29
30. TOTAL CONTRIBUTION REFUNDS (from Line 26(d))	-0-	-0-	30
31. NET CONTRIBUTIONS (other than loans) (subtract Line 30 from 29)	-0-	2,000.00	31
32. TOTAL OPERATING EXPENDITURES (from Line 19)	-0-	-0-	32
33. OFFSETS TO OPERATING EXPENDITURES (from Line 15)	-0-	-0-	33
34. NET OPERATING EXPENDITURES (subtract Line 33 from 32)	-0-	-0-	34

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SCHEDULE A

ITEMIZED RECEIPTS

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

PAGE OF  
FOR LINE NUMBER

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
B. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
C. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
D. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
E. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
F. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
G. Full Name, Mailing Address and ZIP Code	Name of Employer	Date (month, day, year)	Amount of Each Receipt this Period
	Occupation		
	Aggregate Year-to-Date > \$		
Receipt For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			

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SUBTOTAL of Receipts This Page (optional) .....	-0-
TOTAL This Period (last page this line number only) .....	-0-

SCHEDULE B

ITEMIZED DISBURSEMENTS

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

PAGE OF  
FOR LINE NUMBER

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)

ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Continental Bank 15th & Market Streets Philadelphia, PA 19102	maintenance & check fees Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	12/31/88	\$25.54
B. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement Disbursement for: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> 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: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year)	Amount of Each Disbursement This Period

SUBTOTAL of Disbursements This Page (optional) ..... \$25.54

TOTAL This Period (last page this line number only) ..... \$25.54

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Name of Committee (in Full) <b>ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)</b>			
A. Full Name, Mailing Address and ZIP Code of Loan Source <b>THERE ARE NO LOANS</b>	Original Amount of Loan	Cumulative Payment To Date	Balance Outstanding at Close of This Period
-Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ % (apr) <input type="checkbox"/> 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			
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify):			
Terms: Date Incurred _____ Date Due _____ Interest Rate _____ % (apr) <input type="checkbox"/> 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.			

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**SCHEDULE D**  
(Revised 3/80)

**DEBTS AND OBLIGATIONS**  
Excluding Loans

Page \_\_\_\_\_ of \_\_\_\_\_ for  
**LINE NUMBER** \_\_\_\_\_  
(Use separate schedules  
for each numbered line)

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Name of Committee (in Full) ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)	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 THERE ARE NO DEBTS AND/OR OBLIGATIONS				
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) . . . . .				-0-
2) TOTAL This Period (last page this line only) . . . . .				-0-
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only) . . . . .				-0-
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only) . . . . .				-0-

ITEMIZED INDEPENDENT EXPENDITURES

(See Reverse Side for Instructions)

Name of Committee (in Full)  
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)

I.D. No.  
821207 C00142753

Full Name, Mailing Address & ZIP Code of Each Payee	Purpose of Expenditure	Date (month, day, year)	Amount	Name of Federal Candidate supported or opposed by the expenditure & office sought
THERE WERE NO ITEMIZED INDEPENDENT EXPENDITURES				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose
				<input type="checkbox"/> Support <input type="checkbox"/> Oppose

(a) SUBTOTAL of Itemized Independent Expenditures ..... \$ -0-  
 (b) SUBTOTAL of Unitemized Independent Expenditures ..... \$ -0-  
 (c) TOTAL Independent Expenditures ..... \$ -0-

Under penalty of perjury I certify that the independent expenditures reported herein were not made in cooperation, consultation, concert with, or at the request or suggestion of any candidate or any authorized committee or agent of such candidate or authorized committee. Furthermore, these expenditures did not involve the financing of dissemination, distribution, or republication in whole or in part of any campaign materials prepared by the candidate, his campaign committee, or their agent.

*[Signature]*  
 Signature \_\_\_\_\_ Date 7/31/89

Subscribed and sworn to before me this 31<sup>ST</sup> day of

July, 1989

My Commission expires

11/10/90

*[Signature]*  
 NOTARY PUBLIC

NOTARIAL SEAL  
 THERESA A. SLUSARCZYK, Notary Public  
 City of Philadelphia, Phila. County  
 My Commission Expires Nov. 10, 1990

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**ITEMIZED COORDINATED EXPENDITURES MADE BY  
POLITICAL PARTY COMMITTEES OR DESIGNATED AGENT(S)  
ON BEHALF OF CANDIDATES FOR FEDERAL OFFICE  
(2 U.S.C. §441a(d))**

(To be used only by Political Committees in the General Election)

Name of Political Committee (in Full)				
ALERTED DEMOCRATIC MAJORITY (FEDERAL ACCOUNT)				
Has your Committee been designated to make coordinated expenditures by a political party committee? <input type="checkbox"/> YES <input type="checkbox"/> NO				
If YES, name the designating committee:				
Full Name, Mailing Address and ZIP Code of Subordinate Committee				
THERE WERE NO ITEMIZED COORDINATED EXPENDITURES MADE.				
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
Full Name, Mailing Address and ZIP Code of Each Payee	Name of Federal Candidate Supported, State, District & Office Sought	Purpose of Expenditure	Date (month, day, year)	Amount
	Aggregate General Election Expenditure for this Candidate—\$			
<b>SUBTOTAL of Expenditures This Page (optional) . . . . .</b>				<b>-0-</b>
<b>TOTAL This Period (last page this line number only) . . . . .</b>				<b>-0-</b>

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FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20461

August 3, 1989

David M. Ifshin, Esquire  
Myerson, Kuhn & Sterrett  
1001 Pennsylvania Avenue, N.W.  
Washington, D.C. 20004

RE: Pre-MUR 222

Dear Mr. Ifshin:

This is to acknowledge receipt of your letter on July 26, 1989, advising us of the possibility of a violation of the Federal Election Campaign Act of 1971, as amended ("the Act"), by Alerted Democratic Majority PAC ("ADM"). We are currently reviewing the matter and will advise you of the Commission's determination.

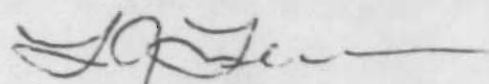
If you have any questions or additional information, please call Robert Raich, the attorney assigned to this matter, at (202) 376-5690. Our file number for this matter is Pre-MUR 222.

Pursuant to 2 U.S.C. §§ 437g(a)(4)(B) and 437g(a)(12)(A), the Commission's review of this matter shall remain confidential until the file has been closed.

Sincerely,

Lawrence M. Noble  
General Counsel

By:

  
Lois G. Lerner  
Associate General Counsel

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MYERSON KUHN & STERRETT

Washington, DC  
New York  
Philadelphia  
Dallas

26C 3713

August 7, 1989

RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
89 AUG -8 PM 1:02

Mr. Lawrence M. Noble  
General Counsel  
Federal Election Commission  
Washington, D.C. 20463

PRE-MUR 222

Dear Mr. Noble:

This is a matter involving the Alerted Democratic Majority PAC ("ADM" or "PAC") and its treasurer William Batoff. This matter was brought to the attention of the Office of the General Counsel by Mr. Batoff after he discovered that he had been victimized by the individual who had been responsible for maintaining ADM's accounts and preparing ADM's reports. In addition to embezzling other funds not subject to the Commission's jurisdiction, this individual embezzled approximately \$49,000 of ADM's funds and prepared and filed inaccurate ADM reports with the Federal Election Commission ("FEC" or "Commission") to conceal his illegal activities.

This memorandum is intended to provide the Commission with Mr. Batoff's best knowledge and information regarding:

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MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 2

(1) the events leading to his discovery that ADM funds had been embezzled by a volunteer to the PAC; (2) his prompt notification of the Commission following his discovery of the embezzlement and the filing of false and inaccurate ADM reports with the Commission; and (3) his concerted and diligent efforts to discover all wrongdoings in order to file as soon as possible the enclosed amended ADM reports.

This memorandum is accompanied by an investigative review, prepared by certified public accountants, of ADM's records and accounts. The investigative review presents a detailed analysis of each ADM report filed with the Commission between January 1, 1987 and December 31, 1988 and contains the supporting documentation for the amended reports contained herein. The enclosed amended reports reflect the true and correct receipts and disbursements of ADM from January 1, 1987 through December 31, 1988.

I. Alerted Democratic Majority PAC

ADM is a qualified non-connected multicandidate political committee located in Philadelphia, Pennsylvania.

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MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 3

William Batoff has been ADM's treasurer since its founding in 1981. The PAC is administered entirely by volunteers.

In 1982 or 1983 an employee in Mr. Batoff's title insurance company volunteered to assist Mr. Batoff with the duties and responsibilities of preparing ADM's reports and maintaining ADM's accounts. This employee, Michael Caulder, had been an employee of Mr. Batoff's since 1980. Because of Mr. Caulder's involvement in local Democratic politics and familiarity with political financial disclosure statements, Mr. Batoff accepted Mr. Caulder's offer to assist Mr. Batoff in performing his duties as treasurer of ADM. Mr. Caulder appeared to have performed these volunteer duties with care and precision for approximately six years, or through the early part of 1988. Affidavit at ¶ 4.

As part of his volunteer duties Mr. Caulder maintained a record of all of ADM's receipts and disbursements. This information was recorded in ADM's bank ledger and reported on the appropriate FEC forms where required by law. Prior to filing of any of these reports with the Commission, Mr. Batoff reviewed their content for completeness and accuracy and certified the reports to be true and correct to the best of

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MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 4

his knowledge and belief. At no time did Mr. Batoff file any report with the Commission where he had any reasonable basis to suspect or believe that any information submitted might have been less than fully accurate. Affidavit at ¶ 5.

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Although Mr. Caulder assisted Mr. Batoff in maintaining ADM's accounts and records, at no time did he have the legal authority to disburse PAC funds. Mr. Batoff is the only individual with signature authority over ADM's bank accounts, maintained with Continental Bank of Philadelphia, Pennsylvania, and the only individual with authority to transfer funds via telephone from ADM accounts. Affidavit at ¶ 7. When ADM PAC funds were lawfully disbursed, Batoff requested that Caulder prepare an ADM check for his signature. This procedure served a dual purpose: by maintaining signature authority solely in Mr. Batoff, Mr. Batoff maintained control over all authorized PAC disbursements; by having Mr. Caulder maintain the actual checkbook, Mr. Caulder was better able to maintain ADM's bank accounts and reconcile ADM's bank statements with ADM's FEC reports. Affidavit at ¶¶ 6,7.

Mr. Lawrence M. Noble  
August 7, 1989  
Page 5

II. Investigation of ADM Accounts

On May 5, 1989 Mr. Batoff discovered certain inconsistencies and improprieties in a personal account with which Mr. Caulder appeared to have had some contact. Following this discovery, Mr. Batoff retained certified public accountants to conduct a complete investigative review and audit of all of his personal and corporate accounts. The accountants also conducted a review of the checking and savings accounts of ADM. This review, as well as a personal admission by Mr. Caulder, revealed the embezzlement of ADM funds. Affidavit at ¶ 8.

Immediately upon discovering this embezzlement of ADM funds, Mr. Batoff retained counsel and an accounting firm to advise him as to how to proceed in complying with all federal and state election law matters arising out of this situation. Affidavit at ¶ 9. Mr. Batoff instructed his accountants to review all of ADM's reports and bank accounts to determine the full extent to which reports filed with the Commission contained false or inaccurate information. Shortly thereafter, Mr. Batoff notified the District Attorney of the City of Philadelphia that Mr. Caulder had embezzled several hundred

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WILLIAMS' TRUST

Mr. Lawrence M. Noble  
August 7, 1989  
Page 6

thousand dollars from a number of Mr. Batoff's personal, corporate and political accounts. Affidavit at ¶ 10.

On May 25, 1989, Mr. Batoff's counsel met with the FEC's General Counsel, Lawrence Noble and FEC Associate General Counsel Lois Lerner, to inform the FEC of Mr. Batoff's discovery of the embezzlement of ADM funds; ADM's efforts to determine the extent of the filing of inaccurate reports with the FEC; and ADM's intention to file amended reports with the Commission as soon as practicable. This meeting was subsequently confirmed by letter of May 31, 1989. Pursuant to the recommendations of the Office of the General Counsel, this letter also acknowledged that the Commission would open a pre-MUR pending submission of the enclosed amended reports. Affidavit at ¶ 9.

### III. Findings of Investigative Review of ADM's Accounts

A thorough investigation of ADM's bank and savings accounts by the independent accounting firm of Bush, Levin & Tecosky revealed that FEC reports filed by ADM during the period of January 1, 1987 through December 31, 1988 contained inaccurate information. As indicated in the accompanying

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Mr. Lawrence M. Noble  
August 7, 1989  
Page 7

93040930873

investigative review, Mr. Caulder embezzled a total of \$51,600 of ADM funds by simply drawing checks to his order and forging Mr. Batoff's signature. See Exhibit 1, Investigative Review at Appendix B. Since the amounts Mr. Caulder embezzled exhausted ADM's funds, Mr. Caulder found it necessary to replenish some funds in order to conceal his depletion of the PAC's accounts. Thus, over the course of the same period, Mr. Caulder repaid \$6,680 to cover \$6,600 in PAC contributions requested and authorized by Mr. Batoff. Id. During the entire period in issue, Mr. Caulder converted a total of \$44,920.00 of ADM's funds to his own use. A detailed analysis of the differences between the FEC reports filed with the Commission between January 1, 1987 and December 31, 1988, and the PAC's actual books and records as detailed in appendices to the investigative review are summarized below:

A. Mid-Year Report (July 31, 1987)

For the first FEC report of the 1988 election cycle, the July 31, 1987 Mid-Year Report, Mr. Caulder prepared reports that accurately reflected the financial activity of ADM. Exhibit 1 at A-1. During this reporting period, ADM



Mr. Lawrence M. Noble  
August 7, 1989  
Page 8

93040930874

received \$16,000 from seven individuals. This intake represented ADM's second largest receipt of funds in a single reporting period since its organization in 1981. Affidavit at ¶ 12. During this same reporting period, however, ADM also disbursed \$12,500 to a polling firm, the largest disbursement of ADM funds in a single reporting period. Id. This disbursement left ADM with \$40,975 of cash on hand at the close of the reporting period, a sum Mr. Caulder correctly reported. Exhibit 1 at A-1. Thus, as Mr. Batoff reviewed Mr. Caulder's report, which accurately summarized the busiest period of financial and political activity in ADM's history, Batoff was able to state that the Mid-Year report was true, correct and complete to the best of his knowledge and belief. Affidavit at ¶ 12.

B. Year End Report (1987)

Following the successful fundraising efforts of the first half of 1987, the second half of 1987 continued to bring additional receipts to ADM. Between June 30, 1987 and December 31, 1988 ADM filed six more reports with the FEC, all of which were prepared by Mr. Caulder and reviewed, signed and

MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 9

certified by Mr. Batoff to be true, correct and complete to the best of his knowledge and belief. Indeed, a review of the ADM reports prepared by Mr. Caulder appeared to reasonably approximate the receipts and disbursements that Mr. Batoff believed to have been received or disbursed by ADM for the applicable reporting period.

For instance, during the reporting period covering June 30, 1987 to December 31, 1987 (ADM's Year End Report), ADM reported receiving \$13,500 in contributions from 16 individuals, and dispensing a single check of \$5,000 to a polling firm. Mr. Caulder reported these receipts and disbursements on the FEC report submitted to Mr. Batoff for his signature. The report accurately reflected the PAC's receipt of additional funds and single disbursement during the applicable reporting period. Additionally, the report's cash on hand figure of \$49,475 coming on the heels of the PAC's best fundraising drive since its inception, reasonably reflected amounts that Batoff knew to have flowed through ADM's accounts during the applicable reporting period.

Affidavit at ¶ 13. Consequently, Mr. Batoff had no reason to suspect that the reports he signed and submitted to the FEC,

93040930875

Mr. Lawrence M. Noble  
August 7, 1989  
Page 10

particularly the report's cash on hand figures, were anything but true, correct and complete to the best of his knowledge and belief. Id.

The unforeseen and superseding actions by Michael Caulder, however, resulted in the filing of false reports with the Commission. Instead of \$49,475<sup>1</sup> cash on hand, a number Mr. Batoff knew reasonably approximated the PAC's true financial status, ADM's actual cash on hand was only \$8,465 at the close of the applicable reporting period. Exhibit 1 at A-2. Mr. Caulder's forgery of Mr. Batoff's signature on five separate PAC checks drawn to Mr. Caulder's order totalling \$41,500 and Mr. Caulder's embezzlement of these funds, accounted for the preponderance of the discrepancy.<sup>2</sup>

<sup>1</sup> Following Mr. Caulder's submission of the Year End Report, the Reports Analysis Division ("RAD") of the Commission notified ADM that the report's cash on hand figures were incorrect as the result of an addition error. Although the letter from RAD was addressed to Mr. Batoff, Mr. Batoff never saw the letter as Mr. Caulder routinely handled Commission correspondence. Affidavit at ¶ 13. Indeed, instead of informing Mr. Batoff of the Commission's inquiry, Mr. Caulder secretly prepared an amended report and a letter to RAD, forged Mr. Batoff's signature on both documents, and filed them with the Commission. Id.

<sup>2</sup> Bank charges not reported to the Commission account for the remaining discrepancies. See Exhibit 1 at A-2.

93040930876

Mr. Lawrence M. Noble  
August 7, 1989  
Page 11

C. April 15 Quarterly Report (1988)

93040930877

A similar scenario to that described for the two reports filed with the Commission in 1987 exists for each of the five reports filed with the Commission in 1988. These 1988 reports reflect the PAC's limited official activity. Through all of 1988, Mr. Batoff authorized only five PAC contributions totalling \$6,600.<sup>3</sup> Since Mr. Caulder's reports correctly documented what Mr. Batoff knew to be the PAC's limited financial activity and the cash on hand figures appeared to approximate what Mr. Batoff believed to be in the PAC's accounts, Mr. Batoff had no reason to suspect that Mr. Caulder had secretly embezzled an additional \$39,100 of ADM funds during 1988. Exhibit 1.

For example, the 1988 ADM April 15 Quarterly Report prepared by Mr. Caulder for the period covering January 1, 1988 through March 31, 1988 appeared to accurately reflect the

<sup>3</sup> ADM made two contributions during the reporting period covering 4/1/88 through 6/30/88 (\$1,000 to the Democratic Congressional Campaign Committee and \$500 to Sam Beard for U.S. Senate) and three contributions during the reporting period covering 6/30/88 to 10/19/88 (\$2,500 to Lautenberg for Senate; \$2,000 to Al Gore for President; and \$600 to the Pennsylvania Democratic Committee)

MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 12

93040930878

absence of PAC activity during this reporting period. The only activity Mr. Caulder reported was what proved to be an erroneous entry of interest income on PAC funds from Continental Bank. Exhibit 1 at A-3. Since the cash on hand figures and statements summarizing the PAC's lack of receipts and disbursements reasonably approximated what Mr. Batoff knew to the best of his knowledge and belief to be the PAC's financial activity, Mr. Batoff had no reason to suspect that Mr. Caulder had embezzled an additional \$8,100 of ADM funds during this reporting period by forging Mr. Batoff's signature on three separate checks drawn to his order. Id; Affidavit at ¶ 14. Again, Mr. Caulder's false cash on hand figure of \$51,433 at the close of the reporting period effectively concealed from Mr. Batoff and the Commission that Mr. Caulder had embezzled virtually all of the PAC's cash, leaving ADM in actuality with only \$319. Id.

D. July 15 Quarterly Report (1988)

For the reporting period covering April 1, 1988 through June 30, 1988, Mr. Caulder again submitted ADM's FEC Reports to Mr. Batoff for his review and signature, and again

Mr. Lawrence M. Noble  
August 7, 1989  
Page 13

93040930879

Mr. Caulder's reports reasonably approximated the limited financial activity Mr. Batoff believed to have taken place during this period. Affidavit at ¶ 15. Mr. Caulder's reports reflected what Mr. Batoff had authorized as the PAC's financial activity for this reporting period: the receipt of no contributions to the PAC and the disbursement of only two contributions totalling \$1,500 by the PAC. Id. Since the cash on hand figure of \$50,175 reasonably approximated what Mr. Batoff believed to be in the PAC's accounts, he had no reason to suspect that Mr. Caulder's reports were in fact false. Id. Indeed, during this reporting period, Mr. Caulder began redepositing small amounts of the funds he had embezzled in order to cover and provide funds for the checks Mr. Batoff had asked Mr. Caulder to prepare for his signature. Thus, on May 10, 1988 Mr. Caulder deposited \$430 back into the PAC's account. Exhibit 1 at A-4.

E. Twelfth Day Report Preceding  
General Election (1988)

The redepositing of sufficient funds to cover Mr. Batoff's check requests and conceal Mr. Caulder's near depletion of the PAC's accounts continued for the next two

Mr. Lawrence M. Noble  
August 7, 1989  
Page 14

93040930880

reporting periods. For the reporting period covering July 1, 1988 through October 19, 1988 (Pre-Election Report), Mr. Caulder redeposited \$3,650. Exhibit 1 at A-5. This redepositing of funds effectively covered a portion of the three contributions totalling \$5,100 that Mr. Batoff had authorized for this reporting period. Mr. Caulder deposited an additional \$2,600 that cleared the Bank in the next reporting period. See Exhibit 1 at A-6. Since Mr. Caulder's reports, however, continued to document the PAC's lack of receipts and minimal disbursements, and also disclosed a cash on hand figure of \$48,285 that reasonably approximated what Mr. Batoff believed to be in the PAC's accounts, Mr. Batoff had no reason to question the accuracy of the reports prepared by Mr. Caulder. Affidavit at ¶ 16.

F. Thirtieth Day Report Following  
the General Election (1988)

During the reporting period covering October 20, 1988 through November 28, 1988 (Post-General Election Report) Mr. Caulder redeposited \$2,600. Exhibit 1 at A-6. This redepositing apparently was intended to cover the contributions Mr. Batoff had authorized in the previous

MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 15

93040930881

reporting period. But as soon as ADM received its only contribution of \$2,000 for this reporting period, Mr. Caulder once again forged Mr. Batoff's name on a PAC check and embezzled a like amount. Id. Nevertheless, Mr. Caulder continued to prepare ADM's reports, reporting what Mr. Batoff knew to be the PAC's single receipt and lack of disbursements. Additionally, Mr. Caulder's cash on hand figure reasonably approximated the financial activity of ADM that Mr. Batoff believed to have occurred for this reporting period. Affidavit at ¶ 17. As a result, Mr. Batoff had no reason to suspect Mr. Caulder's reports were false. Id.

G. Year End Report (1988)

For the final reporting period covering November, 28, 1988 through December 31, 1988 the PAC received no contributions and made no disbursements. The only activity reported by ADM was what proved to be an erroneous entry of interest income on PAC funds received from Continental Bank. Exhibit 1 at A-7. The Year End Report prepared by Mr. Caulder summarized this lack of receipts and disbursements. Since the report prepared by Mr. Caulder included cash on hand figures



Mr. Lawrence M. Noble  
August 7, 1989  
Page 16

that supported the lack of PAC activity for the reporting period, the report appeared to accurately reflect what Mr. Batoff believed to be the PAC's financial status at the end of 1988.<sup>4</sup> Affidavit at ¶ 18.

IV. Analysis

Mr. Caulder's concealment of his embezzlement of ADM PAC funds from Mr. Batoff and the FEC prevented Mr. Batoff from knowing that any information filed with the Commission may have been less than fully accurate. Affidavit at ¶ 5. In accepting Mr. Caulder's offer to volunteer to oversee the PAC's accounts and the preparation of the PAC's reports, Mr. Batoff reasonably believed that Mr. Caulder would diligently obtain, maintain and submit the PAC's receipts and disbursements as required by the FECA. 2 U.S.C. § 432(i). This trust was fulfilled for over 6 years, leading Mr. Batoff to assume that his reliance had been well placed. As the

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<sup>4</sup> For reasons unknown, Mr. Caulder also forged Mr. Batoff's signature on the report that was submitted to the Commission. Affidavit at ¶ 18. Thus, instead of submitting the report Mr. Batoff had actually reviewed and certified, Mr. Caulder forged Mr. Batoff's signature and submitted a substitute report. Id.

93040930682

Mr. Lawrence M. Noble  
August 7, 1989  
Page 17

93040930883

accountants noted in their investigative review "[a]lthough Mr. Batoff signed [the erroneous FEC] reports, it must be understood that the amounts reflected on the reports reasonably approximated the amounts Mr. Batoff knew to be correct." Exhibit 1 at Conclusion. Thus, the investigative report makes clear that when Mr. Batoff signed the erroneous FEC reports he had sufficient reason to believe that to the best of his knowledge and belief, the FEC reports filed with the Commission were true, correct and complete.

Under this extraordinary and unforeseen set of circumstances, the reports by ADM to the Commission constitute "best efforts," as described in U.S.C. § 432(i):

when the treasurer of a political committee knows that best efforts have been used to obtain, maintain and submit the information required by this Act for the political committee, any report or any records of such committee shall be considered in compliance with this Act . . .

Although the best efforts rule would appear to have the greatest application in situations where the Act obliges the treasurer to provide information derived from persons wholly outside the treasurer's control, the legislative history does not make any such distinction. In fact, the

Mr. Lawrence M. Noble  
August 7, 1989  
Page 18

93040930884

legislative history demonstrates that the "best efforts" provision was intended to apply to demonstrable evidence of the treasurer's exercise of his or her best efforts to obtain, maintain and submit the information required by the Act.<sup>5</sup> Indeed, Mr. Batoff originally accepted Mr. Caulder's volunteer services for the express purpose of insuring that ADM's records were properly obtained, maintained, and submitted to the Commission. Affidavit at ¶ 4. Thus, in reasonably relying upon the services of Mr. Caulder to prepare ADM's records, Mr. Batoff has exercised his best efforts to fulfill his legal obligations as treasurer of ADM. Furthermore, Mr. Batoff has continued to diligently meet his obligations as

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<sup>5</sup> According to the legislative history:

The best efforts test is specifically made applicable to recordkeeping and reporting requirements in both Title 2 and Title 26. The test of whether a committee has complied with the statutory requirements is whether its treasurer has exercised his or her best efforts to obtain, maintain, and submit the information required by the Act. If the treasurer has exercised his or her best efforts, the committee is in compliance.

MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 19

23040930885

treasurer of ADM by initiating prompt and substantial efforts to correct and amend all of the reports that were falsified by Mr. Caulder. To hold Mr. Batoff responsible for Mr. Caulder's fraudulent actions and embezzlement of ADM funds would effectively abrogate the "best efforts" provision of the Act and unduly punish the victim, Mr. Batoff, for Mr. Caulder's wrongs.<sup>6</sup>

Under FEC regulations the treasurer of a political committee is personally responsible for the timely and accurate filing of all of the PAC's reports with the FEC. 11 C.F.R. § 104.14(d). Having filed the reports on time, Mr. Batoff only recently became aware that the information contained on ADM reports filed with the Commission between June 30, 1987 and December 31, 1988 contained false information. The filing of this false information was the direct result of the unforeseeable and superseding efforts by Michael Caulder to conceal his embezzlement of approximately \$49,000 of ADM's funds.

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<sup>6</sup> The Commission should take note that in addition to embezzling ADM's funds, Mr. Caulder also embezzled over \$400,000 from various personal, corporate and business accounts of Mr. Batoff. Affidavit at ¶ 10.

Mr. Lawrence M. Noble  
August 7, 1989  
Page 20

As Mr. Batoff's accompanying affidavit attests and the independent investigations review confirms, Mr. Batoff had no reason to believe or even suspect that Mr. Caulder's unauthorized activities had resulted in the filing of false reports and the embezzlement of thousands of dollars from Batoff's personal, professional and political accounts, including the accounts of ADM. Since discovering the embezzlement, Mr. Batoff has done everything possible to correct Mr. Caulder's activities. Mr. Batoff promptly and voluntarily notified the Commission of his discovery that some of ADM's FEC Reports may have contained false information,<sup>7</sup> requested the opening of a pre-MUR, reported Mr. Caulder's criminal activity to the District Attorney of the City of Philadelphia, performed an audit of the PAC's accounts and records and has submitted amended reports reflecting the results of the audit. In short, Batoff has been diligent and responsible in fulfilling his duties as the treasurer of ADM. Since any FEC violations described herein are the result of

<sup>7</sup> The meeting between ADM's counsel and the FEC's General Counsel on May 25, 1989 preceded the completion of the audit which was performed to determine the extent to which any information filed with the Commission may have been false.

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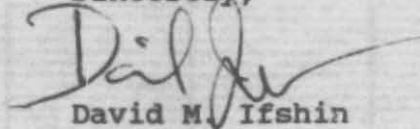
MYERSON KUHN & STERRETT

Mr. Lawrence M. Noble  
August 7, 1989  
Page 21

the criminal activity of Michael Caulder, no purpose would be served in imposing any fines or penalties against the victims of the criminal activity, Batoff and ADM.

Accordingly, we respectfully request that the Commission take no further action on this matter.

Sincerely,

  
David M. Ifshin

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ALERTED DEMOCRATIC MAJORITY

INVESTIGATIVE REVIEW

DECEMBER 31, 1988

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TECOSKY  
Certified Public Accountants



**BUSH,  
LEVIN &  
TECOSKY**

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June 9, 1989

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Herman M. Steinberg, CPA  
Lawrence S. Bruck, CPA  
Susanne A. Spinell, CPA

We have performed an investigative review of the books and records of the Altered Democratic Majority Federal Accounts and Reports of Receipts and Disbursements filed with the Federal Election Commission for the period January 1, 1987 to December 31, 1988. This investigative review was conducted to determine if the reports filed with the Federal Election Commission agree with the books and records. Specifically, the investigation was conducted to determine if any improprieties exist in the accounts as a result of possible embezzlement of funds by Michael Caulder, an employee of the companies controlled by William Batoff. The conclusions expressed in this report are subject to the limitations as to the information available.

We have not audited, reviewed, or compiled financial statements or any financial data with respect to this engagement. Therefore, we express no opinion on the financial data investigated or presented in this report.

The amount of fee paid to Bush, Levin & Tecosky for the formulation and reporting of the conclusions set forth herein is not contingent upon the findings presented in this report.

No partner or employee of Bush, Levin & Tecosky has any direct interest in the Company.

This report and/or any or all of the information contained herein may not be disseminated or disclosed in any manner, either directly or indirectly, to any party whatsoever, without the prior written consent of Bush, Levin & Tecosky.

We have no responsibility to update this report for events and circumstances occurring after the date of this report.

  
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Based on the results of our investigation, the balance of cash reported to the Federal Election Commission as of December 31, 1988 is overstated by \$48,786.04.

BACKGROUND

The Alerted Democratic Majority is a Political Action Committee which was formed in 1984 or 1985. The purpose of this PAC was to receive contributions from the general public and to disburse amounts for the furtherance of candidates and issues supported by the Democratic Party. William Batoff has been treasurer of the Alerted Democratic Majority since its inception.

Michael Caulder is an employee of Mr. Batoff in his various business enterprises. As a volunteer for the Alerted Democratic Majority, Mr. Caulder volunteered to assist Mr. Batoff in the preparation of the statements required by the Federal Election Committee. Mr. Caulder did not have signature authority over bank accounts nor did he have the authority to transfer funds via telephone from those accounts. All reports were signed by Mr. Batoff. Funds for official PAC contributions were always available to Mr. Batoff when requested from Mr. Caulder. However, Mr. Batoff did not review underlying documentation for reports prepared by Michael Caulder and signed by Mr. Batoff.

As a result of the apparent inconsistencies and improprieties in other bank accounts for which Mr. Caulder was involved, Mr. Batoff engaged Bush, Levin & Tecosky to perform an investigative review of all bank accounts with which Mr. Caulder was involved including, but not limited to, the checking and savings accounts of the Alerted Democratic Majority.

INVESTIGATIVE PROCEDURES

Our investigative review began with the receipt of copies of bank statements, cancelled checks, deposit slips and related verification of receipts from the Investigative Division of Continental Bank, with whom the account is maintained. The original bank statements, cancelled checks or deposit slips could not be located at the Company location. Continental Bank also forwarded to Mr. Batoff copies of check signature cards for the checking account and the savings account maintained for the PAC. The information provided from Continental Bank was forwarded directly to Mr. Batoff and not to the offices of Bush, Levin & Tecosky. At the direction of Mr. Batoff, our investigation covered the periods January 1, 1987 through December 31, 1988.

No cash receipts or cash disbursements journals are maintained for the PAC.

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Upon receipt, the bank statements and cancelled checks were examined for date issued, payee and endorsement. Checks drawn to William Batoff or Michael Caulder were reviewed by Mr. Batoff to determine if the signature on the check and endorsement on the check were original signatures or attempted forgeries. Schedules were prepared for all checks drawn to either William Batoff or Michael Caulder indicating check number, payee, amount, date, signature, and endorsement.

All deposits were traced from the source document provided from the Bank to the bank statement. A schedule was prepared reflecting the source of the funds, amount of the deposit, the date received, and the date deposited.

Finally, the Reports of Receipts and Disbursements as originally submitted to the Federal Election Commission were compared to the transactions for the period as reflected on the bank statements. Copies of previously submitted reports were provided by Jean Sides, a secretary for Mr. Batoff, who typed the reports. Reports were not provided by Michael Caulder directly. Further, copies of the reports were obtained by the law firm of Myerson, Ruhn and Sterrette on behalf of Mr. Batoff directly from the Federal Election Commission. These reports were compared to those reports provided by Ms. Sides and found to be in agreement.

A detailed analysis of the differences between the Federal Election Commission Reports of Receipts and Disbursements and the books and records are outlined in Appendix A-1 to A-7.

#### CONCLUSIONS

As the summary at Appendix B indicates, the Federal Election Commission Reports of Receipts and Disbursements were filed incorrectly. Although Mr. Batoff signed these reports, it must be understood that the amounts reflected on the reports reasonably approximated the amounts Mr. Batoff knew to be correct. In addition, Mr. Caulder was able to provide funds for official PAC business whenever requested by Mr. Batoff, without exception, giving Mr. Batoff no suggestion that funds had been wrongly diverted.

As indicated in the summary, Michael Caulder disbursed the sum of \$51,600 directly to himself for purposes other than those related to the Political Action Committee. Over the course of the same period, Mr. Caulder repaid to the accounts the sum of \$6,680. Therefore, the net amount of \$44,920.00 is owed by Mr. Caulder to the Altered Democratic Majority Federal Account.

Amended Federal Election Commission reports have been prepared and will be submitted by Mr. Batoff.

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APPENDIX A-1  
ALERTED DEMOCRATIC MAJORITY  
FEDERAL PAC ACCOUNTS  
DECEMBER 31, 1988

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Report Period Covered:  
January 1 - June 30, 1987

	<u>Per Federal Report</u>	<u>Per Bank Statement</u>	<u>Difference</u>
Balance Beginning - January 1, 1987	\$37,475.00	\$37,464.30	(\$ 10.70)
Balance Ending - June 30, 1987	40,975.00	43,464.30	2,489.30

Analysis of Differences

Difference in Cash Receipts

Timing difference in deposits - reported on  
F.E.C. Report at June 30, 1987, cleared bank  
in July ( 10,000.00)

Difference in Cash Disbursements

Timing difference in checks - written in June and  
reported to Federal Election Commission on June  
report, cleared Bank in July 12,500.00

Total difference for period 2,500.00

Difference brought forward from January 1, 1987 (10.70)

Cumulative difference at June 30, 1987 \$ 2,489.30

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APPENDIX A-2

ALEXANDER DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

Report Period Covered:

July 1 - December 31, 1987

	<u>Per Federal Report</u>	<u>Per Bank Statement</u>	<u>Difference</u>
Balance Beginning - July 1, 1987	\$40,975.00	\$43,464.30	\$ 2,489.30
Balance Ending - December 31, 1987	50,643.73	8,465.53	( 42,178.20)

Analysis of Differences

Difference in Cash Receipts

Reversal of prior period timing difference - deposit recorded on June, 1987 F.E.C. Report, cleared Bank in July	10,000.00	
Miscellaneous receipt reported to F.E.C. by Michael Caulder, not reported by Bank	( 100.00)	
Difference in cash receipts at December 31, 1987		9,900.00

Difference in Cash Disbursements

Reversal of prior period timing difference - checks recorded on June, 1987 F.E.C. Report, cleared Bank in July	( 12,500.00)	
Checks drawn to order of Michael Caulder, not reported to F.E.C.		
<u>Check #</u>	<u>Date</u>	<u>Amount</u>
*	September 11, 1987	\$12,500.00
*	September 30, 1987	8,000.00
*	October 22, 1987	5,000.00
*	October 30, 1987	12,000.00
*	November 19, 1987	<u>4,000.00</u>
		( 41,500.00)
Cash disbursement from Money Market Account to Checking Account, disbursement not reported on F.E.C. Report		( 500.00)
Bank charges paid to Continental Bank, not reported to Federal Election Commission		( 67.50)
Difference in Cash Disbursements		<u>( 54,567.50)</u>

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APPENDIX A-2 (CONTINUED)  
ALERTED DEMOCRATIC MAJORITY  
FEDERAL PAC ACCOUNTS  
DECEMBER 31, 1988

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Analysis of Differences (continued)

Total difference for period	44,667.50
Difference brought forward from June 30, 1987	<u>2,489.30</u>
Cumulative difference at December 31, 1987	<u>(\$42,178.20)</u>

\*No check number used by Bank.

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APPENDIX A-3

ALERTED DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

Report Period Covered:  
January 1 - March 31, 1988

	<u>Per Federal Report</u>	<u>Per Bank Statement</u>	<u>Difference</u>
Balance Beginning - January 1, 1988	\$50,643.73	\$8,465.53	(\$42,178.20)
Balance Ending - March 31, 1988	51,433.63	319.45	( 51,114.18)

Analysis of Differences

Difference in Cash Receipts

Difference between interest income received from Bank and interest income reported to Federal Election Commission

Interest received from Bank	4.51	
Interest reported to F.E.C.	( 789.90)	( 785.39)

Difference in cash receipts at March 31, 1988 ( 785.39)

Difference in Cash Disbursements

Maintenance and check service fees paid to Continental Bank, not reported to Federal Election Commission ( 50.59)

Check drawn to order of Michael Caulder, not reported to Federal Election Commission

<u>Check #</u>	<u>Date</u>	<u>Amount</u>	
118	December 23, 1987	\$3,000.00	
119	January 8, 1988	3,500.00	
*	January 19, 1988	<u>1,600.00</u>	( 8,100.00)

Difference in cash disbursements at March 31, 1988 ( 8,150.59)

Total difference for period ( 8,935.98)

Difference brought forward from December 31, 1987 ( 42,178.20)

Cumulative difference at March 31, 1988 (\$51,114.18)

\*No check number used by Bank

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APPENDIX A-4

ALERTED DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

Report Period Covered:  
April 1 - June 30, 1988

	<u>Per Federal Report</u>	<u>Statement</u>	<u>Difference</u>
Balance Beginning - April 1, 1988	\$51,433.63	\$ 319.45	(\$51,114.18)
Balance Ending - June 30, 1988	50,705.14	203.79	(50,501.35)

Analysis of Differences

Difference in Cash Receipts

Difference between interest income received from Bank and interest income reported to Federal Election Commission

Interest received from Bank	-	
Interest reported to F.E.C.	( 711.51)	( 711.51)

Cash receipt received from Michael Caulder, not reported to Federal Election Commission - May 10, 1988	<u>430.00</u>	
--------------------------------------------------------------------------------------------------------	---------------	--

Difference in cash receipts at June 30, 1988		( 281.51)
----------------------------------------------	--	-----------

Difference in Cash Disbursements

Maintenance and check service fees paid to Continental Bank, not reported to Federal Election Commission		( 45.66)
----------------------------------------------------------------------------------------------------------	--	----------

Check written in June and reported to Federal Election Commission, cleared Bank in July	1,000.00	
-----------------------------------------------------------------------------------------	----------	--

Cash disbursement reported to Federal Election Commission, not reported by Continental Bank	( 60.00)	
---------------------------------------------------------------------------------------------	----------	--

Difference in cash disbursements at June 30, 1988		<u>894.34</u>
---------------------------------------------------	--	---------------

Total difference for period		612.83
-----------------------------	--	--------

Difference brought forward from March 31, 1988		<u>( 51,114.18)</u>
------------------------------------------------	--	---------------------

Cumulative difference at June 30, 1988		<u>(\$50,501.35)</u>
----------------------------------------	--	----------------------

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APPENDIX A-5

ALERTED DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

Report Period Covered:

July 1 - October 19, 1988

	<u>Per Federal Report</u>	<u>Per Bank Statement</u>	<u>Difference</u>
Balance Beginning - June 30, 1988	\$50,705.14	\$ 203.79	(\$50,501.35)
Balance Ending - October 19, 1988	48,285.90	154.86	( 48,131.04)*

Analysis of Differences

Difference in Cash Receipts

Difference between interest income received from Bank  
and income reported to Federal Election Commission

Interest received from Bank	-	
Interest reported to F.E.C.	( 680.76)	( 680.76)

Cash receipt received from Michael Caulder, not  
reported to Federal Election Commission

<u>Date</u>	<u>Amount</u>	
June 20, 1988	\$1,025.00	
August 1, 1988	<u>2,625.00</u>	<u>3,650.00</u>

Difference in cash receipts at October 19, 1988 2,969.24

Difference in Cash Disbursements

Check recorded on June 30, 1988 F.E.C. Report,  
cleared Bank in July ( 1,000.00)

Timing difference in checks - written in October  
and reported to Federal Election Commission,  
cleared Bank in November 2,500.00

Maintenance and check service fees paid to  
Continental Bank, not reported to Federal  
Election Commission ( 98.93)

Difference in cash disbursements at  
October 19, 1988 1,401.07

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APPENDIX A-5 (CONTINUED)  
ALERTED DEMOCRATIC MAJORITY  
FEDERAL PAC ACCOUNTS  
DECEMBER 31, 1988

---

Analysis of Differences

Total difference for period	4,370.31
Difference brought forward from June 30, 1988	( <u>50,501.35</u> )
Cumulative difference at October 19, 1988	( <u>\$46,131.04</u> )

\*Difference of \$2,000.00 was an addition error on the Federal Election Commission Report made by Michael Caulder. Federal Election Commission Report corrected as of December 31, 1988.

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APPENDIX A-6  
ALERTED DEMOCRATIC MAJORITY  
FEDERAL PAC ACCOUNTS  
DECEMBER 31, 1988

Report Period Covered:  
 October 20 - November 28, 1988

	<u>Per Federal Report</u>	<u>Per Bank Statement</u>	<u>Difference</u>
Balance Beginning - October 20, 1988	\$48,285.90	\$ 154.86	(\$48,131.04)*
Balance Ending - November 28, 1988	50,285.90	226.95	( 50,058.95)*

Analysis of Differences

Difference in Cash Receipts

Cash receipt received from Michael Caulder, not reported to Federal Election Commission - October 19, 1988	<u>2,600.00</u>	
Difference in cash receipts at November 28, 1988		2,600.00

Difference in Cash Disbursements

Reversal of prior period timing difference - recorded on October 19, 1988 Federal Election Commission Report, cleared Bank in November	( 2,500.00)	
Check #127, dated October 21, 1988 drawn to order of Michael Caulder, not reported to Federal Election Commission	( 2,000.00)	
Maintenance and check service fees paid to Continental Bank, not reported to Federal Election Commission	<u>( 27.91)</u>	
Difference in cash disbursements at November 28, 1988		( <u>4,527.91</u> )

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APPENDIX A-6 (CONTINUED)

ALERTED DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

---

Analysis of Differences (continued)

Total difference for period	( 1,927.91)
Difference brought forward from October 19, 1988	( <u>46,131.04</u> )
Cumulative difference at November 28, 1988	( <u>\$48,058.95</u> )

\*Difference of \$2,000.00 was an addition error on the Federal Election Commission report made by Michael Caulder. Federal Election Commission report corrected as of December 31, 1988.

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APPENDIX A-7

ALERTED DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

Report Period Covered:  
November 28 - December 31, 1988

	<u>Per Federal Report</u>	<u>Per Bank Statement</u>	<u>Difference</u>
Balance Beginning - November 28, 1988	\$48,285.90	\$226.95	(\$48,058.95)
Balance Ending - December 31, 1988	48,987.45	201.41	( 48,786.04)

Analysis of Differences

Difference in Cash Receipts

Difference between interest income received from Bank  
and income reported to Federal Election Commission

Interest received from Bank	-	
Interest reported to F.E.C.	( 701.55)	( 701.55)

Difference in cash receipts at December 31, 1988 ( 701.55)

Difference in Cash Disbursements

Maintenance and check service fees paid to Continental Bank, not reported to Federal Election Commission	( 25.54)
----------------------------------------------------------------------------------------------------------------	----------

Difference in cash disbursements at December 31, 1988 ( 25.54)

Total difference for period ( 727.09)

Difference brought forward at November 28, 1988 ( 48,058.95)

Cumulative difference at December 31, 1988 (\$48,786.04)

BUSH  
LEVIN &  
TECOSKY  
Certified Public Accountants

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APPENDIX B

ALERTED DEMOCRATIC MAJORITY

FEDERAL PAC ACCOUNTS

DECEMBER 31, 1988

---

Summary Reconciliation of Differences at December 31, 1988

Checks drawn to order of Michael Caulder, not reported to Federal Election Commission	\$51,600.00
Cash receipts received from Michael Caulder, not reported to Federal Election Commission	( 6,680.00)
Interest income reported to Federal Election Commission, but not received from Continental Bank	2,879.21
Miscellaneous receipts reported to Federal Election Commission by Michael Caulder	600.00
Maintenance and check service fees paid to Continental Bank, not reported to Federal Election Commission	326.83
Cash disbursement reported to Federal Election Commission, not reported by Continental Bank	<u>60.00</u>
	<u>\$48,786.04</u>

93040930903

BEFORE THE FEDERAL ELECTION COMMISSION

IN THE MATTER OF ALERTED  
DEMOCRATIC MAJORITY  
POLITICAL ACTION COMMITTEE  
and WILLIAM BATOFF,  
TREASURER

PRE-MUR 222

AFFIDAVIT OF WILLIAM BATOFF

WILLIAM BATOFF BEING DULY SWORN, DEPOSES AND SAYS:

1. This statement is made in support of the Memorandum filed by the Alerted Democratic Majority PAC ("ADM") and its treasurer William Batoff submitted herewith.
2. I have been the treasurer of ADM, a non-connected political committee since its inception in 1981.
3. As treasurer of ADM I am responsible for maintaining ADM's records, depositing receipts, authorizing expenditures, signing documents, filing FEC reports and observing the general legal requirements demanded of treasurers of political committees as enumerated in the FECA and FEC regulations.

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FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
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4. Sometime during 1982 or 1983, an individual employed by my title insurance company, Michael Caulder, volunteered to assume the duties and responsibilities of preparing ADM's reports and maintaining ADM's accounts. Mr. Caulder had been an employee of the company since 1980. At the time Mr. Caulder volunteered to perform these duties, he was active in the Democratic City Committee of Philadelphia and had expressed some familiarity with political financial disclosure reports. Consequently, I accepted Mr. Caulder's volunteer services to insure that ADM's reports were properly obtained, maintained and submitted to the Commission. For approximately six years, Mr. Caulder faithfully executed his volunteer duties and responsibilities.

5. In performing these volunteer duties, Mr. Caulder maintained a record of all of ADM's receipts and disbursements. This information was reported on the appropriate FEC forms and filed with the FEC when required by law. Prior to filing any reports, I reviewed their content for completeness and accuracy and certified the reports to be true and correct to the best of my knowledge and belief. At no time have I ever filed any report with the Commission where I had any reasonable basis to suspect or believe that any information submitted might have been less than fully accurate.

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6. Mr. Caulder also maintained ADM's checking and savings accounts. Whenever ADM made a disbursement or contribution, I requested Mr. Caulder to prepare an ADM check for my signature. By entrusting Mr. Caulder with the maintenance of ADM's checking account, I intended to insure that all activity conducted by ADM was properly recorded in both ADM's bank records and in ADM's PAC reports filed with the Commission.

7. At no time did Mr. Caulder have signature authority over ADM's bank accounts or the authority to transfer funds via telephone from the ADM accounts. By vesting signature authority only over my name, it was my intention to prevent any unauthorized expenditure of PAC funds or any expenditure inconsistent with the PAC's disclosure reports.

8. On May 5, 1989 I discovered certain improprieties and inconsistencies in a personal bank account with which Mr. Mr. Caulder had contact. As a result, I immediately ordered a complete investigation and audit of all of my personal, corporate and political accounts, including ADM's. This review by the accounting firm of Bush, Levin & Tecosky, as well as Mr. Mr. Caulder's personal admission, revealed the embezzlement of several hundred thousand

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dollars from a number of my personal, corporate and political accounts, including the accounts of ADM.

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9. At the same time I initiated an audit of all of my personal, corporate and political accounts, I retained legal counsel to advise me as to how to proceed in complying fully with any federal or state election law matters arising out of this situation. On May 25, 1989, I notified the Commission's General Counsel and Assistant General Counsel through my counsel of my discovery of the embezzlement of PAC funds. This meeting was subsequently confirmed by letter on May 31, 1989 which included a request that a pre-MUR be opened.
  10. Near the end of May, 1989, I notified the District of Attorney of Philadelphia, Pennsylvania that investigations completed to date have revealed that Michael Caulder had apparently embezzled over \$400,000 from a number of my corporate and personal accounts, escrow accounts and ADM's accounts.
  11. Following an investigative review of the ADM's records and accounts, it was reported to me that Mr. Caulder had embezzled a total of \$51,600 of ADM funds between June 30, 1987 and December 31, 1988. Mr. Caulder embezzled these funds by forging my signature on ADM checks made payable to

him. Over the same period of time, Mr. Caulder redeposited \$6,680 into ADM's account, presumably to cover PAC contributions authorized and requested by me.

12. Between January 1, 1987 and December 31, 1988 I signed seven ADM reports that were filed with the Commission. For the reporting period covering January 1, 1987 through June 30, 1987, otherwise known as ADM's Mid-Year Report, ADM received \$16,000 in individual contributions. This amount represented the second largest receipt of funds in a single reporting period since its inception. During this same reporting period ADM dispensed its largest sum of funds ever to a single vendor, a pollster, in the amount of \$12,500. Mr. Caulder's reports accurately reflected this historic PAC activity, including ADM's cash on hand figures of \$40,975 which reconciled with what I knew to be the PAC's receipts and disbursements for the busiest period of financial and political activity in ADM's history. Consequently, I certified this first report of 1987 to be true, correct and complete to the best of my knowledge and belief.

13. For the reporting period covering June 30, 1987 through December 31, 1987, otherwise known as ADM's Year-End Report, ADM received \$13,500 in individual contributions and made a single disbursement of \$5,000 to a single

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vendor. Mr. Caulder's reports prepared for my review accurately reflected the PAC's receipt of additional funds as well as the PAC's single disbursement during this reporting period. Since this report disclosed the PAC's continued success in raising funds I noted that the PAC's cash on hand figure of \$49,475 at the close of this reporting period reasonably approximated the receipts and disbursements I knew to have flowed through the PAC's account from June 30, 1987 to December 31, 1987. Consequently Mr. Caulder's reports presented absolutely no reason for me to question the authenticity of Mr. Caulder's figures or to seek verification of Mr. Caulder's figures from the underlying documentation supporting his ADM reports. At no time did I know, or have any reason to suspect that during this same period of time Michael Mr. Caulder had forged my signature on five separate PAC checks effectively embezzling \$41,500 of ADM's funds. Nor did I know that following Mr. Caulder's submission of the Year End Report the Reports Analysis Division ("RAD") of the Commission notified ADM that its Year End Report cash on hand figures were incorrect. Although the letter from RAD was addressed to me, I never saw it, as Mr. Caulder routinely handled all Commission correspondence. Consequently, I had no knowledge that in response to the RAD letter Mr. Caulder forged my signature on an amended report and a letter to RAD which he subsequently filed with

the Commission. That amended report, which I never reviewed or certified, disclosed PAC activity and cash on hand figures different from the figures Mr. Caulder had previously asked me to review.

14. For the reporting period covering January 1, 1988 through March 31, 1988, otherwise known as ADM's April 15 Quarterly Report, the ADM PAC was essentially dormant. There were no contributions to the PAC and no contributions or disbursements from the PAC. Indeed, the only activity Mr. Caulder reported was what proved to be an erroneous entry of interest income on PAC funds received from Continental Bank. Since Mr. Caulder's reports including the PAC's cash on hand figures, reflected this absence of any PAC activity which I knew to be correct, I had no reason to suspect, believe or know that in actuality Mr. Caulder had forged my name on three PAC checks and withdrawn \$8,100 in PAC funds during this reporting period.

15. For the reporting period covering April 1, 1988 through June 30, 1988, otherwise known as ADM's July 15 Quarterly Report, ADM received no contributions and disbursed only two contributions totalling \$1,500. At the time I authorized the disbursement of these two contributions Mr. Caulder properly prepared an ADM check for my signature. On my subsequent review of Mr. Caulder's

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reports, I noted that the PAC's cash on hand figures and statements summarizing the PAC's receipts and disbursements reasonably approximated, to the best of my knowledge and belief, the financial activity I believed to have taken place by the PAC for this reporting period. As a result, I had no reason to question the accuracy of the PAC reports prepared by Mr. Caulder or to know that in actuality Mr. Caulder had redeposited \$430.00 in PAC funds he had previously embezzled ostensibly to provide funds for and to cover a portion of the two contributions I had authorized during this reporting period.

16. For the reporting period covering July 1, 1988 through October 19, 1988, otherwise known as ADM's Twelfth Day Report Preceding the 1988 General Election, ADM again received no contributions and disbursed only three contributions totalling \$5,100. Again, the PAC's cash on hand figures and statements summarizing the PAC's receipts and disbursements reasonably approximated, to the best of my knowledge and belief, the financial activity I knew to have taken place by the PAC for this reporting period and gave me no reason to question the accuracy of the reports prepared by Mr. Caulder. I had no reason to suspect, believe, or know that in actuality Mr. Caulder had redeposited \$3,650 of PAC funds that he had previously embezzled ostensibly to provide funds for and to cover a

portion of the three contributions I had authorized during this reporting period.

17. For the reporting period covering October 20, 1988 through November 28, 1988, otherwise known as ADM's Thirtieth Day Report Following the General Election, ADM received a single contribution in the amount of \$2,000 and made no disbursements. The PAC's cash on hand figures and statements summarizing the PAC's receipts and disbursements reasonably approximated, to the best of my knowledge and belief, the financial activity I knew to have taken place by the PAC for this reporting period. Since Mr. Caulder's reports reflected this limited financial activity which I knew to be correct, I had no reason to suspect, believe, or know that in actuality Mr. Caulder redeposited an additional \$2,600 ostensibly to provide funds for and to cover the contributions I had authorized in the previous reporting period. Nor did I have any reason to suspect, believe or know that shortly after Mr. Caulder deposited the single \$2,000 contribution the PAC received for this reporting period that he apparently forged my name on a PAC check yet again, and embezzled the \$2,000.

18. For the final report covering the reporting period November 28, 1988 through December 31, 1988, otherwise known as ADM's Year End Report, the PAC received no contributions

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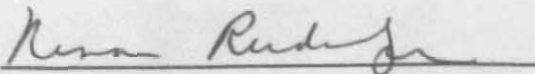
and made no disbursements. The PAC's cash on hand figures and statements summarizing the PAC's receipts and disbursements reasonably approximated, to the best of my knowledge and belief, this lack of financial activity which I knew to have occurred during this reporting period. Since, Mr. Caulder's reports reflected this lack of activity, I had no reason to question or doubt the accuracy of the reports. Nevertheless, Mr. Caulder also forged my signature on the report that was submitted to the Commission. Instead of submitting the report I had actually reviewed and certified, Mr. Caulder submitted a substitute upon which he forged my signature.

I declare under penalty of perjury that the foregoing is true and correct.

  
WILLIAM BATOFF

Signed and sworn before me this 7<sup>th</sup> day  
of August, 1989.

NOTARY PUBLIC



NOTARIAL SEAL  
NINA RUDOLPH, Notary Public  
City of Philadelphia, Phila. County  
My Commission Expires July 23, 1992

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**SENSITIVE**

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

FIRST GENERAL COUNSEL'S REPORT

Pre-MUR #: 222  
STAFF MEMBER: R. Raich

SOURCE: INTERNALLY GENERATED

RESPONDENTS: Alerted Democratic Majority and  
William W. Batoff, as treasurer  
Michael Caulder

RELEVANT STATUTES: 2 U.S.C. § 434(b)  
2 U.S.C. § 432(b)(3)

INTERNAL REPORTS CHECKED: Committee's  
MUR 2316

FEDERAL AGENCIES CHECKED: None

I. GENERATION OF MATTER

This is a matter generated as a result of information provided to the Commission by counsel for Alerted Democratic Majority (the "Committee") and William W. Batoff, as treasurer. (Attachment 1) The Committee is an unaffiliated multicandidate political committee.

II. FACTUAL AND LEGAL ANALYSIS

The evidence supplied by counsel -- including a sworn Affidavit by Mr. Batoff, a review compiled by certified public accountants, and amended reports -- indicates that the individual who handled the Committee's financial affairs, Michael Caulder, embezzled \$51,600 from the Committee. Naturally, the embezzled amounts and related transactions were not disclosed on the Committee's reports to the Commission.

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It appears that the Committee initially reported information incorrectly on the following six reports: 1987 Year-End Report, 1988 April Quarterly Report, 1988 July Quarterly Report, 1988 Pre-General Election Report,<sup>1</sup> 1988 Post-General Election Report, and 1988 Year-End Report. The Committee has now filed amended reports.

In the course of Michael Caulder's apparent embezzlement, he also evidently transferred \$6,680 back to the Committee so it could make contributions to other political committees. After analyzing bank records, the Committee's CPAs unearthed the following additional reporting violations: \$2,879.21 of interest income incorrectly reported as having been received by the Committee, \$600.00 of miscellaneous receipts incorrectly reported as having been received by the Committee, \$326.83 of bank fees not reported as having been incurred, and a \$60.00 disbursement incorrectly reported as having been made. Accordingly, it appears that the Committee incorrectly reported activity totaling \$62,146.04.

Pursuant to 2 U.S.C. § 434(b), each report of receipts and disbursements filed by a political committee must accurately disclose and itemize the committee's financial activity. Because the Committee's reports initially misreported over \$60,000 of activity, this Office recommends that the Commission find reason to believe the Committee and its treasurer violated

---

1. The Committee's 1988 Pre-General Election Report covered the period of June 30 through October 19, 1988. The Committee did not file a separate 1988 October Quarterly Report.

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2 U.S.C. § 434(b). The evidence suggests that the violation is greatly mitigated in this matter. After learning of the apparent embezzlement,<sup>2</sup> the treasurer ordered an independent audit, informed the Philadelphia District Attorney, retained counsel and notified the Commission, and filed amended reports. Nevertheless, these efforts do not negate the apparent violation.

Pursuant to 2 U.S.C. § 432(b)(3), the funds of a political committee may not be commingled with the personal funds of any individual. Because it appears that Michael Caulder, through embezzlement, transferred to himself \$51,600 belonging to the Committee, this Office recommends that the Commission find reason to believe Mr. Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).

III. RECOMMENDATIONS

1. Open a MUR.
2. Find reason to believe Alerted Democratic Majority and William W. Batoff, as treasurer, violated 2 U.S.C. § 434(b).
3. Find reason to believe Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).
4. Approve the attached Factual and Legal Analyses.

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2. William Batoff believes that Michael Caulder embezzled a total of over \$400,000 from Mr. Batoff's corporate, personal, escrow, and political accounts.

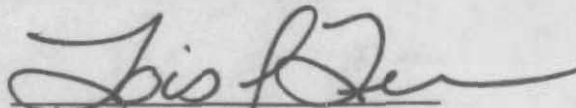
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5. Approve and send the attached letters.

Lawrence M. Noble  
General Counsel

Nov. 21, 1989  
Date

BY:

  
Lois G. Lerner  
Associate General Counsel

Attachments

1. Materials Provided by Counsel
2. Factual and Legal Analyses (2)
3. Letters

93040930917



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

MEMORANDUM

TO: LAWRENCE M. NOBLE  
GENERAL COUNSEL

FROM: MARJORIE W. EMMONS/DELORES HARRIS *DH*  
COMMISSION SECRETARY

DATE: NOVEMBER 27, 1989

SUBJECT: Pre-MUR 222 - FIRST GENERAL COUNSEL'S REPORT  
DATED NOVEMBER 21, 1989

The above-captioned document was circulated to the Commission on Wednesday, November 22, 1989 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 XXXX  
Commissioner McDonald \_\_\_\_\_  
Commissioner McGarry \_\_\_\_\_  
Commissioner Thomas XXXX

This matter will be placed on the meeting agenda for Tuesday, December 5, 1989 at 10:00 a.m.

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 )  
Alerted Democratic Majority and )  
William W. Batoff, as treasurer )  
Michael Caulder )

Pre-MUR 222

(MUR 3015)

CERTIFICATION

I, Hilda Arnold, recording secretary for the Federal Election Commission executive session of December 5, 1989, do hereby certify that the Commission decided by a vote of 6-0 to take the following actions in Pre-MUR 222:

1. Open a MUR as recommended in the General Counsel's Report dated November 21, 1989.
2. Find reason to believe Alerted Democratic Majority and William W. Batoff, as treasurer, violated 2 U.S.C. § 434(b), but take no further action, and close the file as it pertains to this committee and its treasurer.
3. Find reason to believe Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).
4. Approve the appropriate Factual and Legal Analyses.
5. Approve and send the appropriate letters.

Commissioners Aikens, Elliott, Josefiak, McDonald, McGarry and Thomas voted affirmatively for the decision.

12/6/89  
Date

Hilda Arnold  
Hilda Arnold  
Administrative Assistant

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WASHINGTON, D.C. 20006-4103  
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CHICAGO, ILLINOIS 60601-7567  
312-558-1000  
529 FIFTH AVENUE  
NEW YORK, NEW YORK 10017-4608  
212-949-7075  
580 HOWARD AVENUE  
SOMERSET, NEW JERSEY 08875-3939  
201-563-2700

DAVID M. IFSHIN

December 4, 1989

Lawrence Noble  
Federal Election Commission  
Office of General Counsel  
999 E Street, NW  
Washington, DC 20463

RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
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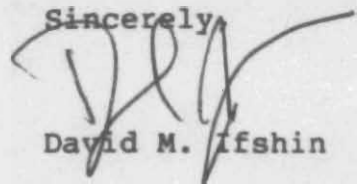
Dear Mr. Noble,

Re: PRE MUR 222

Please be advised that designated counsel of the  
Alerted Democratic Majority PAC has moved to the law firm of Ross  
& Hardies at the address listed above. All further  
correspondence associated with PRE MUR 222 should be directed to  
that address.

Thank you for your attention to this matter.

Sincerely,



David M. Ifshin

93040930920



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

December 15, 1989

Mr. Michael Caulder  
Suite 1520, Packard Building  
15th and Chestnut Streets  
Philadelphia, PA 19102

RE: MUR 3015  
Michael Caulder

Dear Mr. Caulder:

On December 5, 1989, the Federal Election Commission found that there is reason to believe you knowingly and willfully violated 2 U.S.C. § 432(b)(3), 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 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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Mr. Michael Caulder  
Page 2

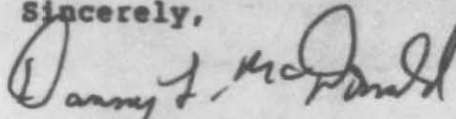
Requests for extensions of time will not be routinely granted. Requests must be made in writing at least five days prior to the due date of the response and specific good cause must be demonstrated. In addition, the Office of the General Counsel ordinarily will not give extensions beyond 20 days.

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 Robert Raich, the attorney handling this matter, at (202) 376-8200.

Sincerely,



Danny L. McDonald  
Chairman

Enclosures  
Factual and Legal Analysis  
Procedures  
Designation of Counsel Form

93040930922

FEDERAL ELECTION COMMISSION  
FACTUAL AND LEGAL ANALYSIS

RESPONDENT: Michael Caulder

MUR: 3015

In the normal course of carrying out its supervisory responsibilities, it has come to the attention of the Federal Election Commission that Michael Caulder, the individual who handled the financial affairs for Altered Democratic Majority (the "Committee"), apparently embezzled \$51,600 from the Committee.

The Federal Election Campaign Act of 1971, as amended, provides that the funds of a political committee may not be commingled with the personal funds of any individual. 2 U.S.C. § 432(b)(3). Because the evidence indicates that Michael Caulder, through embezzlement, transferred to himself \$51,600 belonging to the Committee, he apparently commingled funds of the Committee with his personal funds. Therefore, there is reason to believe that Mr. Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).

93040930923



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

December 15, 1989

David M. Ifshin, Esquire  
Ross & Hardies  
888 Sixteenth Street, N.W.  
Washington, D.C. 20006

RE: MUR 3015  
Alerted Democratic Majority and  
William W. Batoff, as treasurer

Dear Mr. Ifshin:

On December 5, 1989, the Federal Election Commission found that there is reason to believe Alerted Democratic Majority (the "Committee") and William W. Batoff, as treasurer, violated 2 U.S.C. § 434(b), a provision of the Federal Election Campaign Act of 1971, as amended. However, after considering the circumstances of this matter, the Commission also determined to take no further action and closed its file as it pertains to your clients. The Factual and Legal Analysis, which formed a basis for the Commission's finding, is attached for your information.

The Commission reminds you that the Committee and William W. Batoff are responsible for filing accurate and complete reports with the Commission. Their failure to do so appears to be a violation of 2 U.S.C. § 434(b). Your clients should take immediate steps to insure that this activity does not occur in the future.

The file will be made part of the public record within 30 days after this matter has been closed with respect to all other respondents involved. Should you wish to submit any materials to appear on the public record, please do so within ten days of your receipt of this letter. Such materials should be sent to the Office of the General Counsel.

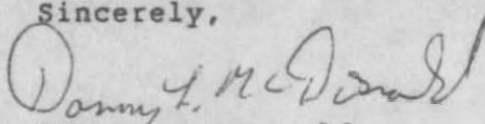
The confidentiality provisions of 2 U.S.C. §§ 437g(a)(4)(B) and 437g(a)(12)(A) remain in effect until the entire matter is closed. The Commission will notify you when the entire file has been closed.

93040930924

David M. Ifshin, Esquire  
Page 2

If you have any questions, please contact Robert Raich, the attorney handling this matter, at (202) 376-8200.

Sincerely,



Danny L. McDonald  
Chairman

Enclosure  
Factual and Legal Analysis

93040930925

FEDERAL ELECTION COMMISSION  
FACTUAL AND LEGAL ANALYSIS

RESPONDENTS: Alerted Democratic Majority and  
William W. Batoff, as treasurer

MUR: 3015

This is a matter generated as a result of information provided to the Commission by counsel for Alerted Democratic Majority (the "Committee") and William W. Batoff, as treasurer. The Committee is an unaffiliated multicandidate political committee.

The evidence supplied by counsel -- including a sworn Affidavit by Mr. Batoff, a review compiled by certified public accountants, and amended reports -- indicates that the individual who handled the Committee's financial affairs, Michael Caulder, embezzled \$51,600 from the Committee. The embezzled amounts and related transactions were not disclosed on the Committee's reports to the Commission.

It appears that the Committee initially reported information incorrectly on the following six reports: 1987 Year-End Report, 1988 April Quarterly Report, 1988 July Quarterly Report, 1988 Pre-General Election Report,<sup>1</sup> 1988 Post-General Election Report, and 1988 Year-End Report. The Committee has now filed amended reports.

---

1. The Committee's 1988 Pre-General Election Report covered the period of June 30 through October 19, 1988. The Committee did not file a separate 1988 October Quarterly Report.

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In the course of Michael Caulder's apparent embezzlement, he also evidently transferred \$6,680 back to the Committee so it could make contributions to other political committees. After analyzing bank records, the Committee's CPAs unearthed the following additional reporting violations: \$2,879.21 of interest income incorrectly reported as having been received by the Committee, \$600.00 of miscellaneous receipts incorrectly reported as having been received by the Committee, \$326.83 of bank fees not reported as having been incurred, and a \$60.00 disbursement incorrectly reported as having been made. Accordingly, it appears that the Committee incorrectly reported activity totaling \$62,146.04.

Pursuant to 2 U.S.C. § 434(b), each report of receipts and disbursements filed by a political committee must accurately disclose and itemize the committee's financial activity. Because the Committee's reports initially misreported over \$60,000 of activity, there is reason to believe Altered Democratic Majority and William W. Batoff, as treasurer, violated 2 U.S.C. § 434(b).

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RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL

6CC#5007

89 DEC 29 PM 12:27

LAW OFFICES

NASUTI AND MILLER

1325 SPRUCE STREET

PHILADELPHIA, PENNSYLVANIA 19107

JEFFREY M. MILLER  
CARMEN C. NASUTI

(215) KINGSLEY 5-8488

December 27, 1989

Danny L. McDonald  
Chairman  
Federal Election Commission  
Washington, DC 20463

Re: Michael Caulder  
MUR 3015

Dear Mr. McDonald:

Please be advised that we have been asked to represent Michael Caulder in connection with an FEC inquiry pursuant to a notification letter dated December 15, 1989 from your office.

I am enclosing herein the formal Statement of Designation of Counsel signed by my client and we would ask that any inquiries be directed through this office and that there kindly be no direct communication with Mr. Caulder. I look forward to conferring with you with reference to this matter at your convenience.

Yours truly,

  
JEFFREY M. MILLER

JMM/bf  
Encl.

cc: Michael Caulder (w/o encl.)  
Charles J. Bloom, Esquire (w/o encl.)  
Marc Neff, Esquire (w/o encl.)

93040930928

STATEMENT OF DESIGNATION OF COUNSEL

MUR 3015

NAME OF COUNSEL: JEFFREY MILLER ESQ

ADDRESS: 1325 SPRUCE ST  
PHILA PA. 19107

TELEPHONE: 215-545-8488

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.

Dec 27, 1989  
Date

Michael W. Calder  
Signature

RESPONDENT'S NAME: MICHAEL CALDER

ADDRESS: 1712 CHANTILLER DR  
CHERRY HILL, N.J. 07003

HOME PHONE: \_\_\_\_\_

BUSINESS PHONE: \_\_\_\_\_

93040930929



RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL

HAND DELIVERED  
FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
MAIL ROOM

OBC 5024

90 JAN -3 PM 1:18

90 JAN 3 AM 10:20  
89 DEC 28 AM 10:20

December 26, 1989

Federal Election Commission  
Reports Analysis Division  
999 "E" Street N.W.  
Washington D.C. 20463

Attention: Todd Hageman

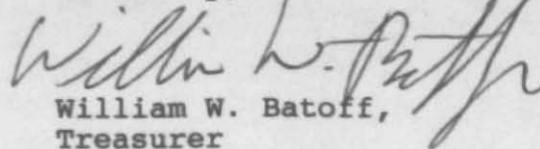
Re: MUR 3015 Identification No. C00142653 (Alerted  
Democratic Majority, William W. Batoff, Treasurer)

Dear Mr. Hageman:

Pursuant to your discussion with my attorney David Ifshin, Esquire, I need not file an answer to the December 20, 1989 correspondence sent from Kate Henry since the federal election commission on December 15, 1989, issued a report (MUR 3015), a copy of which I have enclosed herein.

Thus, should you require any further information, please do not hesitate to call.

Sincerely,

  
William W. Batoff,  
Treasurer

WWB/sra

cc: David Ifshin, Esquire

93040930930



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

January 19, 1990

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Mr. Michael Caulder  
1712 Chanticleer Street  
Cherry Hill, New Jersey 08003

Re: MUR 3015  
Michael Caulder


Dear Mr. Caulder:

On December 15, 1989 the Federal Election Commission mailed you a letter informing you that the Commission had found reason to believe you knowingly and willfully violated 2 U.S.C. § 432(b)(3). The letter also informed you that you could request to enter into pre-probable cause conciliation.

You were notified that you had 15 days within which to respond to the Commission's reason to believe finding. As of this date, the Commission has received no response from you. Be advised that if you do not respond immediately, the General Counsel's Office will proceed to the next stage of the enforcement process.

Sincerely,

Lawrence M. Noble  
General Counsel

By:   
Lois G. Lerner  
Associate General Counsel

93040930931

90 JUL 26 PM 12:09

**SENSITIVE**

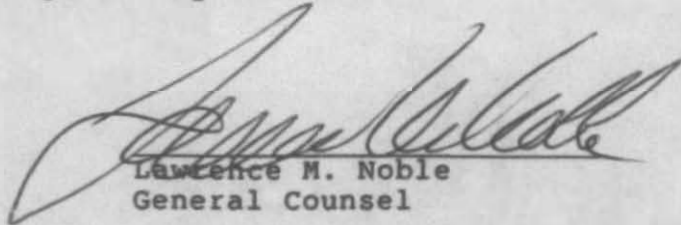
BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of )  
                              )           MUR 3015  
Michael Caulder     )

GENERAL COUNSEL'S REPORT

The Office of the General Counsel is prepared to close the investigation in this matter as to Michael Caulder, based on the assessment of the information presently available.

Date 7/26/90

  
Lawrence M. Noble  
General Counsel

93040930932



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

August 6, 1990

Jeffrey Miller, Esquire  
Nasuti and Miller  
1325 Spruce Street  
Philadelphia, Pennsylvania 19107

RE: MUR 3015  
Michael Caulder

Dear Mr. Miller:

Based on information ascertained in the normal course of carrying out its supervisory responsibilities, on December 5, 1989, the Federal Election Commission found reason to believe Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), 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 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.

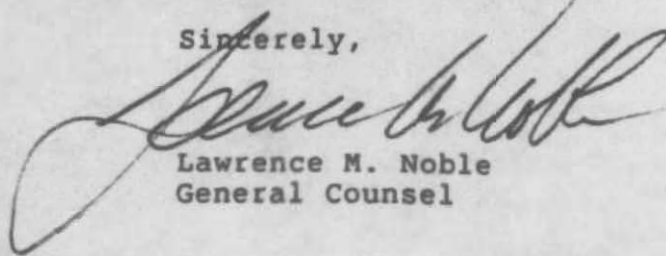
Should you have any questions, please contact Robert Raich,

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Jeffrey Miller, Esquire  
Page 2

the attorney handling this matter, at (202) 376-8200.

Sincerely,



Lawrence M. Noble  
General Counsel

Enclosure  
Brief

93040930934

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of )  
 ) MUR 3015  
Michael Caulder )

GENERAL COUNSEL'S BRIEF

I. STATEMENT OF THE CASE

In the normal course of carrying out its supervisory responsibilities, it came to the attention of the Federal Election Commission that Michael Caulder, the individual who handled the financial affairs for Alerted Democratic Majority (the "Committee"), apparently embezzled \$51,600 from the Committee. The Committee is an unaffiliated multicandidate political committee. Accordingly, the Commission found reason to believe Mr. Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), and conducted an investigation in this matter.

II. ANALYSIS

The Federal Election Campaign Act of 1971, as amended, provides that the funds of a political committee may not be commingled with the personal funds of any individual. 2 U.S.C. § 432(b)(3). The evidence in this matter includes sworn testimony by the Committee's Treasurer, the Committee's amended reports filed with the Commission, and statements from the Treasurer's attorneys and accountants. Moreover, the General Counsel's Office is aware that Michael Caulder has been convicted under Pennsylvania state law for embezzling funds from other organizations controlled by the Committee's Treasurer. Mr. Caulder has not formally responded to the Commission's reason to believe findings against him.

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The evidence indicates that Michael Caulder, through embezzlement, transferred to himself \$51,600 belonging to the Committee. He thus commingled funds of the Committee with his personal funds. For the foregoing reasons, this Office recommends that the Commission find probable cause to believe Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).

III. GENERAL COUNSEL'S RECOMMENDATION

Find probable cause to believe Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).

Date

8/6/91

  
Lawrence M. Noble  
General Counsel

93040930936

RECEIVED  
NOV 29 PM 5:00

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of )  
Michael Caulder ) MUR 3015  
)

**SENSITIVE**  
DEC 11 1990  
**EXECUTIVE SESSION**

GENERAL COUNSEL'S REPORT

I. BACKGROUND

As a result of information provided by counsel for the Alerted Democratic Majority (the "Committee"), on December 6, 1989, the Commission found reason to believe that Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3) in connection with his apparent embezzlement of \$51,600 from the Committee. On the same date, the Commission found reason to believe the Committee and William W. Batoff, as treasurer, violated 2 U.S.C. § 434(b), but decided to take no further action and close the file with respect to these respondents.

On August 6, 1990, this Office forwarded a brief on probable cause to counsel for Mr. Caulder. While staff of this Office have been in telephonic contact with counsel, no written response to the Commission's reason to believe findings or to the General Counsel's Brief has been received.

II. ANALYSIS

For analysis of this matter, please see the General Counsel's Brief.

III. DISCUSSION OF DISPOSITION

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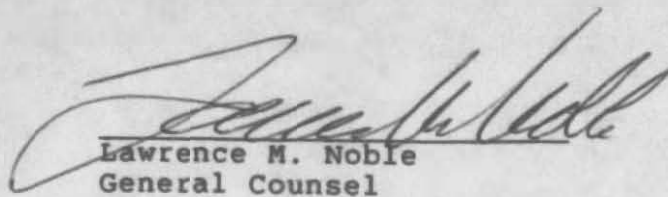
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IV. RECOMMENDATIONS

1. Find probable cause to believe that Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).

2. Approve the attached conciliation agreement and the appropriate letter.

11/29/90  
Date

  
Lawrence M. Noble  
General Counsel

Attachment  
Conciliation Agreement

Staff assigned: Jonathan Bernstein

93040930939

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of )  
Michael Caulder ) MUR 3015

CERTIFICATION

I, Marjorie W. Emmons, recording secretary for the Federal Election Commission executive session on December 11, 1990, do hereby certify that the Commission decided by a vote of 5-1 to take the following actions in MUR 3015:

1. Find probable cause to believe that Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3).
2. Approve the conciliation agreement and the appropriate letter as recommended in the General Counsel's report dated November 29, 1990.

Commissioners Aikens, Josefiak, McDonald, McGarry, and Thomas voted affirmatively for the decision; Commissioner Elliott dissented.

Attest:

12-12-90  
Date

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

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FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

December 18, 1990

Jeffrey M. Miller, Esquire  
Nasuti and Miller  
1325 Spruce Street  
Philadelphia, PA 19107

RE: MUR 3015  
Michael Caulder

Dear Mr. Miller:

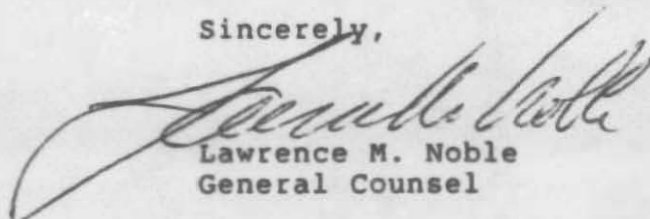
On December 11, 1990, the Federal Election Commission found that there is probable cause to believe your client Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), a provision of the Federal Election Campaign Act of 1971, as amended, in connection with his embezzlement of funds of the Altered Democratic Majority Committee.

The Commission has a duty to attempt to correct such violations for a period of 30 to 90 days by informal methods of conference, conciliation, and persuasion, and by entering into a conciliation agreement with a respondent. If we are unable to reach an agreement during that period, the Commission may institute a civil suit in United States District Court and seek payment of a civil penalty.

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 within ten days. I will then recommend that the Commission accept the agreement. Please make your check for the civil penalty payable to the Federal Election Commission.

If you have any questions or suggestions for changes in the enclosed conciliation agreement, or if you wish to arrange a meeting in connection with a mutually satisfactory conciliation agreement, please contact Jonathan Bernstein, the attorney assigned to this matter, at (202) 376-5690.

Sincerely,



Lawrence M. Noble  
General Counsel

Enclosure  
Conciliation Agreement

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06C 9137

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FEDERAL ELECTION COMMISSION  
OFFICE SERVICES BRANCH

90 DEC 27 AM 10:35

LAW OFFICES  
NASUTI AND MILLER  
THE BOURSE  
SUITE 860

21 SOUTH FIFTH STREET  
PHILADELPHIA, PENNSYLVANIA 19106

JEFFREY M. MILLER  
CARMEN C. NASUTI

(215) 829-1101  
FAX (215) 829-1105

December 26, 1990

Jonathan Bernstein, Esquire  
Federal Election Commission  
Washington, DC 20463

Re: MUR 3015  
Michael Caulder

Dear Mr. Bernstein:

Please be advised that we received Mr. Noble's letter dated December 18, 1990.

Initially, Mr. Caulder is apparently serving a prison sentence imposed as a direct result of the overall alleged misappropriation of funds, herein. It is my understanding that a portion of the funds which serve as the predicate for the conviction and prison sentence may have been FEC funds.

In view of the fact that he is in custody and has not had an opportunity to formally retain counsel in Washington, D.C. to address this matter, we would suggest that it might be appropriate to simply defer any negotiations or litigation for a reasonable period of time. Thank you.

Yours truly,

*Jeffrey M. Miller*  
JEFFREY M. MILLER

JMM/bf

cc: Joel Moldovsky, Esquire  
Michael Caulder

90 DEC 27 PM 1:30

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FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL

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FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

March 13, 1991

Jeffrey M. Miller, Esquire  
Nasuti and Miller  
1325 Spruce Street  
Philadelphia, PA 19107

RE: MUR 3015  
Michael Caulder

Dear Mr. Miller:

On December 11, 1990, the Federal Election Commission found that there is probable cause to believe your client Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), a provision of the Federal Election Campaign Act of 1971, as amended, in connection with his embezzlement of funds of the Altered Democratic Majority Committee. On December 18, 1990, you were sent a conciliation agreement offered by the Commission in settlement of this matter.

On December 26, 1990, you wrote this Office asking to defer negotiations for a reasonable period of time because Mr. Caulder "is in custody and has not had an opportunity to formally retain counsel in Washington, D.C. to address this matter." We have received nothing further from you or from Mr. Caulder in response to the Commission's proposed conciliation agreement. Please note that the 90 day maximum period for conciliation pursuant to 2 U.S.C. § 437g(a)(4)(A)(i) will shortly expire. The Commission is eager to reach a negotiated settlement of this matter which vindicates its interest in enforcement of the Federal Election Campaign Act, but which also recognizes the unusual mitigating circumstances involved. We cannot do so, however, without a response to the Commission's proposal, and as our earlier letter informed you, absent a response, this Office will have no choice but to go forward to the Commission with a recommendation regarding civil suit against Mr. Caulder.

Please respond to this letter within five days of its receipt, to inform us whether Mr. Caulder is interested in a negotiated resolution of this matter. If you have any

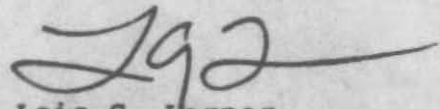
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Jeffrey M. Miller, Esquire  
Page 2

questions, please contact Jonathan Bernstein, the attorney  
assigned to this matter, at (202) 376-5690.

Sincerely,

Lawrence M. Noble  
General Counsel



BY: Lois G. Lerner  
Associate General Counsel

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MAIL ROOM

91 MAR 21 PH 1:07

LAW OFFICES  
NASUTI AND MILLER

THE BOURSE  
SUITE 860

21 SOUTH FIFTH STREET  
PHILADELPHIA, PENNSYLVANIA 19106

JEFFREY M. MILLER  
CARMEN C. NASUTI

(215) 829-1101  
FAX (215) 829-1105

March 19, 1991

Lois G. Lerner, Esquire  
Associate General Counsel  
Federal Election Commission  
Washington, D.C. 20463

Re: Michael Caulder  
MUR 3015

Dear Ms. Lerner:

Please be advised that we are in possession of your March 13, 1991 letter.

Michael Caulder is currently incarcerated at Graterford State Penitentiary, Box 244, Graterford, PA 19426. We are not representing Mr. Caulder in connection with the Federal Election Commission matter and we are sending a copy of your letter on to him at that address.

We hope that he will retain the services of counsel in Washington, D.C., as we requested.

Thank you.

Very truly yours,

JEFFREY M. MILLER

JMM/ky

cc: Michael Caulder (w/enclosures)

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FEDERAL ELECTION COMMISSION  
OFFICE OF GENERAL COUNSEL  
91 MAR 21 PH 3:25

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FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

March 25, 1991

Jonathan Ganz, Esquire  
Bellevue Office, Suite 600  
Broad & Walnut Street  
Philadelphia, PA 19107

RE: MUR 3015  
Michael Caulder

Dear Mr. Ganz:

On March 22, 1991, my office received a call from your client, Michael Caulder, informing us of his new counsel and requesting that a conciliation agreement be sent to you. I understand that we will shortly receive written confirmation by Mr. Caulder of your representation. Enclosed is a copy of the Commission's notification letter and conciliation agreement which was sent to Mr. Caulder's former counsel in December 1990.

Sincerely,

Lawrence M. Noble  
General Counsel

A handwritten signature in cursive script that reads "Jonathan Bernstein".

BY: Jonathan Bernstein  
Assistant General Counsel

Enclosures  
Letter to Respondent  
Conciliation Agreement

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FEDERAL ELECTION COMMISSION  
MAIL ROOM

MICHAEL CAULDER  
BI 5088  
PO. BOX 245  
GRATERSFORD PA 19426

06C 0564

91 APR -1 AM 9:24

RE: MUA 3015

March 26, 1991

Dear Mr. Bernstein,

As per your conversation with Wendy Bookler,  
yesterday, and the message I left for you on Friday March 22,  
I am no longer represented by Jeffrey Miller Esq. in this  
matter. I am being represented by Jonathan Ganz Esq.

His address is: Astor, Weira and Neuman  
The Bellvue - Sixth Floor  
Broad and Walnut sts.  
Phila. PA. 19102 215-790-0100

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OFFICE OF CLERK  
BERNSTEIN  
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I would like to take this opportunity to thank  
you for the understanding and consideration that you have  
accorded me. As I have not yet had an opportunity to  
review your proposed agreement I cannot comment on  
it, but hope this matter can be resolved amicably.

Very truly yours,  
Michael Caulder

91 APR -1 AM 11:18

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of  
Michael Caulder

)  
)  
)  
)  
)

MUR 3015

**SENSITIVE**

GENERAL COUNSEL'S REPORT

On December 11, 1990, the Commission found probable cause to believe that Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3) and approved a proposed conciliation agreement. This Office notified counsel of this finding by letter dated December 18, 1990 and attached the proposed agreement. On December 26, 1990, counsel wrote this Office (Attachment 1), requesting a reasonable extension of time to respond, stating that Mr. Caulder was in prison and was seeking new counsel in Washington, D.C. After unsuccessful telephonic attempts to contact counsel, this Office wrote counsel by letter dated March 13, 1991 (Attachment 2), explaining that the Commission was interested in resolving the matter but that we had so far received no response to the proposed conciliation agreement.

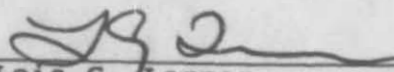
On March 22, 1991, Mr. Caulder telephoned staff of this Office, informing us that he was no longer represented by his previously designated counsel, that he had never received the Commission's proposed conciliation agreement, and that he had new counsel. He requested this Office to forward a copy of the

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proposed conciliation agreement to his new counsel and we did so. Under the unusual circumstances presented in this matter, we intend to continue conciliation negotiations for an additional 30 days.

Lawrence M. Noble  
General Counsel

3/21/91  
Date

BY:   
Lois G. Lerner  
Associate General Counsel

Attachments

1. Letter from counsel
2. Reminder letter to counsel

Staff assigned: Jonathan Bernstein

93040930949



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

May 21, 1991

**BY FEDERAL EXPRESS**

Jonathan Ganz, Esquire  
Bellevue Office, Suite 600  
Broad & Walnut Street  
Philadelphia, PA 19107

RE: MUR 3015  
Michael Caulder

Dear Mr. Ganz:

On December 11, 1990, the Federal Election Commission found that there is probable cause to believe your client Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), a provision of the Federal Election Campaign Act of 1971, as amended, in connection with his embezzlement of funds of the Altered Democratic Majority Committee. On December 18, 1990, a conciliation agreement offered by the Commission in settlement of this matter was sent to Jeffrey Miller, then counsel to Mr. Caulder.

On December 26, 1990, Mr. Miller wrote this Office asking to defer negotiations for a reasonable period of time because Mr. Caulder "is in custody and has not had an opportunity to formally retain counsel in Washington, D.C. to address this matter." On March 25, 1991, this Office forwarded to you, as Mr. Caulder's new counsel, a copy of a proposed conciliation agreement, and on April 1, 1991, we received Mr. Caulder's written designation of you as his counsel. On April 23, 1991, you indicated in a telephone conversation with Jonathan Bernstein of this Office that we would receive a response by the end of that week, but as of nearly four weeks later we have seen nothing.

Please note that the maximum period for conciliation pursuant to 2 U.S.C. § 437g(a)(4)(A)(i) is 90 days. The Commission is eager to reach a negotiated settlement of this matter which vindicates its interest in enforcement of the Federal Election Campaign Act, but which also recognizes the unusual mitigating circumstances involved. We cannot do so, however, without an immediate response to the Commission's proposal, and absent such a response, this Office will have no choice but to go forward to the Commission with a recommendation regarding civil suit against Mr. Caulder.

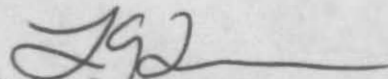
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Jonathan Ganz, Esquire  
Page Two

If you have any questions, please contact Jonathan Bernstein,  
Assistant General Counsel, at (202) 376-5690.

Sincerely,

Lawrence M. Noble  
General Counsel

  
BY: Lois G. Lerner  
Associate General Counsel

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BEFORE THE FEDERAL ELECTION COMMISSION

In The Matter of  
Michael Caulder

)  
)  
)

MUR 3015

**SENSITIVE**

GENERAL COUNSEL'S REPORT

On December 11, 1990, the Commission found probable cause to believe that Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), a provision of the Federal Election Campaign Act of 1971, as amended, in connection with his embezzlement of funds of the Alerted Democratic Majority Committee. A copy of the proposed conciliation agreement forwarded to his counsel on December 18, 1990 is appended at Attachment 1.

In a General Counsel's Report circulated April 1, 1991, this Office related that Mr. Caulder had retained new counsel and that we had forwarded a copy of the probable cause notification and proposed conciliation agreement to his new counsel. On that date as well, we received Mr. Caulder's written designation of his new counsel, including his "hope [that] this matter can be resolved amicably" (Attachment 2).

On April 23, 1991, in a telephone conversation with staff of this Office, Mr. Caulder's new counsel promised that we would receive a response to the Commission's conciliation agreement within a week. Having received no response, on May 21, 1991, this Office wrote to new counsel, reiterating the Commission's desire to settle the matter but pointing out that unless we received an immediate response, we would have no choice but to recommend the Commission authorize civil suit against Mr. Caulder

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(Attachment 3). We have still received no response from Mr. Caulder or his counsel, and additional telephone calls to counsel have not been returned.

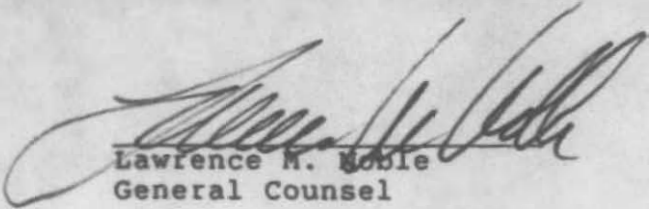
Although this Office conveyed quite explicitly the Commission's willingness to recognize the unusual mitigating circumstances involved, we cannot negotiate a resolution of this matter if counsel fails to respond. Therefore, this Office recommends the Commission authorize this Office to bring a civil suit against Mr. Caulder.

RECOMMENDATIONS

1. Authorize the Office of the General Counsel to file civil suit in United States District Court against Michael Caulder, pursuant to 2 U.S.C. § 437g(a)(6)(A).
2. Approve the appropriate letter.

Date

6/10/91

  
Lawrence M. Noble  
General Counsel

Attachments

1. Letter and Conciliation Agreement
2. Letter from Mr. Caulder
3. Letter to New Counsel

Staff Assigned: Jonathan Bernstein

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BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of        )  
                              )       MUR 3015  
Michael Caulder        )

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 3015:

1. Authorize the Office of the General Counsel to file civil suit in United States District Court against Michael Caulder, pursuant to 2 U.S.C. § 437g(a)(6)(A).
2. Approve the appropriate letter as recommended in the General Counsel's report dated June 10, 1991.

Commissioners Aikens, Elliott, Josefiak, McDonald, McGarry, and Thomas voted affirmatively for the decision.

Attest:

6-19-91  
Date

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

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FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

June 20, 1991

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

Jonathan Ganz, Esquire  
Bellevue Office, Suite 600  
Broad & Walnut Street  
Philadelphia, PA 19107

RE: MUR 3015  
Michael Caulder

Dear Mr. Ganz:

On December 11, 1990, the Federal Election Commission found probable cause to believe that your client Michael Caulder knowingly and willfully violated 2 U.S.C. § 432(b)(3), a provision of the Federal Election Campaign Act of 1971, as amended, in connection with the captioned matter. Upon learning that Mr. Caulder had designated you as his new counsel, my staff forwarded a copy of the probable cause notification and the proposed conciliation agreement to you by letter dated March 25, 1991. On April 1, 1991, we received Mr. Caulder's written designation of counsel, including his expression of "hope [that] this matter can be resolved amicably." Despite one oral representation that you would respond to the Commission's proposal, and despite repeated attempts by my staff to solicit such a response, you submitted nothing.

As a result of our inability to settle this matter through conciliation, the Commission has authorized the General Counsel to institute a civil action for relief against your client in the United States District Court.

Should you have any questions, or should you wish to settle this matter prior to suit, please contact V. Colleen Miller, Acting Assistant General Counsel, at (202) 376-5690, within five days of your receipt of this letter.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lawrence M. Noble".

Lawrence M. Noble  
General Counsel

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RECEIVED  
F.E.C.  
COMMISSION

IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF PENNSYLVANIA

FEDERAL ELECTION COMMISSION,  
Plaintiff,  
v.  
MICHAEL CAULDER,  
Defendant.

FILED JUN 16 1992

Civil Action No. 91-6590  
FINAL CONSENT ORDER  
AND JUDGMENT

RECEIVED  
FEDERAL ELECTION COMMISSION  
OFFICE OF THE CLERK  
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FINAL CONSENT ORDER AND JUDGMENT

This action for declaratory, injunctive and other relief was instituted by the plaintiff Federal Election Commission (the "Commission" or "FEC") against the defendant Michael Caulder pursuant to the express authority granted the Commission by sections 307(a)(6) and 309(a)(6)(A) of the Federal Election Campaign Act of 1971, as amended (the "Act" or "FECA"), codified at 2 U.S.C. § 437d(a)(6) and 437g(a)(6)(A).

This Court has original jurisdiction over this suit pursuant to 28 U.S.C. § 1345 as an action brought by an agency of the United States expressly authorized to sue by an Act of Congress. Venue is properly found in the Eastern District of Pennsylvania in accord with 2 U.S.C. § 437g(a)(6)(A) as defendant can be found, resides, or transacts business in this district. The plaintiff Commission has satisfied all jurisdictional requirements which are prerequisites to filing this suit.

The parties now agree to entry of this Court's judgment and consent to the issuance of this order, as evidenced by the signatures of defendant and counsel for the Commission.

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The parties agree that the pertinent facts in this matter are as follows:

1. Alerted Democratic Majority (the "Committee") is a political committee within the meaning of 2 U.S.C. § 431(4). William Batoff has been treasurer of the Committee since it registered with the Commission in 1981.

2. Defendant Michael Caulder, an employee of Mr. Batoff's title insurance company since 1980, assisted Mr. Batoff with the preparation of the Committee's reports and receipts and disbursements and with the maintenance of the Committee's accounts and records.

3. On May 5, 1989, Mr. Batoff discovered certain discrepancies and improprieties in a personal account with which defendant appeared to have had some contact. Following this discovery, Mr. Batoff retained certified public accountants to conduct a complete investigative review of all of his personal and corporate accounts. As a result of this investigation, it was revealed that Caulder had embezzled several hundred thousand dollars from the personal and corporate accounts of Mr. Batoff. It was further revealed, that by forging Mr. Batoff's signature on Committee checks made payable to Michael Caulder, defendant embezzled for his own personal use a total of \$51,600 of Committee funds between the period June 30, 1987 and December 31, 1988. To disguise his embezzlement of Committee funds, Caulder supplied false information on the Committee's reports of receipts and disbursements that he prepared for filing with the Federal Election Commission. Defendant Michael Caulder knowingly and

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willfully commingled the funds he embezzled from the Committee with his personal funds.

4. Section 432(b)(3) of Title 2, United States Code, prohibits the commingling of the funds of a political committee with that of an individual.

5. Caulder was criminally prosecuted by the State of Pennsylvania and served one year in prison of a one to five year sentence and fined \$2,000 for the embezzlement of funds from accounts belonging to or under the legal control of William Batoff. As a condition of his parole, Caulder must refrain from involvement with the funds of other persons.

6. Subsequent to the discovery of Caulder's embezzlement, William Batoff initiated a civil action to recover the funds embezzled by Caulder from Mr. Batoff's personal and corporate accounts, as well as the amounts embezzled from the Committee. As a result of this civil suit, Mr. Batoff holds a \$1,498,360.56 judgment against Caulder, an amount which includes the funds embezzled from the Committee, as well as nearly \$1,000,000 in punitive damages.

7. Caulder avers that he has no property or assets other than a town house owned jointly with his wife Myra Caulder and that the town house is subject to a \$140,000 mortgage and a lien for the civil judgment held by Mr. Batoff against defendant Caulder. Caulder also avers that he and his wife are separated, that a divorce action is being filed, and that he no longer has contact with his wife who lives in the town house with her children. Caulder further states that he has no other personal

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property other than clothing. Caulder also states that in addition to the civil judgment held by Mr. Batoff and the mortgage on the town house, he owes \$60,000 for a bank loan, \$16,000 in legal fees, \$50,000 in taxes, interest and penalties to the Internal Revenue Service, and \$2,150 in court costs and fines associated with his criminal prosecution. Caulder maintains that his only income is \$290.00 a week, which he earns as a maintenance employee of a nursing/retirement home.

Therefore, it is hereby ORDERED, ADJUDGED AND DECREED:

1. That Michael Caulder knowingly and willfully commingled \$51,600 of funds belonging to a political committee with his personal funds in violation of 2 U.S.C. § 432(b)(3);

2. That Michael Caulder is permanently enjoined from commingling funds belonging to a political committee with his personal funds in violation of 2 U.S.C. § 432(b)(3);

3. That Michael Caulder is permanently enjoined from engaging in any activity which will result in him being responsible for the funds, accounts, or any financial records of any political committee whatever, and from engaging in any activity which will result in him being responsible in any way for the preparation or filing of reports of receipts and disbursements with the Federal Election Commission;

4. That the Commission is awarded a civil penalty to be paid by Michael Caulder in the amount of \$103,200;

5. That because of the financial circumstances averred by Michael Caulder, all but Three Thousand Dollars (\$3,000) of the civil penalty to be paid by Michael Caulder is suspended;

6. That Michael Caulder shall pay \$3,000 to the Commission by making an initial payment of \$300 on September 1, 1992, and thereafter, beginning on October 1, 1992, by making consecutive monthly installments of \$150 each for eighteen (18) months;

7. That each monthly installment of the civil penalty to be paid to the Commission shall be paid no later than the first day of the month in which it becomes due;

8. That 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 defendant;

9. That failure by the Commission to accelerate the payments with regard to any overdue installment payment of the civil penalty shall not be construed as a waiver of its right to do so with regard to future overdue installments;

10. That should alteration of Michael Caulder's financial circumstances warrant it, the Commission may require that all or part of the suspended amount of the civil penalty be reinstated by making appropriate application to the Court;

11. That the Commission may review compliance with this final consent order and judgment and, if it discovers that this final consent order and judgment or any requirement thereof has been violated, the Commission may seek enforcement of the terms of this final consent order and judgment, or request that the full \$103,200 penalty be imposed in whole or in part without objection from defendant Caulder;

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12. That if the Commission discovers that any representations made by defendant to the Commission during this litigation are inaccurate or intentionally misleading, the Commission may request that the full \$103,200 penalty be imposed without objection from defendant Caulder;

13. That failure by the Commission to seek enforcement of the terms of this final consent order and judgment, or to request imposition of the full \$103,200 penalty with regard to a violation of this final consent order and judgment shall not be construed as a waiver of the Commission's right to do so with regard to future violations of this final consent order and judgment;

14. That the parties shall bear their own costs and attorney's fees in this litigation.

6-16-92  
Date

Clarence C. Newcomer  
Clarence C. Newcomer  
United States District Judge

We hereby consent to the entry of the foregoing consent order and judgment.

Lawrence M. Noble  
Lawrence M. Noble  
General Counsel

Michael W. Caulder  
Michael W. Caulder  
DEFENDANT  
1666 Callowhill Street, #315  
Philadelphia, PA 19130  
(215) 563-3991  
201 VASSAR CIRCLE  
WAYNE PA 19087

Richard B. Bader  
Richard B. Bader  
Associate General Counsel



*Stephen E. Herzkowitz*

Stephen E. Herzkowitz  
Assistant General Counsel

*Kenneth E. Kellner*

Kenneth E. Kellner  
Attorney

FOR THE PLAINTIFF  
FEDERAL ELECTION COMMISSION  
999 E Street, N.W.  
Washington, D.C. 20463  
(202) 219-3400

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ENTERED: 6-17-92

CLERK OF COURT



FEDERAL ELECTION COMMISSION  
WASHINGTON, D C 20463

THIS IS THE END OF MUR # 3015

DATE FILMED \_\_\_\_\_ CAMERA NO. \_\_\_\_\_

CAMERAMAN \_\_\_\_\_

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