



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

THIS IS THE BEGINNING OF MUR # 3070

DATE FILMED 12/26/90 CAMERA NO. 2

CAMERAMAN AS


20040313332

The Eagle Group

Public Affairs and Marketing

Stephen R. Frank
President

May 16, 1990

MUR 3070 

Executive Director
Federal Elections Commission
999 E Street NW
Washington D.C. 20463

Dear Sir,

I am writing to you to file a complaint in regard to the finance records of Mr. Sang Korman, a Republican candidate for office in the 21st District in California.

1. I note that Mr. Korman still owes over \$12,000 to Marathon Communications from his 1988 campaign. Marathon is a corporation. It does not appear that he has paid any money to them in the past year and a half, nor have they charged him interest.

It appears to me, that at this time, the money is a donation. Therefore, it would be illegal on two grounds, first a corporation can not donate to a Federal campaign. Second, the amount of money is significantly over the limit.

2. It is noted that a Bob Lavoie is a consultant to the Korman campaign. He had worked for Marathon Communications and was the on site person for the 1988 Korman effort.

Sometime shortly after the first of January, 1989, Mr. Korman hired Lavoie for his corporation. It is my understanding that while working for the corporation, he was also organizing the Korman for Congress in 1990 effort. This in kind contribution from the corporation to the Korman campaign committee does not show on any of the FEC reports.

I believe that monies in salary to Bob Lavoie must be allocated as a campaign expense.

3. While analyzing the May 25, 1988 economic interest

90 MAY 30 PM 3:17

RECEIVED
FEDERAL ELECTIONS COMMISSION
MAY 30 1990

report of Mr. Korman, I do not note sufficient liquid assets for him to have loaned \$286,000 to his own campaign, kept up his lifestyle, shortly after the race to buy a million dollar home, a couple of Mercedes Benz cars, and other highly expensive items.

I should also note that during the 1988 race Mr. Korman claimed that just the year before he was selling items at the Newbury Park Swap Meet, just to make ends meet. Yet his income and assets don't match his expenditures.

4. It appears that he has also loaned a great deal of money to his current campaign, since the day after he reported having only \$4,400 cash on hand, he purchased over \$55,000 of TV time. Could it be that he actually had the money before the reporting date, but did not report it?

I am deeply concerned that the rules of fund raising and expenditures be followed by all the candidates.

Please let me know, at your earliest convenience, the status of your investigation into this concern.

Sincerely,

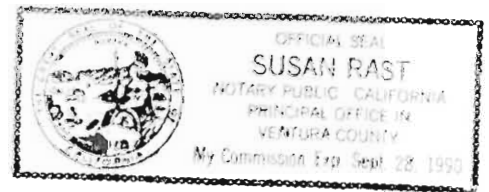
Stephen R. Frank

Stephen R. Frank

SIGNED AND SWORN TO BEFORE ME ON MAY 22, 1990.

Susan Rast
Susan Rast, Notary Public
in and for the County of Ventura,
State of California

My commission expires: September 28, 1990





FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

June 1, 1990

Sang R. Korman
99 Long Ct., Suite 103
Thousand Oaks, CA 91360

RE: MUR 3070

Dear Sang Korman:

The Federal Election Commission received a complaint which alleges that you may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence.

Under the Act, you have the opportunity to demonstrate in writing that no action should be taken against you in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

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 matter to be made public. 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.

If you have any questions, please contact Ken Kellner, the attorney assigned to this matter at (202) 376-8200. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

Sincerely,

Lawrence M. Noble
General Counsel

BY:


Lois G. Lerner
Associate General Counsel

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

9004081336



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 1, 1990

Stephen R. Frank, President
The Eagle Marketing Group
607 Azure Hills Drive
Simi Valley, CA 93065

RE: MUR 3070

Dear Mr. Frank:

This letter acknowledges receipt on May 30, 1990, of your complaint alleging possible violations of the Federal Election Campaign Act of 1971, as amended ("the Act"), by Sang Korman, Korman for Congress, Bob Lavoie and Marathon Communications. The respondents will be notified of this complaint within five days.

You will be notified as soon as the Federal Election Commission takes final action on your complaint. Should you receive any additional information in this matter, please forward it to the Office of the General Counsel. Such information must be sworn to in the same manner as the original complaint. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

If you have any questions, please contact Retha Dixon, Docket Chief, at (202) 376-3110.

Sincerely,

Lawrence M. Noble
General Counsel

BY: 
Lois G. Lerner
Associate General Counsel

Enclosure
Procedures

9004031337



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

June 1, 1990

Sang R. Korman
208 Deerwalk Place
Newbury Park, CA 91320

RE: MUR 3070

Dear Sang Korman:

The Federal Election Commission received a complaint which alleges that you may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence.

Under the Act, you have the opportunity to demonstrate in writing that no action should be taken against you in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

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If you have any questions, please contact Ken Kellner, the attorney assigned to this matter at (202) 376-8200. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

Sincerely,

Lawrence M. Noble
General Counsel

BY:


Lois G. Lerner
Associate General Counsel

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

90040813339



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 1, 1990

Albert T. Nassi, Treasurer
Korman for Congress
2520 West 8th Street, Rm 208
Los Angeles, CA 90057

RE: MUR 3070

Dear Mr. Nassi:

The Federal Election Commission received a complaint which alleges that Korman for Congress and you, as treasurer, may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence.

Under the Act, you have the opportunity to demonstrate in writing that no action should be taken against you in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

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 matter to be made public. 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.

90040813340

If you have any questions, please contact Ken Kellner, the attorney assigned to this matter at (202) 376-8200. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

Sincerely,

Lawrence M. Noble
General Counsel

BY:


Lois G. Lerner
Associate General Counsel

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

2 1 0 4 0 3 1 5 3 4 1



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 1, 1990

Marathon Communications
2566 Overland Avenue, #670
Long Beach, CA

RE: MUR 3070

Dear Sirs:

The Federal Election Commission received a complaint which alleges that Marathon Communications may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence.

Under the Act, you have the opportunity to demonstrate in writing that no action should be taken against you in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

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If you have any questions, please contact Ken Kellner, the attorney assigned to this matter at (202) 376-8200. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

Sincerely,

Lawrence M. Noble
General Counsel

BY:


Lois G. Lerner
Associate General Counsel

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

90040813343



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 1, 1990

Robert Lavoie
740 N. Kings Road #218
Los Angeles, CA 90069

RE: MUR 3070

Dear Mr. Lavoie:

The Federal Election Commission received a complaint which alleges that you may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence.

Under the Act, you have the opportunity to demonstrate in writing that no action should be taken against you in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

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 matter to be made public. 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.

970403344

If you have any questions, please contact Ken Kellner, the attorney assigned to this matter at (202) 376-8200. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

Sincerely,

Lawrence M. Noble
General Counsel

BY: 
Lois G. Lerner
Associate General Counsel

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

20040313345



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

June 1, 1990

Robert Lavoie
4727 Wilshire Blvd.
Building #610
Los Angeles, CA 90010

RE: MUR 3070

Dear Mr. Lavoie:

The Federal Election Commission received a complaint which alleges that you may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 3070. Please refer to this number in all future correspondence.

Under the Act, you have the opportunity to demonstrate in writing that no action should be taken against you in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

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If you have any questions, please contact Ken Kellner, the attorney assigned to this matter at (202) 376-8200. For your information, we have attached a brief description of the Commission's procedures for handling complaints.

Sincerely,

Lawrence M. Noble
General Counsel

BY:


Lois G. Lerner
Associate General Counsel

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

20040313347

90 JUN 29 AM 11:08

Corporate Public Affairs
Political Campaigns
Community and Media Relations

June 25, 1990

Mr. Ken Kellner
FEDERAL ELECTIONS COMMISSION
999 "E" Street, N.W.
Washington, D.C. 20463

Re: MUR 3070

3

4

3

Dear Mr. Kellner,

3

1

I'm writing you in regards to the above mentioned matter and the allegation contained therein. I have never been employed by any of Mr. Korman's corporate entities.

3

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Until September 1989 I was employed by Marathon Communications as a consultant on a variety of projects. I left their employ to start my own consulting firm, Advocacy, on September 1, 1989.

4

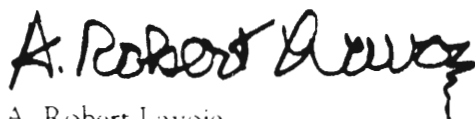
0

During the last four months of 1989 I had weekly lunches with Mr. Korman and provided him with minimal consulting services vis a vis his 1990 campaign. I was paid for those services on January 4, 1990 by check #1499 drawn on the Korman for Congress Committee account. This expenditure was reported on the April 15, 1990 quarterly report. Copies of both items are enclosed.

Since January 1990, I have served as a campaign consultant to Mr. Korman.

Should you have any further questions, feel free to call me at (818) 592-6202.

Yours truly,



A. Robert Lavoie

90 JUN 29 PM 12:09

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL

REPORT OF RECEIPTS AND DISBURSEMENTS

For An Authorized Committee
(Summary Page)

RECEIVED
FEDERAL ELECTION COMMISSION

90 JUN 29 AM 11:08

USE FEC MAILING LABEL
OR
TYPE OR PRINT

TYPE OR PRINT

1. NAME OF COMMITTEE (in full) SANG KORMAN FOR CONGRESS COMMITTEE		2. FEC IDENTIFICATION NUMBER 125580
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported. 23919 VENTURA BLVD.		
CITY, STATE and ZIP CODE CALABASAS, CA 91302	STATE/DISTRICT	3. IS THIS REPORT AN AMENDMENT? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO

4. TYPE OF REPORT

- ☒ April 15 Quarterly Report ☐ Twelfth day report preceding _____
(Type of Election)
election on _____ in the State of _____
- ☐ July 15 Quarterly Report
- ☐ October 15 Quarterly Report ☐ Thirtieth day report following the General Election on _____
in the State of _____
- ☐ January 31 Year End Report
- ☐ July 31 Mid-Year Report (Non-election Year Only) ☐ Termination Report

This report contains activity for ☒ Primary Election ☐ General Election ☐ Special Election ☐ Runoff Election

SUMMARY

5. Covering Period	COLUMN A This Period	COLUMN B Calendar Year-to-Date
1/1/90 through 3/31/90		
6. Net Contributions (other than loans)		
(a) Total Contributions (other than loans) (from Line 11(e))	51,248.00	51,248.00
(b) Total Contribution Refunds (from Line 20(d))	10,151.90	10,151.90
(c) Net Contributions (other than loans) (subtract Line 6(b) from 6(a))	61,399.90	61,399.90
7. Net Operating Expenditures		
(a) Total Operating Expenditures (from Line 17)	74,748.02	74,748.02
(b) Total Offsets to Operating Expenditures (from Line 14)		
(c) Net Operating Expenditures (subtract Line 7(b) from 7(a))	74,748.02	74,748.02
8. Cash on Hand at Close of Reporting Period (from Line 27)	13,865.93	
9. Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)		
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	255,909.17	

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

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

Type or Print Name of Treasurer

MI LEE, ASSISTANT TREASURER

Signature of Treasurer

Date

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 3
(revised 4/87)

SCHEDULE B

ITEMIZED DISBURSEMENTS

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

 PAGE 1 OF 6
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)

Sang Korman for Congress

A. Full Name, Mailing Address and ZIP Code	Purpose of Disbursement	Date (month, day, year)	Amount of Each Disbursement This Period
Mr. Wayne Ranick 4053-A Lincoln Ave. Culver City, Ca 90232	Literature Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/4/90	792.13
Robert Lavoie 4727 Wilshire Bl., #610 L.A., Ca 90010	Consulting Fee Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/4/90	2,000.00
Political Data P.O. BOX 1706 Burbank, CA 91507	Labels Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/5/90	107.50
Personalized Mailing 1835 Whittier Ave., #F6 Costa Mesa, Ca 92627	Mailing Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/8/90	4,993.40
Hong Ik Printing 2520 W. 8th St., #105 L.A., Ca 90057	Printing Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/8/90	830.70
Connelly Office Supply 5308 Derry Ave., #2 Agoura Hills, Ca 91301	Office Supply Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/8/90	66.19
Golden State 2319 E. 8th St. L.A., Ca 90021	Campaign Ad. Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/23/90	14,500.00
Hong Ik Printing 2520 W. 8th St., #105 L.A., Ca 90057	Printing Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/23/90	1,579.90
U.S. Postal Service 22121 Clarendon Woodland Hills, Ca 91357	Deposit for Business reply Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	1/25/90	200.00

SUBTOTAL of Disbursements This Page (optional)

25,069.82

TOTAL This Period (last page this line number only)

SANG KORMAN FOR CONGRESS
EXPLORATORY COMMITTEE

1199

PAY
TO THE
ORDER OF

Bob Lavoie

1/14

1990

18 095/1220

\$2,000.00

DOLLARS

Bank of America
Westlake Village Branch 0668
P.O. Box 3909
Westlake Village, CA 91358

OR CREDIT FOR 9.10.11.12.1989
#001199# 11220005511 05580005411#

[Signature]

#00002000000#

1220
0661
JA 90 C8
BANK OF AMERICA
1000 W TEMPLE
LOS ANGELES, CA
0661
1220

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE

4684-3453
Robert Korman
X
END OF CHECK

1531504000

SANG KORMAN FOR CONGRESS
EXPLORATORY COMMITTEE

1499

16-06/1220

PAY
TO THE
ORDER OF

Bob Lavote

1/4 19*90*

\$ *2,000.-*

2000 000 00

DOLLARS

Bank of America MEMBER FDIC
Westlake Village Branch 0668
P.O. Box 3909
Westlake Village, CA 91359

FOR *Committee fee 9.10.11.12.1989*
4520 each month

Ami Lee

⑈001499⑈ ⑆122000661⑆ 06680⑈05411⑈

⑈0000200000⑈

20040313352

⑆1220⑆ JA 90 C8 ⑆1220⑆
⑆0661⑆ BANK OF AMERICA ⑆0661⑆
1000 W. TEMPLE
LOS ANGELES, CA

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
RESERVED FOR FINANCIAL INSTITUTION USE

Robert Rouse

4684-3453

END
X *Robert Rouse*



Korman
REPUBLICAN FOR CONGRESS

MAIL ROOM

JUL -3 PM 1:46

062 6843

June 26, 1990

Mr. Lawrence M. Noble
General Counsel
Federal Elections Commission
999 "E" Street
Washington, D.C. 20463

RE : MUR 3070

ATTENTION : Mr. Ken Kellner
Attorney

Ms. Lois G. Lerner
Associated General Council

90 JUL -5 PM 12:33

RECEIVED
FEDERAL ELECTIONS COMMISSION
OFFICE OF LEGAL COUNSEL

Dear Sir,

In response to the complaint lodged by the Eagle Group in the matter referred to as MUR 3070, here is my rebuttal to the charges. The responses are numbered to match Mr. Frank's letter.

1. The Korman for Congress Committee owes Marathon Communication \$12,198.54 from my 1988 primary campaign. This obligation has been declared as an outstanding obligation on all Campaign Expenditure Reports filed by the Korman for Congress Committee since the June 4, 1988 primary. Since my Campaign Committee did not have sufficient funds after the 1988 primary to pay this bill, I consider the payment of this debt as a business matter between myself and Marathon Communications. I plan to pay this outstanding balance with personal funds prior to the end of 1990. Marathon Communications nor any of its employee has ever made a contribution to my campaign. Copies of the report are enclosed as item A.
2. Bob Lavoie, my 1988 campaign manager and my 1990 campaign consultant has never been employed by any of my two corporations. He provided some campaign consulting services to me in late 1989, for which he was paid by the Korman for Congress Committee on January 4, 1990. This expenditure was reported on the Campaign Expenditure report on April 15, 1990. A copy of the report and cancelled check are enclosed as item B.

9 1 4 0 3 1 3 3 5 3

3. Mr. Frank's allegation that I purchased a new home shortly after the 1988 campaign is false. I signed an agreement to purchase my present home in Calabasas, California on April 3, 1987, and closed escrow for the property on May 31, 1988 shortly before the June 4, 1988 primary date. Since 1988 the home has appreciated in value to over 1 million dollars, not an uncommon occurrence in the California real estate market. Enclosed is a copy of the purchase agreement and the grant deed as item C.

As to the matter of owning Mercedes-Benz automobiles, in 1986 I purchased a Mercedes-Benz and sold it prior to the end of 1987. I have not owned Mercedes-Benz automobiles in 1988, 1989, or 1990. A check of California DMV records will bear me out on this matter.

4. On the March 31, 1990 Campaign Expenditures Report I reported a balance of \$4,400 on hand. On April 2, I loaned my Campaign Committee money from my personal holdings to buy cable TV programming for the 1990 primary. These loans were reported on the Report of Receipts and disbursements filed for the period covering April 1, 1990 to May 16, 1990. A copy of the report is enclosed as item D.

I am convinced these allegations have been lodged by Mr. Frank because I didn't hire him as my consultant for 1990 and ignored his proposal to provide consulting services to my campaign. It is easy to come to this conclusions when one notes that the charges were not received by your office until May 30, 1990 but a newspaper article outlining the charges appeared in a local newspaper May 29, 1990. The article is enclosed as item E.

These allegations have been answered truthfully and to the best of my knowledge.

Very truly,


Sang R. Korman

SK/yk

cc: Mr. Ken Kellner
Attorney

Ms. Lois G. Lerner
Associated General Council

REPORT OF RECEIPTS AND DISBURSEMENTS

For An Authorized Committee
(Summary Page)

ITEM **A**

1-800-424-9530

(202) 376-3120

LATIMES 6-1-90

7:55
Cathlyn Martin

USE FEC MAILING LABEL
TYPE OR PRINT

1. NAME OF COMMITTEE (in full) SANG KORMAN FOR CONGRESS COMMITTEE		2. FEC IDENTIFICATION NUMBER 125580
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported. 23919 VENTURA BLVD.		3. IS THIS REPORT AN AMENDMENT? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CITY, STATE and ZIP CODE CALABASAS, CA 91302	STATE/DISTRICT	

4. TYPE OF REPORT

- ☐ April 15 Quarterly Report ☒ Twelfth day report preceding PRIMARY
(Type of Election)
election on JUNE 5, 1990 in the State of CALIFORNIA
- ☐ July 15 Quarterly Report ☐ Thirtieth day report following the General Election on _____ in the State of _____
- ☐ October 15 Quarterly Report ☐ Termination Report
- ☐ January 31 Year End Report
- ☐ July 31 Mid-Year Report (Non-election Year Only)

This report contains activity for ☒ Primary Election ☐ General Election ☐ Special Election ☐ Runoff Election

SUMMARY

5. Covering Period	4/1/90	through	5/16/90	COLUMN A This Period	COLUMN B Calendar Year-to-Date
6. Net Contributions (other than loans)					
(a) Total Contributions (other than loans) (from Line 11(e))					12,046.34
(b) Total Contribution Refunds (from Line 20(d))					73,446.24
(c) Net Contributions (other than loans) (subtract Line 6(b) from 6(a))					12,046.34
7. Net Operating Expenditures					
(a) Total Operating Expenditures (from Line 17)					168,768.30
(b) Total Offsets to Operating Expenditures (from Line 14)					168,768.30
(c) Net Operating Expenditures (subtract Line 7(b) from 7(a))					168,768.30
8. Cash on Hand at Close of Reporting Period (from Line 27)					57,143.97
9. Debts and Obligations Owed TO the Committee (itemize all on Schedule C and/or Schedule D)					
10. Debts and Obligations Owed BY the Committee (itemize all on Schedule C and/or Schedule D)					455,909.17

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

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

Type or Print Name of Treasurer

Signature of Treasurer

Date

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 3

(revised 4/87)

SCHEDULE D
(Revised 3/80)

DEBTS AND OBLIGATIONS
Excluding Loans

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

Name of Committee (in Full)	Outstanding Balance Beginning This Period	Amount Incurred This Period	Payment This Period	Outstanding Balance at Close of This Period
SANG KORMAN FO RCONGRESS				
A. Full Name, Mailing Address and Zip Code of Debtor or Creditor MARATHON COMMUNICATIONS 2566 OVERLAND AVE., #670 LONG BEACH, CA Los Angeles, CA 90064	12,198.54	-0-	-0-	12,198.54
Nature of Debt (Purpose):				
B. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
C. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
D. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
E. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
F. Full Name, Mailing Address and Zip Code of Debtor or Creditor				
Nature of Debt (Purpose):				
1) SUBTOTALS This Period This Page (optional)				
2) TOTAL This Period (last page this line only)				12,198.54
3) TOTAL OUTSTANDING LOANS from Schedule C (last page only)				443,710.63
4) ADD 2) and 3) and carry forward to appropriate line of Summary Page (last page only)				455,909.17

20040315356

USE FEC MAILING LABEL
OR
TYPE OR PRINT

ITEM B

REPORT OF RECEIPTS AND DISBURSEMENTS

For An Authorized Committee
(Summary Page)

1. NAME OF COMMITTEE (in full) SANG KORMAN FOR CONGRESS COMMITTEE		2. FEC IDENTIFICATION NUMBER 125580
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported. 23919 VENTURA BLVD.		3. IS THIS REPORT AN AMENDMENT? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
CITY, STATE and ZIP CODE CALABASAS, CA 91302	STATE/DISTRICT	

4. TYPE OF REPORT

<input checked="" type="checkbox"/> April 15 Quarterly Report	<input type="checkbox"/> Twelfth day report preceding _____ (Type of Election)
<input type="checkbox"/> July 15 Quarterly Report	election on _____ in the State of _____
<input type="checkbox"/> October 15 Quarterly Report	<input type="checkbox"/> Thirtieth day report following the General Election on _____
<input type="checkbox"/> January 31 Year End Report	_____ in the State of _____
<input type="checkbox"/> July 31 Mid-Year Report (Non-election Year Only)	<input type="checkbox"/> Termination Report

This report contains activity for ☒ Primary Election ☐ General Election ☐ Special Election ☐ Runoff Election

SUMMARY

5. Covering Period	COLUMN A This Period	COLUMN B Calendar Year-to-Date
1/1/90 through 3/31/90		
6. Net Contributions (other than loans)		
(a) Total Contributions (other than loans) (from Line 11(e))	51,248.00	51,248.00
(b) Total Contribution Refunds (from Line 20(d))	10,151.90	10,151.90
(c) Net Contributions (other than loans) (subtract Line 6(b) from 6(a))	61,399.90	61,399.90
7. Net Operating Expenditures		
(a) Total Operating Expenditures (from Line 17)	74,748.02	74,748.02
(b) Total Offsets to Operating Expenditures (from Line 14)		
(c) Net Operating Expenditures (subtract Line 7(b) from 7(a))	74,748.02	74,748.02
8. Cash on Hand at Close of Reporting Period (from Line 27)	13,865.93	
9. Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)		
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)	255,909.17	

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
MI LEE, ASSISTANT TREASURER

Signature of Treasurer _____ Date _____

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 3
(revised 4/87)

SCHEDULE B

ITEMIZED DISBURSEMENTS

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

PAGE 1 OF 6
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)

Sang Korman for Congress

A. Full Name, Mailing Address and ZIP Code Mr. Wayne Ranick 4053-A Lincoln Ave. Culver City, Ca 90232	Purpose of Disbursement Literature Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/4/90	Amount of Each Disbursement This Period 792.13
B. Full Name, Mailing Address and ZIP Code Robert Lavoie 4727 Wilshire Bl., #610 L.A., Ca 90010	Purpose of Disbursement Consulting Fee Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/4/90	Amount of Each Disbursement This Period 2,000.00
C. Full Name, Mailing Address and ZIP Code Political Data P.O. BOX 1706 Burbank, CA 91507	Purpose of Disbursement Labels Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/5/90	Amount of Each Disbursement This Period 107.50
D. Full Name, Mailing Address and ZIP Code Personalized Mailing 1835 Whittier Ave., #F6 Costa Mesa, Ca 92627	Purpose of Disbursement Mailing Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/8/90	Amount of Each Disbursement This Period 4,993.40
E. Full Name, Mailing Address and ZIP Code Hong Ik Printing 2520 W. 8th St., #105 L.A., Ca 90057	Purpose of Disbursement Printing Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/8/90	Amount of Each Disbursement This Period 830.70
F. Full Name, Mailing Address and ZIP Code Connelly Office Supply 5308 Derry Ave., #2 Agoura Hills, Ca 91301	Purpose of Disbursement Office Supply Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/8/90	Amount of Each Disbursement This Period 66.19
G. Full Name, Mailing Address and ZIP Code Golden State 2319 E. 8th St. L.A., Ca 90021	Purpose of Disbursement Campaign Ad. Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/23/90	Amount of Each Disbursement This Period 14,500.00
H. Full Name, Mailing Address and ZIP Code Hong Ik Printing 2520 W. 8th St., #105 L.A., Ca 90057	Purpose of Disbursement Printing Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/23/90	Amount of Each Disbursement This Period 1,579.90
I. Full Name, Mailing Address and ZIP Code U.S. Postal Service 22121 Clarendon Woodland Hills, Ca 91357	Purpose of Disbursement Deposit for Business reply Disbursement for: <input checked="" type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify)	Date (month, day, year) 1/25/90	Amount of Each Disbursement This Period 200.00

SUBTOTAL of Disbursements This Page (optional)

25,069.82

TOTAL This Period (last page this line number only)

SANG KORMAN FOR CONGR
EXPLORATORY COMMITTEE

1499

18-00/1220

PAY
TO THE
ORDER OF

Bob Lavoie

1/4 1990

\$ 2,000.-

THE SUM 2000 DOLLARS

DOLLARS

Bank of America
Westlake Village Branch 0668
P.O. Box 3909
Westlake Village, CA 91359

FOR *Committee fee 9.10.11.12.1989*
\$520 each month

Ann Lee

⑈001499⑈ ⑆122000661⑆ 06680⑈05411⑈

⑈0000200000⑈

00040813359

SALE - TRACT

Escrow Instructions

SUSAN SANDER

Escrow Officer

ITEM C

THE ESCROW SHOP

17828 Ventura Blvd.

Encino, Ca. 91416

(818) 990-7550

7-2725

Escrow Number

April 3, 1987

Date

I have handed Real Estate Agent the sum of \$25,000.00 to be deposited into escrow and will further hand you \$125,000.00 plus closing costs in the form of a cashier's check or certified funds prior to the close of this escrow and will deliver to you any instruments which this escrow requires shall be executed by me, all of which are instructed to use provided on or before Five (5) Days after Final Inspection you hold a policy of title insurance with the usual title company's exceptions, with a liability of \$21,000.00 covering Lot 54 of Tract No. 31344

Paid outside of Escrow	
Cash through Escrow	150,000.00
Encumbrances of record	
New Encumbrances	371,000.00
Total Consideration	521,000.00

As per map recorded in book 1079 page(s) 1 to 13 of maps in the office of the County Recorder of Los Angeles County, State of California
 Memo Property Address: 24220 W. Park Athena, Calabasas, Calif.
 showing title vested in: SANG R. KORMAN AND MYUNG J. KORMAN, HUSBAND AND WIFE, AS JOINT TENANTS

Free from encumbrances except:

- (1) All General and Special Taxes for the fiscal year 1987, 1988, including personal property taxes, if any, assessed against former owner.
 (2) Covenants, conditions, restrictions, reservations, rights, rights of way, and easements of record, if any.
 (3) A lien if any, for additional real property taxes for the fiscal year 1987, 1988, which may be assessed or reassessed as a result of Article XIII A of the Constitution of the State of California (Jarvis Gann Tax Limitation Initiative Proposition 13) or other statutes implementing any provisions thereof.

(4) Buyer to execute a New First Deed of Trust to file on lender's forms, in favor of designated lender, securing a note in the amount of \$371,000.00, bearing interest at lender's prevailing rate at time of loan approval, with a loan program of Buyer's choice, for a term of thirty (30) years, per terms and conditions of lender to be deposited into escrow. Said new loan to be obtained at buyer's expense. Buyer's execution of said new loan documents shall constitute their approval of all terms and conditions contained therein, in their entirety.

Seller will deliver subject property free and clear of all liens, bonds and assessments of record, except as noted herein.

INSTRUCTIONS:

- (A) Buyer herein to obtain and qualify for the above referenced new loan.
 (B) Buyer is aware that in addition to the Westridge Calabasas Homeowner's Dues, there will be dues for Calabasas Park Homeowner's Association in the amount of \$150.00 per year. Escrow holder is hereby authorized and instructed to prorate on said dues as of the close of this escrow. It is understood that the dues for Calabasas Park Homeowner's Association are collected yearly and will become due again on April 1, 1988.
 (C) The continuation of escrow instructions are as per the attached Westridge Calabasas Park Agreement and Escrow Instructions and are made a part hereof, except for items #9, #9A, #9B, #10, #11, #13, #14, #15, #16, #17 and #19 which are AS A MATTER OF MEMORANDUM ONLY WITH WHICH ESCROW HOLDER NEED NOT BE CONCERNED AND WHICH ARE SET FORTH HEREIN ONLY AS A CONVENIENCE TO THE PARTIES TO THIS ESCROW.
 (D) Item #12 A. of the original escrow instructions is hereby amended to read as follows: FINAL SUBDIVISION PUBLIC REPORT issued by the Department of Real Estate of the State of California on March 6, 1987 under Department of Real Estate File NO. 0598191A-E00.

All parties signing this agreement hereby acknowledge receipt of a copy of these instructions.

Prorate taxes based on latest available tax bills as of CLOSE OF ESCROW Prorate insurance handed you as of BUYER FURNISH NEW

Prorate interest on loans of record as of NONE Prorate rents as of NONE

Based on rent statement handed you. And rents in arrears are to be disregarded in your proration.

Credit seller and debit buyer the amount of impounds, if any, as disclosed by beneficiary statement from the holder of the loan of record.

I we agree to pay buyers usual charges and deposit the balance of all funds in the form of a cashier's check for equivalent prior to close of escrow

EACH PARTY SIGNING THESE INSTRUCTIONS HAS READ THE ADDITIONAL ESCROW CONDITIONS AND INSTRUCTIONS ON EXHIBIT A AND APPROVES, ACCEPTS AND AGREES TO BE BOUND THEREBY AS THOUGH EXHIBIT A APPEARED OVER THEIR SIGNATURES.

Buyer and Lender's Signature: SANG R. KORMAN
 Address: SANG R. KORMAN

Buyer and Lender's Signature: MYUNG J. KORMAN
 Address: MYUNG J. KORMAN

The foregoing terms, provisions, conditions and instructions and those on the reverse side hereof are hereby approved and accepted in their entirety and concurred in by me. I will hand you necessary documents called for herein to cause title to be shown as above, which you are authorized to deliver when you hold or have caused to be applied for and set forth above within the time as above provided. Pay your escrow charges, my recording fees, charges for evidence of title as called for whether or not this escrow is consummated, except those the buyer agreed to pay. You are hereby authorized to pay bonds, assessments, and any liens of record, including prepayment penalties, if any, to show title as called for. All State and Federal Revenue stamps and Real Estate Transfer Tax stamps on deed as required.

Pay commission as follows: \$ SEE SEPARATE AGREEMENT \$ to

\$ WESTRIDGE CALABASAS VENTURE, A CALIFORNIA GENERAL PARTNERSHIP \$ to

Seller or Borrower's Signature BY: Creekside Calabasas Corporation BY: Miden Corporation

Address

Buyer Sign
 And Return

RECORDED REQUESTED BY

TICOR TITLE INSURANCE COMPANY

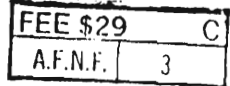
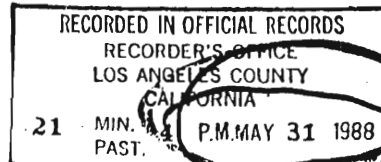
AND WHEN RECORDED MAIL TO

MR. & MRS. SANG KORMAN
24220 PARK ATHENA
CALABASAS, CA. 91302

MAIL TAX STATEMENTS TO

SAME AS ABOVE

88 863463



SPACE ABOVE THIS LINE FOR RECORDER'S USE

Partnership Grant Deed

CAT. NO. NN00588
TO 1925 CA (11-83)

THIS FORM FURNISHED BY TICOR TITLE INSURERS

(80)

The undersigned grantor(s) declare(s):
Documentary transfer tax is 573.10
(X) computed on full value of property conveyed, or
() computed on full value less value of liens and encumbrances remaining at time of sale.
(XX) Unincorporated area: () City of _____, and

FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged,
WESTRIDGE CALABASAS VENTURE, A CALIFORNIA GENERAL PARTNERSHIP
a GENERAL partnership organized under the laws of the State of
hereby GRANTS to
SANG R. KORMAN AND MYUNG J. KORMAN, HUSBAND AND WIFE, AS JOINT TENANTS

the following described real property in the UNINCORPORATED AREA
County of LOS ANGELES, State of California.

SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF.

Dated: April 25, 1988

STATE OF CALIFORNIA }
COUNTY OF _____ } SS.

On _____ before
me, the undersigned, a Notary Public in and for said
State, personally appeared _____

personally known to me or proved to me on the basis
of satisfactory evidence to be the person _____ who exe-
cuted the within instrument as _____
of the partners of the partnership that executed the
within instrument, and acknowledged to me that such
partnership executed the same.
WITNESS my hand and official seal.

Signature _____

By SEE EXHIBIT B ATTACHED Partner
By FOR SIGNATURE PAGE Partner

(This area for official notarial seal)

Title Order No. 8343224742 LIZ DUPON Escrow or Loan No. _____

MAIL TAX STATEMENTS AS DIRECTED ABOVE

USE FEC MAILING LABEL
OR
TYPE OR PRINT

ITEM **D**

REPORT OF RECEIPTS AND DISBURSEMENTS

For An Authorized Committee
(Summary Page)

1-800-424-9530
(202) 376-3120
LATIMER S. 6-1-90
7:55
Cathlyn Montiel

1. NAME OF COMMITTEE (in full) SANG KORMAN FOR CONGRESS COMMITTEE		2. FEC IDENTIFICATION NUMBER 125580
ADDRESS (number and street) <input type="checkbox"/> Check if different than previously reported. 23919 VENTURA BLVD.		3. IS THIS REPORT AN AMENDMENT? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CITY, STATE and ZIP CODE CALABASAS, CA 91302	STATE/DISTRICT	

4. TYPE OF REPORT

- ☐ April 15 Quarterly Report ☒ Twelfth day report preceding PRIMARY
(Type of Election)
election on JUNE 5, 1990 in the State of CALIFORNIA
- ☐ July 15 Quarterly Report ☐ Thirtieth day report following the General Election on _____
in the State of _____
- ☐ October 15 Quarterly Report
- ☐ January 31 Year End Report
- ☐ July 31 Mid-Year Report (Non-election Year Only) ☐ Termination Report

This report contains activity for ☒ Primary Election ☐ General Election ☐ Special Election ☐ Runoff Election

SUMMARY

	5. Covering Period <u>4/1/90</u> through <u>5/16/90</u>	COLUMN A This Period	COLUMN B Calendar Year-to-Date
6. Net Contributions (other than loans)			
(a) Total Contributions (other than loans) (from Line 11(e))		12,046.34	73,446.24
(b) Total Contribution Refunds (from Line 20(d))			
(c) Net Contributions (other than loans) (subtract Line 6(b) from 6(a))		12,046.34	73,446.24
7. Net Operating Expenditures			
(a) Total Operating Expenditures (from Line 17)		168,768.30	168,768.30
(b) Total Offsets to Operating Expenditures (from Line 14)			
(c) Net Operating Expenditures (subtract Line 7(b) from 7(a))		168,768.30	168,768.30
8. Cash on Hand at Close of Reporting Period (from Line 27)		57,143.97	
9. Debts and Obligations Owed TO the Committee (Itemize all on Schedule C and/or Schedule D)			
10. Debts and Obligations Owed BY the Committee (Itemize all on Schedule C and/or Schedule D)		455,909.17	

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

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

Type or Print Name of Treasurer

Signature of Treasurer

Date

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 3
(revised 4/87)

DETAILED SUMMARY PAGE

of Receipts and Disbursements

(Page 2, FEC FORM 3)

Name of Committee (in full) SANG KORMAN FORE CONGRESS COMMITTEE		Report Covering the Period: From: 4/1/90 To: 5/16/90	
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)		8,510.00	
(ii) Unitemized		3,536.34	
(iii) Total of contributions from individuals		12,046.34	73,446.24
(b) Political Party Committees			
(c) Other Political Committees (such as PACs)			
(d) The Candidate			
(e) TOTAL CONTRIBUTIONS (other than loans) (add 11(a)(iii), (b), (c) and (d))		12,046.34	73,446.24
12. TRANSFERS FROM OTHER AUTHORIZED COMMITTEES			
13. LOANS			
(a) Made or Guaranteed by the Candidate		200,000.00	200,000.00
(b) All Other Loans			
(c) TOTAL LOANS (add 13(a) and (b))		200,000.00	200,000.00
14. OFFSETS TO OPERATING EXPENDITURES (Refunds, Rebates, etc.)			
15. OTHER RECEIPTS (Dividends, Interest, etc.)			
16. TOTAL RECEIPTS (add 11(e), 12, 13(c), 14 and 15)		212,046.34	273,446.24
II. DISBURSEMENTS			
17. OPERATING EXPENDITURES		168,768.30	168,768.30
18. TRANSFERS TO OTHER AUTHORIZED COMMITTEES			
19. LOAN REPAYMENTS			
(a) Of Loans Made or Guaranteed by the Candidate			
(b) Of All Other Loans			
(c) TOTAL LOAN REPAYMENTS (add 19(a) and (b))			
20. REFUNDS OF CONTRIBUTIONS TO			
(a) Individuals/Persons Other Than Political Committees			
(b) Political Party Committees			
(c) Other Political Committees (such as PACs)			
(d) TOTAL CONTRIBUTION REFUNDS (add 20(a), (b) and (c))			
21. OTHER DISBURSEMENTS			
22. TOTAL DISBURSEMENTS (add 17, 18, 19(c), 20(d) and 21)		168,768.30	168,768.30

III. CASH SUMMARY

23. CASH ON HAND AT BEGINNING OF REPORTING PERIOD	\$ 13,865.93	23
24. TOTAL RECEIPTS THIS PERIOD (from Line 16)	\$ 212,046.34	24
25. SUBTOTAL (add Line 23 and Line 24)	\$ 225,912.27	25
26. TOTAL DISBURSEMENTS THIS PERIOD (from Line 22)	\$ 168,768.30	26
27. CASH ON HAND AT CLOSE OF THE REPORTING PERIOD (subtract Line 26 from 25)	\$ 57,143.97	27

LOANS

Name of Committee (in Full) SANG KORMAN FOR CONGRESS			
A. Full Name, Mailing Address and ZIP Code of Loan Source SANG KORMAN 24220 W. PARK ATHENA CALABASAS, CA 91302	Original Amount of Loan 30,000.00	Cumulative Payment To Date -0-	Balance Outstanding at Close of This Period 30,000.00
Election: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (specify): _____ Terms: Date Incurred <u>4/2/90</u> Date Due <u>OPEN</u> Interest Rate <u>7</u> %(apr) <input type="checkbox"/> Secured			
List All Endorsers or Guarantors (if any) to Item A			
1. Full Name, Mailing Address and ZIP Code THIS LOAN IS DERIVED FROM CONDICATE'S PERSONAL FUND	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			
SANG KORMAN 24220 W. PARK ATHENA CALABASAS, CA 91302			
Original Amount of Loan: 100,000.00			
Cumulative Payment To Date: -0-			
Balance Outstanding at Close of This Period: 100,000.00			
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 THIS LOAN IS DERIVED FROM CONDICATE'S PERSONAL FUND	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)			
130,000.00			
TOTALS This Period (last page in this line only)			
Carry outstanding balance only to LINE 3, Schedule D, for this line. If no Schedule D, carry forward to appropriate line of Summary.			

2 3 3 4 0 3 1 3 3 5 4

Feds look at election complaint

By Armando Aguirre

The Enterprise Staff

A Simi Valley political consultant has filed a complaint with the Federal Elections Commission against Sang Korman, Republican candidate in the 21st Congressional District.

Elections '90

In a May 16 letter to the FEC, Steven Frank, president of the Eagle Group, claimed Korman's financial report contains inconsistencies warranting an investigation.

"Mr. Korman still owes over \$12,000 to Marathon Communications from his 1988 campaign. Marathon is a corporation. It does not appear that he has paid any money to them in the past year-and-a-half nor have they charged

(Please see FEC, Page 6)

ITEM E

FEC

(Cont. from Page 1)

him interest," the complaint states.

Marathon, owned by Korman's former campaign manager, Richard Lichenstein, was a consulting firm hired by Korman in 1988.

"It appears to me, that at this time, the money is a donation. Therefore it would be illegal on two grounds, first a corporation cannot donate to a federal campaign. Second, the amount of money is significantly over his limit," the complaint states.

If Marathon were not a corporation, it would be illegal on the ground that \$1,000 is maximum amount that can be loaned to a candidate, Frank said.

Fred Eiland, a spokesperson for the FEC, said a notarized-letter complaint was received by Frank and the legal counsel will determine the validity of the complaint.

"Any one can make a complaint. If it's in the proper form, the FEC's general consul notifies the target of the complaint who has five days to respond," Eiland said. "The general counsel prepares his analysis and presents it to the commission, which determines if there was a violation."

The letter also complains that Lichenstein was receiving payments in two different capacities in the 1988 election.

Frank stated that he went over Korman's economic interest statement and did not find "sufficient liquid assets for him to have loaned \$286,000 to his own campaign, kept up his lifestyle, shortly

after the race to buy a million-dollar home, a couple of Mercedes Benz cars and other highly expensive items."

Bob Lavoie, Korman's current campaign manager, characterized the complaint as a political ploy to defame Korman.

"It's a very obvious political move. In all of the reports we have shown where there is an outstanding obligation Mr. Korman intends to pay," Lavoie said. "Mr. Korman doesn't have any Mercedes Benz cars — unlike Mrs. Gallegly — maybe he's confusing the two (candidates)."

"It's a last-minute scurrilous attempt to defame Mr. Korman by — words fail me at this time to even describe Mr. Frank. It's obvious he's been pouring over these campaign statements a long time. One can only wonder what the motivation is."

Lavoie said he believes Frank was paid by the Gallegly camp for his research, although there is no record of the Eagle Group listed in Gallegly's FEC statement.

"I am not on the payroll of Mr. Gallegly, nor have I ever donated money to Mr. Gallegly," Frank said. "One doesn't have to be on the payroll to ask for good government."

Frank, who said he voted by absentee ballot for Gallegly, said his only motivation for looking into Korman's financial records was an interest in good government.

"My concern is not to do with the immediate election but with the future. I don't believe an individual who has these types of problems should be running for office. The idea of paying Lavoie out of two separate accounts may be legal, but its not ethical."



Korman

REPUBLICAN FOR CONGRESS

OGC 6848
RECEIVED
FEDERAL ELECTION COMMISSION
MAIL ROOM

90 JUL -3 PM 12:02

July 2, 1990

Mr. Lawrence M. Noble
General Counsel
Federal Elections Commission
999 "E" Street
Washington, D.C. 20463

RE : MUR 3070

ATTENTION : Mr. Ken Kellner
Attorney

Ms. Lois G. Lerner
Associated General Council

RECEIVED
FEDERAL ELECTION COMMISSION
OFFICE OF THE CLERK
90 JUL -5 PM 12:37

Dear Sir,

In response to your inquiry concerning the aforementioned matter, Mr. Korman has answered the charges in his response, dated June 26, 1990. Since our responses would be a duplication it would be redundant to replicate the materials submitted to you.

If you need any further information or if I can be of any assistance to you please don't hesitate to contact me at 23919 Ventura Blvd., Calabasas, CA 91302.

Very truly yours,

Albert T. Nassi
Treasurer

AN/yk

cc: Mr. Ken Kellner
Attorney

Ms. Lois G. Lerner
Associated General Council

**MARATHON
COMMUNICATIONS
INCORPORATED**

Political Campaigns
Corporate Public Affairs,
Governmental Advocacy
Community and Media Relations

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FEDERAL ELECTION COMMISSION
MAIL ROOM

90 JUL 10 PM 1:18

06C 6901

6 July 1990

Mr. Lawrence M. Noble
General Counsel
Federal Elections Commission
999 "E" Street
Washington, D.C. 20463

ATTENTION: Mr. Ken Kellner
Attorney

Ms. Lois G. Lerner
Associate General Counsel

RE: MUR 3070

Dear Sir:

This letter is in response to the correspondence received from your office on 24 June 1990 and in reference to matter MUR 3070.

1) Marathon Communications, Inc. (hereinafter "Firm") did provide campaign consulting services to the Korman for Congress Campaign (hereinafter "Committee") for the June 1988 primary. The Firm has continuously had every expectation that all fees and out-of-pocket expenses would be paid in full. When the campaign ended, the Committee had an outstanding balance owing to the Firm in the amount of \$12,198.54.

2) At no time was there ever any intent to forgive the sum owed or to treat the \$12,198.54 as a contribution or a loan from the Firm to the Committee. Furthermore, there has never been any discussions or communications with the Committee, or Mr. Korman, or his representatives, either implied or expressed, that there was no longer an obligation to provide payment.

3) Mr. Korman has indicated to me personally and apparently also in his 26 June 1990 response letter to the Federal Elections Commission (hereinafter "FEC") that the monies owed to the Firm have continually been shown and reported on all Campaign Expenditure Reports filed by the Committee since the June 1988 primary.

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FEDERAL ELECTION COMMISSION
OFFICE OF GENERAL COUNSEL

Federal Elections Commission
6 July 1990
Page 2

4) For a period of more than twelve (12) months following the June 1988 primary the Firm sent past-due bills and orally inquired as to when payment would be received. Throughout this period the Firm was assured by Mr. Korman that payment was forthcoming.

5) Most recently, in a face-to-face conversation with Mr. Korman on 19 June 1990, I was again reassured that the amount owed would be paid shortly.

6) As you are no doubt aware it is not uncommon for political campaigns to end with deficits or for vendors to political committees to be left unable to collect monies owed. While it is the practice of this Firm to pursue all reasonable means of collection, legal counsel has advised the Firm in the past about the difficulty of suing and holding liable personally those individuals who are involved with unincorporated campaign committees. Also, this Firm attempts to avoid litigation, especially in the political campaign end of the business (as distinguished from our commercial clients), due to the inherent negative publicity and future business impacts that can result from such litigation.

7) It is further not common practice for the Firm to charge clients, political or commercial, interest on monies owed. Also, in this specific situation, no such provision was provided for in the agreement between the Firm and the Committee.

8) Since the June 1988 primary the Firm has had no professional relationship with the Committee or with Mr. Korman's 1990 campaign. In fact the Firm was asked and refused to assist in the 1990 effort, in part due to the outstanding balance from the previous campaign.

To date the Committee has still not paid the monies owed to the Firm. However, Mr. Korman continues to reassure the Firm that he intends to pay the amount for the Committee in full. I am hopeful now that the 1990 campaign effort is over, Mr. Korman will quickly resolve all obligations, including his long outstanding debt to the Firm.

I trust that the above is helpful in setting the record straight and that the FEC staff will recognize that the complaint filed by Mr. Frank, with regard to Marathon Communications, not only lacks merit, but is nothing more than a complaint filed by a competitor whose services were rejected in 1988 by the Committee.

Federal Elections Commission
6 July 1990
Page 3

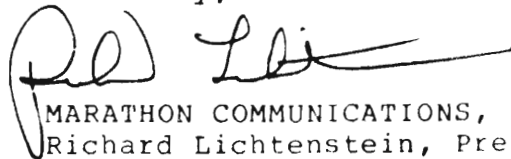
In closing I wish to make two final, unrelated points:

1. As I indicated in my telephone conversation with Mr. Kellner on or about 25 June 1990, the FEC apparently had the wrong address on file for the Firm. Please note the correct address above and direct all future correspondence accordingly.

2. While perhaps not germane to the issues discussed in the complaint, I wish to note that there appears to be a significant discrepancy in the signatures between the original complaint filed by Mr. Frank (dated 16 May 1990) and the notarized version (also dated 16 May 1990).

Thank you for the opportunity to respond.

Sincerely,

A handwritten signature in dark ink, appearing to read "Richard Lichtenstein", written over the typed name.

MARATHON COMMUNICATIONS, INC.
Richard Lichtenstein, President

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FEDERAL ELECTION COMMISSION

JUN 21 11:53

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

SENSITIVE

FIRST GENERAL COUNSEL'S REPORT

MUR # 3070
DATE COMPLAINT RECEIVED
BY OGC May 30, 1990
DATE OF NOTIFICATION TO
RESPONDENTS June 1, 1990
STAFF MEMBER Mary Mastrobattista

COMPLAINANT: Stephen R. Frank

RESPONDENTS: Sang R. Korman
Korman for Congress and Albert T. Nassi, as
treasurer
Marathon Communications, Inc.
Robert Lavoie

RELEVANT STATUTES: 2 U.S.C. § 441b(a)
2 U.S.C. § 431(8)(A)(ii)
11 C.F.R. § 110.10(a)
11 C.F.R. § 114.10(a)

INTERNAL REPORTS CHECKED: Korman for Congress 1988 Quarterly
Reports
Korman for Congress 1989 Mid-Year
Report
Korman for Congress 1989 Year-End
Report
Korman for Congress 1990 Twelve Day
Pre-Primary Report
Korman for Congress 1990 Quarterly
Reports

FEDERAL AGENCIES CHECKED: None

I. GENERATION OF MATTER

This matter originated as an external complaint filed by
Stephen R. Frank, President, The Eagle Marketing Group.

II. FACTUAL AND LEGAL ANALYSIS

A. Factual Analysis

On May 30, 1990, the Complainant filed a complaint with the
Commission in connection with the 1988 and 1990 campaigns of

204031370

Sang Korman. Sang Korman was a candidate for the Republican nomination for Congress from the 21st District of California. He competed in the June 7, 1988 primary election and the June 5, 1990 primary election. The complaint is based upon four allegations relating to "rules of fundraising and expenditures". First, the Complainant refers to an outstanding debt in excess of \$12,000 owed by the Korman for Congress Committee to Marathon Communications. Secondly, the Complainant questions the failure to allocate as campaign expenses monies paid as salary to Bob Lavoie, a consultant to the Korman campaign. The Complainant states that Mr. Lavoie worked for the Korman campaign as an employee of Marathon Communications in connection with the 1988 election. The Complainant alleges that Mr. Korman hired Mr. Lavoie sometime after January, 1989, as an employee of an unnamed corporation owned by Mr. Korman. The Complainant further alleges that while working for this latter corporation, Mr. Lavoie also performed services for Mr. Korman's campaign for the 1990 election. The Complainant characterizes these services as an "in kind contribution" from the corporation to the Korman for Congress Committee.

Thirdly, the Complainant notes a discrepancy between Mr. Korman's personal assets, loans to his campaign, and his lifestyle (a million dollar home, a couple of Mercedes Benz cars and other highly expensive items). Finally, the Complainant alleges a possible reporting violation in that the Korman for Congress Committee purchased over \$55,000 of television time the day after reporting a cash on hand balance of \$4,400.

A review of the Korman for Congress 1988 Quarterly Reports filed with the Commission reveals that Marathon Communications received \$44,971.46 from the Committee for consulting services performed in connection with the 1988 election. The April 15, 1988 Quarterly Report filed by the Korman for Congress Committee shows the following disbursements to Marathon Communications:

<u>Date</u>	<u>Amount</u>	<u>Purpose</u>
11-16-87	\$ 5000.00	Consulting Fees
12-01-87	\$ 7000.00	Consulting Fees
12-15-87	\$ 391.21	Travel, Phone, Messenger, Subscrip., Parking, Legal, Tapes and Meals
01-07-88	\$ 8168.50	Consulting Fees
01-26-88	\$ 363.80	Deposit for Rental Furniture
02-09-88	\$10259.58	Consulting Fees, Office Supplies, Messenger, Meals and Lodging
03-18-88	\$13788.37	Supplies, Messenger, Xerox, Phones, Parking, and Food

The July 15, 1988 Quarterly Report filed by the Korman for Congress Committee listed a \$12,198.54 debt to Marathon Communication for the following purpose: reimbursement of delivery, travel, office supplies, survey expenses and campaign management. This debt has been listed as outstanding on all subsequent reports filed by the Committee.

The response received from Marathon Communications also admits the \$12,198.54 debt for campaign consulting services provided to the Korman for Congress Committee for the June 1988 primary. Richard Lichtenstein, President of Marathon Communications, states that there was never any intent on the part of Marathon Communications to forgive the outstanding obligation, or to treat the outstanding balance as a contribution or loan from Marathon Communications to the Korman

for Congress Committee. Mr. Lichtenstein further states that Marathon Communications sent past-due notices and made verbal inquiries as to the outstanding obligation for a period of more than 12 months following the June 1988 primary. In response to these reminders, Marathon Communication received numerous assurances from Mr. Korman that payment would be forthcoming. Mr. Lichtenstein states that while it is the practice of his firm to pursue all reasonable means of collecting outstanding debts, it is not the practice of his firm to engage in litigation to collect outstanding debts owed by political committees. Mr. Lichtenstein's response does suggest, however, that Marathon Communications would not be as reluctant to engage in litigation to collect outstanding debts owed to the firm by commercial clients. Furthermore, Mr. Lichtenstein asserts that it is not common practice for Marathon Communications to charge interest to either political or commercial clients on monies owed to the firm. No interest has been charged on the outstanding debt owed by the Korman for Congress Committee. Mr. Lichtenstein also asserts that there was no provision for the payment of interest in the agreement between Marathon Communications and the Korman for Congress Committee.¹ Finally, Mr. Lichtenstein states that Marathon Communications has had no

1. Although Mr. Lichtenstein makes reference in his response to "the agreement between the Firm and the Committee," Mr. Lichtenstein did not provide a copy of an agreement with his response to the complaint. Thus, it is unclear whether an agreement exists with written terms and conditions, or whether the agreement to which Mr. Lichtenstein refers was merely a verbal agreement.

further business relations with the Korman for Congress Committee or with Mr. Korman's 1990 campaign, in part due to the outstanding balance from the 1988 campaign.

Regarding the allegations concerning Mr. Lavoie's employment, Mr. Korman states that Mr. Lavoie was his 1988 campaign manager and 1990 campaign consultant. Mr. Korman denies that Mr. Lavoie has ever been employed by either of Mr. Korman's two corporations. Mr. Korman states that Mr. Lavoie had provided campaign consulting services for him in late 1989, for which he was paid by the Korman for Congress Committee on January 4, 1990. A copy of the April 15, 1990 Quarterly Report of the Korman for Congress Committee showing a payment to Robert Lavoie in the amount of \$2,000.00 on January 4, 1990 was enclosed with Mr. Korman's response, as was a copy of the canceled check to Mr. Lavoie.

Mr. Lavoie asserts in his response to the Commission that he has never been employed by Mr. Korman's corporate entities. Instead, Mr. Lavoie states that he was employed by Marathon Communications as a consultant until September 1989, at which time he left to start his own consulting firm. Mr. Lavoie admits that he met with Mr. Korman on a weekly basis during the last four months of 1989 and provided Mr. Korman with "minimal" consulting services for his 1990 campaign. Mr. Korman states that he was paid for the consulting services which he provided to the Committee in 1989 on January 4, 1990 by the Korman for Congress Committee. Mr. Korman further states that he has served as a campaign consultant to Mr. Korman since January of

1990.

Although Mr. Korman states that Robert Lavoie was his 1988 campaign manager, it is not clear whether Mr. Lavoie was acting in his personal capacity as campaign manager, or whether Mr. Lavoie performed these services as an employee of Marathon Communications. Mr. Lavoie states that he was employed by Marathon Communications in 1988 as a "consultant on a variety of projects," and as noted supra, page 4, Korman for Congress paid that firm substantial amounts for "consulting fees" during that period. However, the 1988 Quarterly Reports filed by the Korman for Congress Committee also show disbursements made directly to Robert Lavoie in the amount of \$21,207.91 for salary and expenses:

<u>Date</u>	<u>Amount</u>	<u>Purpose</u>
01-15-88	\$2500.00	Managerial Salary
02-01-88	\$2500.00	Managerial Salary
02-16-88	\$2500.00	Managerial Salary
03-02-88	\$2500.00	Managerial Salary
03-15-88	\$2500.00	Managerial Salary
03-21-88	\$1137.91	Housing Allowance, Travel and Meals
03-31-88	\$2500.00	Managerial Salary
05-23-88	\$ 70.00	Newspaper Advertisement
06-20-88	\$5000.00	Management Salary

The 1989 Mid-Year and Year-End Reports filed by the Committee show no disbursements to either Mr. Lavoie or Marathon Communications for 1989. The 1990 Quarterly and Pre-Primary

Reports show payments to Mr. Lavoie for consulting fees and expenses in the amount of \$21,577.58.

With respect to the allegations regarding Mr. Korman's financial status, Mr. Korman admits that he purchased a Mercedes-Benz automobile in 1986, but sold it in 1987, and has not owned a Mercedes-Benz in 1988, 1989, or 1990. Mr. Korman also denies the Complainant's allegation that he purchased a million dollar home shortly after the 1988 election. Mr. Korman states that he signed an agreement to purchase his present home in Calabasas, California on April 3, 1987, and closed escrow for the property on May 31, 1988, shortly before the June 4th primary. Mr. Korman attached a copy of the purchase agreement and deed for his home to his response. Mr. Korman did not respond to the Complainant's allegations regarding the sufficiency of Mr. Korman's liquid assets to enable him to loan \$286,000 to his own campaign.

Lastly, Mr. Korman's response also addresses the allegations regarding the purchase of over \$55,000 of television time on the day after the Committee reported a cash on hand balance of \$4,400. In this regard, Mr. Korman responds that on the March 31, 1990 "Campaign Expenditures Report" the Committee noted a cash on hand balance of \$4,400. On April 2, 1990 Mr. Korman loaned his campaign committee money from his personal holdings to purchase cable television programming for the 1990 primary. Mr. Korman enclosed with his response a copy of the 1990 12 Day Pre-Primary Report which showed a total of \$200,000 in loans made by the candidate for the period of April 1, 1990

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through May 16, 1990.²

B. Legal Analysis

Under 2 U.S.C. § 441b(a), it is unlawful for any corporation to make a contribution or expenditure in connection with a federal election. 11 C.F.R. § 114.10(a) states that a corporation may extend credit to a candidate, political committee, or other person in connection with a federal election provided that the credit is extended in the ordinary course of the corporation's business and the terms are substantially similar to extensions of credit to nonpolitical debtors which are of similar risk and size of obligation.

It appears from the responses submitted by Mr. Korman and Marathon Communications that the extension of credit from Marathon Communications to the Korman for Congress Committee falls within the corporation's ordinary course of business. Marathon Communications had established a business relationship with the Korman for Congress Committee for consulting services provided in connection with the 1988 campaign, and had received \$44,971.46 in receipts from the Committee prior to the 1988 primary. It further appears that the terms are substantially similar to extensions of credit to nonpolitical debtors. Mr. Lichtenstein stated that Marathon Communications has made

2. Because the primary election took place on June 5, 1990, the 48 hour reports required for large contributions within 20 days of an election were unnecessary for these candidate loans. See 2 U.S.C. § 134(a)(6)(A). However, the Korman for Congress Committee did file a 48 hour report for two additional loans which the candidate made on May 21 and May 23, 1990, in the amounts of \$70,000 and \$40,000 respectively.

numerous attempts to collect the outstanding debt owed to the firm by the Korman for Congress Committee. Mr. Lichtenstein also stated that it was not common practice for Marathon Communications to charge interest on monies owed to the firm to either political or commercial clients. There is no evidence that Marathon Communications has forgiven the outstanding debt owed by the Korman for Congress Committee, or that Marathon Communications intends to settle the debt for less than the amount owed. For these reasons, this Office recommends that the Commission find no reason to believe that Marathon Communications or the Korman for Congress Committee and Albert T. Nassi, as treasurer, violated 2 U.S.C. § 441b(a).

As stated above, 2 U.S.C. § 441b(a) prohibits corporate contributions made in connection with a federal election. 2 U.S.C. § 431(8)(A)(ii) defines the term "contribution" to include the payment by any person of compensation for the personal services of another person which are rendered to a political committee without charge for any purpose. Contrary to the allegations contained in the complaint, it does not appear that the Korman for Congress Committee accepted an in kind contribution in the form of personal services provided without charge by Mr. Lavoie. Rather, it appears as though Mr. Lavoie has been compensated by the Korman for Congress Committee for consulting services provided to the Committee. While it is unclear whether Mr. Lavoie was directly employed by the Committee as a campaign manager in connection with the 1988 campaign, or whether Mr. Lavoie performed these services as an

The final allegations contained in the complaint center around Mr. Korman's personal assets and loans to his campaign. 11 C.F.R. § 110.10(a) provides that candidates for federal office (with the exception of publicly funded presidential candidates) may make unlimited expenditures from personal funds. It appears from the response submitted by Mr. Korman and Committee Reports filed with the Commission that Mr. Korman has made numerous loans to his campaign from personal funds. In connection with the 1988 campaign, Mr. Korman made loans to the Committee in the amount of \$245,000.00. The Committee made one payment to Mr. Korman in the amount of \$1289.37 on September 23, 1988, which resulted in an outstanding balance of \$243,710.63. No new loans were reported by the Committee in 1989. In 1990, the Committee reported additional loans from Mr. Korman's personal funds totaling \$310,000.00. These loans have been reported to the Commission by the Korman for Congress Committee as loans "derived from the candidate's personal funds."

Although the personal loans from Mr. Korman to the Korman for Congress Committee are substantial in amount, there is no evidence which would indicate that these loans are not derived from Mr. Korman's personal assets, or that these loans have resulted in any other violation of the Act. The Ethics in

Government Act financial disclosure statement filed by Mr. Korman with the Clerk of the House of Representatives on May 17, 1990 shows that Mr. Korman owns stock and real estate holdings in excess of \$750,000, in addition to other holdings of less than \$365,000. The financial disclosure statement also listed regular income for the period of January 1, 1989 through May 17, 1990 in the amount of \$30,000, and income from dividends, interest, rent and capital gains of less than \$16,000. In several newspaper articles concerning Mr. Korman's personal loans to his campaign, officials from his campaign committee stated that Mr. Korman was selling real estate assets to finance his campaign. In one article, Mr. Korman's campaign manager is quoted as stating that Mr. Korman had inadvertently omitted a \$294,000 real estate sale from his financial disclosure statement and intended to file an amended statement.³ Nevertheless, Mr. Korman's financial disclosure statement indicates that Mr. Korman's stock, real estate and investment holdings are substantial, and there is no evidence that Mr. Korman used any funds other than his own personal funds to make loans to his campaign. Therefore, this Office recommends that the Commission find no reason to believe that Sang R. Korman violated the Act with respect to allegations in the complaint concerning Mr. Korman's personal assets or loans

3. Although Mr. Korman filed an amended financial disclosure statement on July 16, 1990, there was no reference to additional income from a \$294,000 real estate sale. The only additional income reported on the amended statement was dividend income of less than \$5000.

to the Korman for Congress Committee from Mr. Korman's personal funds.

III. RECOMMENDATIONS

1. Find no reason to believe that Sang R. Korman, Korman for Congress and Albert T. Nassi, as treasurer, Marathon Communications, Inc. and Robert Lavoie violated 2 U.S.C. § 441b(a).
2. Find no reason to believe that Sang R. Korman violated any other provision of the Act in connection with the complaint filed in this matter.
3. Approve the appropriate letters.
4. Close the file.

Lawrence M. Noble
General Counsel

Date

11/19/90

BY:


Lois G. Lerner

Associate General Counsel

Attachments

1. Responses to the Complaint

90040310332

BEFORE THE FEDERAL ELECTION COMMISSION

In the Matter of)
)
Sang R. Korman; Korman for Congress) MUR 3070
and Albert T. Nassi, as treasurer;)
Marathon Communications, Inc.;)
Robert Lavoie.)

CERTIFICATION


I, Marjorie W. Emmons Secretary of the Federal Election Commission, do hereby certify that on November 26, 1990, the Commission decided by a vote of 5-0 to take the following actions in MUR 3070:

1. Find no reason to believe that Sang R. Korman, Korman for Congress and Albert T. Nassi, as treasurer, Marathon Communications, Inc. and Robert Lavoie violated 2 U.S.C. § 441b(a).
2. Find no reason to believe that Sang R. Korman violated any other provision of the Act in connection with the complaint filed in this matter.
3. Approve the appropriate letters, as recommended in the General Counsel's Report dated November 19, 1990.
4. Close the file.

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

Attest:

11/27/90
Date


for Marjorie W. Emmons
Secretary of the Commission

Received in the Secretariat: Wednesday, Nov. 21, 1990 11:53 a.m.
Circulated to the Commission: Wednesday, Nov. 21, 1990 4:00 p.m.
Deadline for vote: Monday, Nov 26, 1990 4:00 p.m.



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

December 3, 1990

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

Stephen R. Frank, President
The Eagle Marketing Group
607 Azure Hills Drive
Simi Valley, CA 93065

RE: MUR 3070

Dear Mr. Frank:

On November 26, 1990, the Federal Election Commission reviewed the allegations of your complaint dated May 16, 1990, and found that on the basis of the information provided in your complaint, and information provided by the Respondents, there is no reason to believe Sang R. Korman, Korman for Congress and Albert T. Nassi, as treasurer, Marathon Communications, Inc. and Robert Lavoie violated 2 U.S.C. § 441b(a). On November 26, 1990, the Federal Election Commission also found that on the basis of the information provided in your complaint and information provided by Sang R. Korman that there is no reason to believe Sang R. Korman violated any other provision of the Federal Election Campaign Act of 1971, as amended ("the Act") in connection with the complaint filed in this matter. Accordingly, on November 26, 1990, the Commission closed the file in this matter.

The Act allows a complainant to seek judicial review of the Commission's dismissal of this action. See 2 U.S.C. § 437g(a)(8).

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

Enclosure
General Counsel's Report

90040313334



FEDERAL ELECTION COMMISSION
WASHINGTON D.C. 20463

December 3, 1990

Robert Lavoie
4732 Park Granada, Suite 224
Calabasas, CA 91302

RE: MUR 3070
Robert Lavoie

Dear Mr. Lavoie:


On June 1, 1990, the Federal Election Commission notified you of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended.

On November 26, 1990, the Commission found, on the basis of the information in the complaint, and information provided by you, that there is no reason to believe you violated 2 U.S.C. § 441b(a). Accordingly, the Commission closed its file in this matter.

This matter will become a part of the public record within 30 days. If you wish to submit any materials to appear on the public record, please do so within ten days. Please send such materials to the Office of the General Counsel.

Sincerely,

Lawrence M. Noble
General Counsel

BY: 
Lois G. Lerner
Associate General Counsel

Enclosure
General Counsel's Report



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

December 3, 1990

Richard Lichtenstein, President
Marathon Communications, Inc.
2566 Overland Avenue, Suite 670
Los Angeles, CA 90064-3346

RE: MUR 3070
Marathon Communications

Dear Mr. Lichtenstein:

On June 1, 1990, the Federal Election Commission notified Marathon Communications of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended.

On November 26, 1990, the Commission found, on the basis of the information in the complaint, and information provided by you, that there is no reason to believe Marathon Communications violated 2 U.S.C. § 441b(a). Accordingly, the Commission closed its file in this matter.

This matter will become a part of the public record within 30 days. If you wish to submit any materials to appear on the public record, please do so within ten days. Please send such materials to the Office of the General Counsel.

Sincerely,

Lawrence M. Noble
General Counsel

A handwritten signature in dark ink, appearing to read "L92", is written over the typed name of Lois G. Lerner.

BY: Lois G. Lerner
Associate General Counsel

Enclosure
General Counsel's Report



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

December 3, 1990

Albert T. Nassi, Treasurer
Korman for Congress
23919 Ventura Blvd.
Calabasas, CA 91302

RE: MUR 3070
Korman for Congress and
Albert T. Nassi as treasurer

Dear Mr. Nassi:

On June 1, 1990, the Federal Election Commission notified Korman for Congress and you, as treasurer, of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended.

On November 26, 1990, the Commission found, on the basis of the information in the complaint, and information provided by you, that there is no reason to believe Korman for Congress and Albert T. Nassi, as treasurer violated 2 U.S.C. § 441b(a). Accordingly, the Commission closed its file in this matter.

This matter will become a part of the public record within 30 days. If you wish to submit any materials to appear on the public record, please do so within ten days. Please send such materials to the Office of the General Counsel.

Sincerely,

Lawrence M. Noble
General Counsel

A handwritten signature in dark ink, appearing to read "Lerner", is written over the typed name of Lois G. Lerner.

BY: Lois G. Lerner
Associate General Counsel

Enclosure
General Counsel's Report

90040813337



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

December 3, 1990

CLOSED

Sang R. Korman
23919 Ventura Blvd.
Calabasas, CA 91302

RE: MUR 3070
Sang R. Korman

Dear Mr. Korman:

On June 1, 1990, the Federal Election Commission notified you of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended ("the Act").

On November 26, 1990, the Commission found, on the basis of the information in the complaint, and information provided by you, that there is no reason to believe you violated the Act. Accordingly, the Commission closed its file in this matter.

This matter will become a part of the public record within 30 days. If you wish to submit any materials to appear on the public record, please do so within ten days. Please send such materials to the Office of the General Counsel.

Sincerely,

Lawrence M. Noble
General Counsel

BY: Lois G. Lerner
Associate General Counsel

Enclosure
General Counsel's Report

90040313303



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

THIS IS THE END OF MUR # 3070

DATE FILMED 12/26/98 CAMERA NO. 2

CAMERAMAN AS

90040813389



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

THE FOLLOWING DOCUMENTATION IS ADDED TO

THE PUBLIC RECORD IN CLOSED MUR 3070.

91040313518

**MARATHON
COMMUNICATIONS
INCORPORATED**

Political Campaigns
Corporate Public Affairs
Governmental Advocacy
Community and Media Relations

90 DEC -3 PM 12:52

27 November 1990

Mr. Lawrence M. Noble
General Counsel
Federal Elections Commission
999 "E" Street
Washington, DC 20463

ATTENTION: Mary Mastrobattista, Attorney

RE: MUR 3070

Dear Sir:

This letter is a follow-up to my telephone conversation with Ms. Mary Mastrobattista and in reference to matter MUR 3070.

This firm is now in receipt of all outstanding fees and expenses owing from the June 1988 primary campaign of Sang Korman for Congress.

Within the last several weeks the Firm finally received a check in the amount of \$12,198.54 representing the entire balance due. While we would have preferred to receive interest on the long outstanding debt, no such provision was provided for in the agreement between the Firm and the campaign committee. Consequently, we are now recognizing the account as having been paid in full.

I trust that the above is helpful in resolving those issues raised in the complaint filed as they relate to Marathon Communications Inc.

If you have any further questions, please feel free to contact me at our new offices:

8436 West Third Street
Suite 700
Los Angeles, CA 90048
(213) 655-4660

Sincerely,


MARATHON COMMUNICATIONS INC.
Richard Lichtenstein, President

RAL/jy

CLOSED

RECEIVED
FEDERAL ELECTION COMMISSION
90 DEC -4 AM 10:57



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

December 14, 1990

Richard Lichtenstein, President
Marathon Communications, Inc.
8436 West Third Street
Suite 700
Los Angeles, CA 90048

CLOSED

RE: MUR 3070
Marathon Communications, Inc.


Dear Mr. Lichtenstein:

This is to acknowledge receipt of your letter dated November 27, 1990, regarding the above referenced matter, in which you explain that Marathon Communications, Inc. is in receipt of all outstanding fees and expenses owed from the June 1988 primary campaign of Sang Korman for Congress. We have placed your letter on the public record in connection with this matter.

Should you have any questions, please contact Mary P. Mastrobattista, the attorney assigned to this matter, at (202) 376-8200.

Sincerely,

Lawrence M. Noble
General Counsel

BY: 
Lois G. Lerner
Associate General Counsel

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