

REPORT OF THE
OFFICE OF THE AUDITOR GENERAL

233

AUDIT OF CAMPAIGN STATEMENTS
OF CANDIDATES, INCLUDING THE
STATE CONTROLLER, FOR THE BOARD
OF EQUALIZATION FOR THE 1974 ELECTIONS

JUNE 1975

TO THE
JOINT LEGISLATIVE AUDIT COMMITTEE

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GOVERNMENT CODE: SECTIONS 10500-10504

California Legislature

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BOB WILSON
CHAIRMAN

ROOM 4126, STATE CAPITOL
SACRAMENTO, CALIFORNIA 95814
(916) 445-6161

June 12, 1975

The Honorable Speaker of the Assembly
The Honorable President pro Tempore of
the Senate
The Honorable Members of the Senate and the
Assembly of the Legislature of California

Members of the Legislature:

I am today releasing the report of the Auditor General on the audits of campaign statements of candidates, including the State Controller, and their committees that were seeking election to the Board of Equalization. These audit reports have been previously released to the Secretary of State and the Attorney General, as required by Section 11613 of the Elections Code. The audits covered the primary and general elections of 1974, and were required by Section 11610 of the Elections Code.

Most of the findings disclosed by the Auditor General were not material. All material findings have been or will be corrected by amended statements of the candidates or committees.

Although the Auditor General identified numerous administrative problems during these audits, no specific recommendations were made since the statutes under which these audits were required have been repealed by Proposition 9.

Respectfully submitted,



BOB WILSON, Chairman
Jt. Legislative Audit Committee



STATE OF CALIFORNIA

GLEN H. (JACK) MERRITT, C.P.A.
CHIEF DEPUTY AUDITOR GENERAL

Office of the
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GERALD A. HAWES
JOHN H. MCCONNELL, C.P.A.
DEPUTIES

May 15, 1975

Honorable Bob Wilson
Chairman, and Members of the
Joint Legislative Audit Committee
Room 4126, State Capitol
Sacramento, California 95814

Dear Mr. Chairman and Members:

Transmitted herewith is our report on the audit of campaign statements of candidates, including the State Controller, and their committees, that were seeking election to the Board of Equalization. The statements audited were for the primary and general elections of 1974.

Respectfully submitted,

Harvey M. Rose
Auditor General

Staff: Glen H. Merritt
Jerry L. Bassett
Phillips Baker
Richard Porter
Mildred M. Kiesel
Dennis E. Sesler
Edwin H. Shepherd

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INTRODUCTION

The Office of the Auditor General was required by Section 11610 of the Elections Code, a part of the Waxman-Dymally Campaign Disclosure Act, enacted in 1973, to audit the campaign statements of candidates, and of their committees, seeking election to the Board of Equalization during the primary and general elections of 1974. Section 11611 of the Elections Code requires audits of those candidates who receive a specified percentage of the vote or spend a specified amount of money, or both. Because the State Controller is a member of the Board of Equalization, candidates for this office and their committees were also audited.

The Secretary of State received campaign reports from candidates and campaign committees during the 1974 elections, both primary and general. Sections 11500 through 11614 of the Elections Code relate to campaign disclosure. The statutes, that were in effect during 1974, required disclosure of information in reports submitted to the Secretary of State as to contributions and expenditures of candidates and their committees. The audit of these statements was made the responsibility of the Board of Equalization, with the exception that the Auditor General was required to audit the statements of those candidates that are responsible for the main audit effort, namely the Members of the Board of Equalization.

The objective of the reporting to the Secretary of State is true and timely disclosure of the identity of financial backers and the extent of their financial support, so that the people of the state will be more knowledgeable in their voting for candidates and measures. The objective

of the audit was to determine the completeness and accuracy of the information submitted to the Secretary of State by the candidates and their committees.

Section 11613 of the Elections Code required that the candidates and their committees be given ten days to correct errors in their campaign statements which were disclosed by our audit. This section of the Elections Code also required the Auditor General to submit reports of these audits to the Secretary of State and the Attorney General. These requirements have been met.

During these audits we identified numerous administrative problems, which included:

- The format of the reporting statements
- Differences in interpretation of the laws and instructions by the candidates and committees
- Lack of consistency in the records maintained by candidates and committees.

Because the statutes under which these audits were required have been repealed by Proposition 9, we are not making recommendations for improvement. The campaign statements which we audited are public records and are available through the Secretary of State.

SCOPE

The period of our audits was generally from the effective date of the statutes, January 1, 1974, to the post-election closing date, July 5 or December 6, 1974. If the actual operating period of the candidate or committee differed from these dates, we audited the period of operation. Following is a schedule of candidates and related committees audited showing total receipts and expenditures.

CANDIDATES AND COMMITTEES
TOTAL RECEIPTS AND EXPENDITURES
FOR PRIMARY AND/OR GENERAL ELECTION 1974

	<u>Total Receipts</u>	<u>Total Expenditures</u>
<u>CONTROLLER</u>		
William T. Bagley	\$ 35,000	\$ 35,000
Bagley State Controller Campaign	274,498	294,175
Bagley State Controller Northern California Committee	84,784	84,646
Bagley State Controller Los Angeles Dinner Committee	25,565	25,565
Bagley for State Controller San Diego Committee	1,970	1,941
Bagley State Controller Southern California Committee	<u>-0-</u>	<u>-0-</u>
Net Totals Adjusted for Transfers Between Committees	<u>\$275,945*</u>	<u>\$295,455*</u>
Bert A. Betts	-0-	-0-
People for Bert A. Betts - State Controller	<u>\$ 94,931</u>	<u>\$ 93,238</u>
Kenneth Cory	\$ 45,000	\$ 45,000
Californians for Cory	835,970	718,573
Democrats for Cory	17,500	17,456
Cory Dinner Committee	4,006	17,122
Friends of Ken Cory	19,280	12,719
Educators for Cory	11,650	11,606
Labor for Cory	9,000	6,955
Committee to Re-Elect Ken Cory	<u>-0-</u>	<u>-0-</u>
Net Totals Adjusted for Transfers Between Committees	<u>\$857,913*</u>	<u>\$744,938*</u>

Office of the Auditor General

	<u>Total Receipts</u>	<u>Total Expenditures</u>
Marian W. LaFollette	\$ -0-	\$ -0-
Committee to Elect Marian W. LaFollette for State Controller	35,147	33,993
Friends of Marian LaFollette	3,211	3,211
The West Side Committee for Marian W. LaFollette	<u>1,189</u>	<u>1,127</u>
Net Totals Adjusted for Transfers Between Committees	<u>\$ 37,359*</u>	<u>\$ 36,143*</u>
 Robert H. Mendelsohn	 \$ 19,000	 \$ 19,000
Mendelsohn for Controller Committee	363,324	411,976
Friends of Robert Mendelsohn	50,000	50,000
Mendelsohn Santa Clara Dinner Committee	1,440	1,355
Mendelsohn Alameda Dinner Committee	<u>150</u>	<u>411</u>
Net Totals Adjusted for Transfers Between Committees	<u>\$364,364*</u>	<u>\$413,192*</u>
 <u>BOARD OF EQUALIZATION, District 1</u>		
Hank Arklin	\$ <u>3,456</u>	\$ <u>11,915</u>
George R. Reilly	-0-	-0-
George R. Reilly Campaign Committee	\$ <u>32,443</u>	\$ <u>27,712</u>
 <u>BOARD OF EQUALIZATION, District 2</u>		
John W. Lynch	\$ 7,122	\$ 5,106
John W. Lynch Campaign Committee	<u>4,092</u>	<u>4,092</u>
Net Totals Adjusted for Transfers Between Committees	<u>\$ 7,122*</u>	<u>\$ 5,106*</u>
 S. Jack Templeton		
Committee to Elect S. Jack Templeton	\$ 8,810	\$ 8,762
Orange County Committee for Templeton	<u>488</u>	<u>488</u>
Net Totals Adjusted for Transfers Between Committees	<u>\$ 9,298*</u>	<u>\$ 9,250*</u>
 <u>BOARD OF EQUALIZATION, District 3</u>		
William M. Bennett	\$ <u>-0-</u>	\$ <u>-0-</u>
Tally P. Mastrangelo	-0-	-0-
Tally Mastrangelo Campaign Committee	\$ <u>7,119</u>	\$ <u>7,637</u>

	<u>Total Receipts</u>	<u>Total Expenditures</u>
<u>BOARD OF EQUALIZATION, District 4</u>		
William D. Getty	\$ <u>345</u>	\$ <u>1,037</u>
Richard Nevins	\$ -0-	\$ -0-
Nevins for Re-Election Campaign	20,354	38,688
A September Eve With Richard Nevins	<u>833</u>	<u>833</u>
Net Totals Adjusted for Transfers		
Totals of Candidates	\$ <u>21,187*</u>	\$ <u>39,521*</u>

* These totals are for information only and were not shown on any campaign statements filed with the Secretary of State.

Total receipts include monetary and nonmonetary contributions, miscellaneous receipts and loans. Total expenditures include both cash payments and accrual expenditures. Some items reported as expenditures are transfers, in the form of loans or contributions, from the candidate to a committee, or from one committee to another.

During our audits, a reconciliation of the cash receipts and expenditures was made to deposits and withdrawals on the candidate's or committee's bank statements. We reviewed major donor and miscellaneous committee statements filed with the Secretary of State, and when contributions were made to a candidate or committee which we were auditing, such contributions were reconciled to the audited campaign statements. We reviewed transfers between committees and between candidates and committees. We reviewed available records of the candidates and committees.

Several candidates and committees reported on their campaign statements that they received no contributions or made no expenditures. We did not consider a filing fee a campaign expenditure.

Our audit reports of the individual candidates and their committees are included in the Appendix to this report.

OPINION

Most of the findings disclosed in our audits were not material. On the basis of letters which we have received from candidates and their committees, all material findings have either been corrected or will be corrected. Based upon our review of available records, the campaign statements submitted and corrected are considered complete and accurate.

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OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

WILLIAM T. BAGLEY

MARCH 10, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by Mr. William T. Bagley.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by Mr. Bagley are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

BAGLEY STATE CONTROLLER CAMPAIGN
ID No. 742042

MARCH 12, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Bagley State Controller Campaign.

II. AUDIT FINDINGS

Monetary contributions are overstated by \$750.00 due to an error in recording receipts from the Bagley State Controller Los Angeles Dinner Committee.

Non-monetary contributions are overstated by \$226.14 because of duplicate reporting of a loaned automobile.

Expenses for the period January 1, 1974 to December 6, 1974 are overstated by \$4,543.19 due to:

- \$759.15 expense of 1973 reported in 1974
- \$139.59 postage refund not applied against expense
- \$3,644.45 duplicate reporting of payroll withholding.

The cash balance was overstated by \$759.15 at January 1, 1974 and understated by \$3,034.49 at December 6, 1974.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects.

A letter from the treasurer of the committee requesting amendments to the committee statements for the contributions and expenses has been received by the Secretary of State.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

BAGLEY STATE CONTROLLER, NORTHERN CALIFORNIA COMMITTEE
ID No. 744174

FEBRUARY 6, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the General Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Bagley State Controller, Northern California Committee.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

BAGLEY STATE CONTROLLER LOS ANGELES DINNER COMMITTEE
ID No. 744320

FEBRUARY 6, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the General Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Bagley State Controller Los Angeles Dinner Committee.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

BAGLEY FOR STATE CONTROLLER SAN DIEGO COMMITTEE
ID No. 744499

FEBRUARY 18, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Bagley For State Controller San Diego Committee.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

BAGLEY STATE CONTROLLER SOUTHERN CALIFORNIA COMMITTEE
ID No. 744321

MARCH 12, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the General Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Bagley State Controller Southern California Committee.

II. AUDIT FINDINGS

The committee treasurer's statements reported no contributions to or expenditures by the committee.

III. CONCLUSION

Statements were signed by the treasurer that the committee received no contributions or made no expenditures.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

BERT A. BETTS

JANUARY 9, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by Mr. Bert A. Betts.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by Mr. Betts are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

PEOPLE FOR BERT A. BETTS - STATE CONTROLLER
ID No. 742660

JANUARY 9, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, People for Bert A. Betts - State Controller.

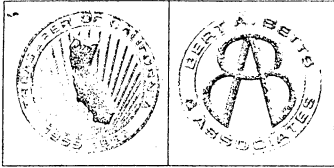
II. AUDIT FINDINGS

Eight contributors that gave \$100 or more were not individually itemized on Schedule A. The total of \$900 was included as unitemized contributions on Schedule A.

III. CONCLUSION

With the above exception, the statements filed by the committee are considered complete and accurate in all material respects.

The candidate, Mr. Betts, objects to the finding of our report. In the opinion of Mr. Betts, contributions of \$100 from a man and wife in a community property state would be a contribution of \$50 for each, and therefore not reportable on the campaign statements as a separate contribution of \$100 or more. The Legislative Counsel has issued an opinion stating that a single check drawn on a joint bank account must be treated as a contribution by the signer only and reported accordingly. We did not examine the checks or copies of the checks to determine the signature, but we did examine receipt copies made to the couples giving contributions. A letter from Mr. Betts explaining his position and the opinion of the Legislative Counsel are both attached.



BERT A. BETTS & Associates

Independent Financial Consultants to:

GOVERNMENTS ON BOND MARKETING AND FINANCIAL PLANNING · PRIVATE ENTERPRISE

April 29, 1975

originating office:
Sacramento

Mr. Harvey M. Rose, C.P.A.
Auditor General, State of California
925 L Street, Suite 750
Sacramento, California 95814

Re: People For Bert A. Betts - State Controller
I.D. No. 742660

Dear Mr. Rose,

Mr. Richard C. Munden, Treasurer of the above referenced committee received a copy of the Auditor General's "Campaign Audit Report". He has turned the report over to me for reply. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code. Section II of the report (Audit Findings) states "Eight contributors that gave \$100.00 or more were not individually itemized on Schedule A. The total of \$900.00 was included as unitemized contributions on Schedule A." We do not concur with the first sentence of this finding, because there were sixteen and not eight contributors, thus listing would not be necessary. We also must take exception in section III (Conclusion) to "With the above exception, the statements filed by the committee are considered complete and accurate in all material respects." We take this exception because the finding is in error in our opinion, as well as the amount is not sufficient to warrant an exception on the grounds of materiality.

Under section 11613 any candidate or committee is permitted to correct within 10 days any errors in its campaign statement. However, there is no provision for the candidate or committee to comment on what they consider to be errors in the Campaign Audit Report. For this reason I wish to express my appreciation to Mr. Richard Porter of the Auditor General's office for agreeing to accept my thoughts on their report, even though we do not agree with it.

I feel that the only area of disagreement is whether or not the receipt of a check for \$100.00 necessitates the listing of the names, etc. on the Schedule A of the Campaign Statement. It is my understanding that this is the position of the Auditor General. In my opinion, this seems in direct conflict with the ever increasing position that a man and wife are two people, not one. Of direct concern to this opinion in California, are the Community Property Laws. It appears to me, a layman, that a contribution of

\$100.00 by a man and wife would be \$50.00 from each, unless specifically contributed from separate funds. Section 11518(e) states that certain things must be itemized from each person from whom a contribution or contributions totaling \$100.00 or more has been received. In the 1974 Manual of Instructions to State and Local Candidates and Political Committees for Preparation of Campaign Statements prepared and distributed by the Secretary of State, the following references are noted:

- (1) Page 7 --- refers to one contributor;
- (2) Page 9 --- Section 7 -- refers to any person who has contributed \$100;
- (3) Page 11 --- Section B -- refers to any person who has contributed \$100 or more. Interestingly enough, this is in the section on Investigations and Audits of State Campaign Statements.

Even though I feel the dollars involved are not material in amount, the total was included in total contributions received, full disclosure was made in compliance with the Waxman-Dymally Campaign Disclosure Act of 1973, and the intent of the legislature has been completely and absolutely complied with, the principle of who is a person, involved herein was too great for me not to express my opinion even though in conflict with the Auditor General of the State of California.

I hereby request that this reply be attached to and made a part of the Auditor General's Campaign Audit Report for People For Bert A. Betts - State Controller, I. D. No. 742660.

Sincerely,

Bert A. Betts
BERT A. BETTS, C.P.A.

BAB:rwB

BERNARD CZESLA
CHIEF DEPUTY

OWEN K. KUNS
EDWARD K. PURCELL
RAY H. WHITAKER

KENT L. DECHAMBEAU
ERNEST H. KUNZI
STANLEY M. LOURIMORE
SHERWIN C. MACKENZIE, JR.
ANN M. MACKAY
EDWARD F. NOWAK
RUSSELL L. SPARLING
PRINCIPAL DEPUTIES

3021 STATE CAPITOL
SACRAMENTO 95814

107 SOUTH BROADWAY
LOS ANGELES 90012

Legislative Counsel of California

GEORGE H. MURPHY

Sacramento, California

May 1, 1975

Honorable Bob Wilson
Assembly Chamber

Campaign Reporting - #11285

Dear Mr. Wilson:

QUESTION

Under the provisions of the Waxman-Dymally Campaign Disclosure Act (Sec. 11500 et seq., Elec. C.)*, if, in 1974, a \$100 check were presented to a candidate or committee which was drawn upon a joint checking account, but was signed by only one spouse, how must the receipt of the check be reported in the candidate's or committee's campaign statement?

OPINION AND ANALYSIS

Under the Waxman-Dymally Campaign Disclosure Act (Sec. 11500 et seq., Elec. C.), a campaign contribution of less than \$100 need only be included in the total of contributions received without revealing the identity of the contributor, whereas the full name and city, state, occupation, and the name of his or her employer, if any, or the principal place of business if he or she is self-employed, must be shown for each person from whom a contribution or contributions totaling \$100 or more has been received, together with the amount contributed by each such person and the cumulative amount contributed by each such person (Sec. 11518, Elec. C.).

* The Waxman-Dymally Campaign Disclosure Act was repealed by Proposition 9 of the June 4, 1974, primary election (see Sec. 2 of Proposition 9, effective January 7, 1975).

GERALD ROSS ADAMS
DAVID D. ALVES
MARTIN L. ANDERSON
PAUL ANTILLA
JEFFREY D. ARTHUR
CHARLES C. ASBILL
JAMES L. ASHFORD
JOHN CORZINE
BEN E. DALC
CLINTON J. DEWITT
C. DAVID DICKERSON
FRANCES S. DORBIN
ROBERT CULLEN DUFFY
CARL NED ELDER, JR.
LAWRENCE H. FEIN
JOHN FOSSETTE
HARVEY J. FOSTER
HENRY CLAY FULLER III
ALVIN D. GRESS
ROBERT D. GPONKE
JAMES W. HEINZER
THOMAS R. HEUER
MICHAEL J. KERSTEN
L. DOUGLAS KINNEY
JEAN KLINGENSMITH
VICTOR KOZIELSKI
STEPHEN E. LENZI
DANIEL LOUIS
JAMES A. MARSALA
PETER F. MELNICOE
MIRKO A. MILICEVICH
VERNE L. OLIVER
EUGENE L. PAINE
TRACY O. POWELL, II
MARGUERITE ROTH
HUGH P. SCARAMELLA
MARY SHAW
JOHN T. STUDEBAKER
MARY ANN VILLWOCK
BRIAN L. WALKUP
THOMAS D. WHELAN
JIMMIE WING
CHRISTOPHER ZIRKLE
DEPUTIES


Thus, the issue narrows as to whether the contribution in question is to be considered as two separate contributions of \$50 each, received from each spouse, or as one contribution of \$100 received from the spouse who signed the check.

In this regard, there is no question that a husband and wife may, as individuals, make separate campaign contributions (Sec. 5103, Civ. C.). While at common law a husband and wife were deemed one person, this legal fiction has long since been discarded (Estate of Hartman, 21 Cal. App. 2d 266, 269).

In addition, a check is the liability of the person who signs it (Sec. 3401, Com. C.). Thus, without evidence to substantiate that a check drawn by one spouse was intended partly as a contribution by that spouse and partly as a contribution by the other spouse, and the amounts to be attributed to each spouse, it is our opinion that a single check drawn on a joint bank account must be treated as a contribution by the signer only and reported accordingly. In other words, where the check is for \$100 or more, the full information regarding the contributor would be required unless it can be clearly established that it was intended as two separate contributions of specific smaller amounts by the husband and wife.

Very truly yours,

George H. Murphy
Legislative Counsel

By 
Thomas R. Heuer
Deputy Legislative Counsel

TRH:kd

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

KENNETH CORY

MARCH 14, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by Mr. Kenneth Cory.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by Mr. Cory are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

CALIFORNIANS FOR CORY

ID No. 743046

APRIL 1, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Californians for Cory.

II. AUDIT FINDINGS

Californians for Cory reported loans of \$67,729, which were not received as cash but were expenditures made by others to benefit the committee. Loans of this type were reported as both loans and non-monetary contributions, which resulted in reported receipts of the committee of twice the actual value of the services donated. These services were also reported as cash payments by Californians for Cory, which increased the reported expenditures by \$67,729. We cannot take exception to the reporting because of inadequacies in the reporting forms and instructions. An explanation of how loans of this type were reported should have been included in the statements filed with the Secretary of State.

Californians for Cory reported contributions that differ from the contributions reported by Mr. Richard J. O'Neill and Mr. Louis J. Cella, Jr. on their committee statements filed with the Secretary of State.

- In the period January 1 through May 7, 1974, Mr. O'Neill and Mr. Cella reported \$810 and \$760 respectively in non-monetary contributions that were not reported in the amended Californians for Cory statements.
- In the period May 26 through July 5, 1974, Mr. Cella reported \$1,000 in non-monetary contributions that were not reported by Californians for Cory.

- In the period October 9 through October 26, 1974, Californians for Cory reported non-monetary contributions of \$462 that Mr. Cella did not report. In the same period, Mr. O'Neill reported a loan of \$5,000, which Californians for Cory did not report.

The salary of one employee, reported as non-monetary contributions, was over-reported on the Californians for Cory statements by \$1,478. The salary was paid by Mr. O'Neill, Mr. Cella and B-PAC.

A cash contribution of \$300 was reported by Mr. M. L. Lawrence to "Ken Cory for Controller". The contribution was not reported by this committee. In a letter to the Secretary of State, with a copy to the Attorney General, Mr. Cory denied having received the contribution.

One contributor that gave \$100 was not individually itemized on Schedule A. The \$100 was included in the unitemized contributions on Schedule A.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects. We did not audit the statements of the major donors to the committee and did not determine the causes of the difference between the statements filed with the Secretary of State by the committee and the major donors.

In a letter to the Auditor General, the treasurer of the committee indicated that the following amendments will be made to the major donor statements of Mr. O'Neill and Mr. Cella.

- January 1 through May 7, 1974, reduce non-monetary contributions by \$810 and \$760, respectively, on the reports of Mr. O'Neill and Mr. Cella.
- May 26 through July 5, 1974, reduce non-monetary contributions by \$1,000 on the report of Mr. Cella.
- October 9 through October 26, 1974, increase non-monetary contributions by \$462 on the report of Mr. Cella and delete the \$5,000 loan on the report of Mr. O'Neill.

These changes conform with the records of the committee.

The letter also indicated that the committee will reduce salary expense by \$1,478 and itemize the \$100 contribution not previously itemized.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

DEMOCRATS FOR CORY

ID No. 743811

JANUARY 20, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Democrats for Cory.

II. AUDIT FINDINGS

A \$3,000 contribution was reported from Mr. Richard J. O'Neill. The statements filed by Mr. O'Neill with the Secretary of State did not indicate a contribution to Democrats for Cory. We did examine a photo-copy of the check made to the order of Democrats for Cory by Mr. O'Neill.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

A letter to the Auditor General from the treasurer of the committee stated that Mr. O'Neill will amend his major contributors report to conform to the report filed by the committee.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

CORY DINNER COMMITTEE
ID No. 741764

MARCH 25, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Cory Dinner Committee.

II. AUDIT FINDINGS

Miscellaneous receipts are understated by \$3,201, which consist of two returned advances. One is the return of a \$3,000 advance that was made in December 1973. The other, for \$201, was advanced and returned during the month of February 1974.

The committee expenditures are understated by \$183.

The beginning cash balance, January 1, 1974, is overstated by \$3,017.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects.

An amended statement for the period January 1, 1974 through May 7, 1974 reflecting the above finding was filed by the treasurer of the committee with the Secretary of State on April 29, 1975.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

FRIENDS OF KEN CORY
ID No. 741763

JANUARY 13, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Friends of Ken Cory.

II. AUDIT FINDINGS

We were unable to audit the contributions and expenses related to a cocktail reception because adequate records were not maintained. The committee reported \$650 of contributions from this function.

The monetary contribution cumulative total for the Capri Motel during the period October 27 through December 6, 1974 should be \$1,400 instead of the \$900 as reported.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects.

The committee treasurer responded to the Auditor General with a copy to the Secretary of State authorizing the amendment of the monetary contribution.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

EDUCATORS FOR CORY
ID No. 743831

JANUARY 20, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Educators for Cory.

II. AUDIT FINDINGS

A \$2,000 contribution was reported from Mr. Richard J. O'Neill. The statements filed by Mr. O'Neill with the Secretary of State did not indicate a contribution to Educators for Cory. We did examine a photo-copy of the check made to the order of Educators for Cory by Mr. O'Neill.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

A letter to the Auditor General from the treasurer of the committee stated that Mr. O'Neill will amend his major contributors report to conform to the report filed by the committee.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

LABOR FOR CORY
ID No. 743812

JANUARY 20, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Labor for Cory.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

COMMITTEE TO RE-ELECT KEN CORY

ID No. 741762

JANUARY 13, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Committee to Re-Elect Ken Cory.

II. AUDIT FINDINGS

The committee treasurer's signed statements reported no contributions to or expenditures by the committee.

III. CONCLUSION

Statements were signed by the treasurer that the committee received no contributions or made no expenditures.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

MARIAN W. LAFOLLETTE

FEBRUARY 28, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for State Controller, including pre-election and closing campaign statements filed by Mrs. Marian W. LaFollette.

II. AUDIT FINDINGS

The candidate's campaign statements filed by Mrs. LaFollette indicate no expenditures. Mr. and Mrs. LaFollette filed a Major Donor Statement which shows their contributions to the Committee to Elect Marian W. LaFollette for State Controller.

III. CONCLUSION

The statements filed by Mrs. LaFollette are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

COMMITTEE TO ELECT MARIAN W. LAFOLLETTE FOR STATE CONTROLLER
ID No. 741410

FEBRUARY 8, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Committee to Elect Marion W. LaFollette for State Controller.

II. AUDIT FINDINGS

Total monetary contributions are understated by \$19,638.10. A major part of this was from improper treatment of a loan forgiven by Mr. and Mrs. LaFollette.

A contribution from Griffith Park Hills Republican Assembly for \$400.00 is not separately listed on Schedule A, as required for contributions over \$100.00.

From January 1 to May 7, 1974, the committee's records indicate total loans and contributions from Mr. and Mrs. LaFollette of \$6,810.08 and the committee statements indicate \$6,610.08, a \$200.00 difference.

Expenditures are understated by \$431.31.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects.

A letter from the treasurer of the committee requesting amendments to the committee statements to reflect the above findings was filed with the Secretary of State of May 6, 1975.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

FRIENDS OF MARIAN LAFOLLETTE
ID No. 743181

FEBRUARY 11, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Friends of Marian LaFollette.

II. AUDIT FINDINGS

For the period May 26 to July 9, 1974, Schedule E lists a payment to the Committee to Elect Marian W. LaFollette for State Controller and does not correctly indicate the \$388.33 that was paid.

III. CONCLUSION

With the above exception, the statements filed by the committee are considered complete and accurate in all material respects.

A letter from the treasurer of the committee was received by the Auditor General that stated: "At best the campaign statement forms are difficult to follow. If inadvertently we put down a payment to Marion on the wrong line or on the wrong page, I of course apologize".

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

THE WESTSIDE COMMITTEE FOR MARION W. LAFOLLETTE
ID No. 743136

JANUARY 23, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Westside Committee for Marion W. LaFollette.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

ROBERT H. MENDELSON

APRIL 2, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by Mr. Robert H. Mendelsohn.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by Mr. Mendelsohn are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

MENDELSON FOR CONTROLLER COMMITTEE
ID No. 742037

APRIL 15, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Mendelsohn for Controller Committee.

II. AUDIT FINDINGS

A contribution of \$5,000 from Robert Mendelsohn was not itemized on Schedule A, but was included in the under \$100 unitemized contributions. The contribution was made during the reporting period May 8 through May 25, 1974.

Accrued expenditures reported on Schedule F are understated by \$277.70, as of July 5, 1974.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects.

A letter from the candidate requesting the amendment of the unitemized contribution, and requesting an extension of time to make amendments to the accrued expenditures, was filed with the Secretary of State on May 5, 1975.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

FRIENDS OF ROBERT MENDELSON
ID No. 743602

JANUARY 15, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the committee, Friends of Robert Mendelson.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

MENDELSON SANTA CLARA DINNER COMMITTEE
ID No. 742040

JANUARY 15, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Mendelsohn Santa Clara Dinner Committee.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

MENDELSON ALAMEDA DINNER COMMITTEE

ID No. 742038

JANUARY 16, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary Election held in 1974 for State Controller, including pre-election and closing campaign statements filed by the Mendelsohn Alameda Dinner Committee.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

HANK ARKLIN

FEBRUARY 3, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 1st District, including pre-election and closing campaign statements filed by Mr. Hank Arklin.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by Mr. Arklin are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

GEORGE R. REILLY

APRIL 9, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 1st District, including pre-election and closing campaign statements filed by Mr. George R. Reilly.

II. AUDIT FINDINGS

The candidate's signed statements reported no contributions received or no expenditures on his own behalf. Nothing in the candidate's committee statements indicated that the candidate should have reported contributions or expenditures.

III. CONCLUSION

Statements were signed by Mr. Reilly that he received no contributions or made no expenditures on his own behalf. It has been accepted as true that there were no contributions or expenditures reported to the Office.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

GEORGE R. REILLY CAMPAIGN COMMITTEE
ID No. 742861

JANUARY 14, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 1st District, including pre-election and closing campaign statements filed by the George R. Reilly Campaign Committee.

II. AUDIT FINDINGS

Eleven contributors that gave \$100 or more were not individually itemized on Schedule A. The total of \$1,635 was included in the \$4,485 advance dinner ticket sales that was itemized on Schedule A in the period March 4 through May 10, 1974.

III. CONCLUSION

With the above exception, the statements filed by the committee are considered complete and accurate in all material respects.

An amended Schedule A, listing the 11 contributors, was filed by the treasurer of the committee with the Secretary of State on May 5, 1975.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

JOHN W. LYNCH

FEBRUARY 13, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 2nd District, including pre-election and closing campaign statements filed by Mr. John W. Lynch.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by Mr. Lynch are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

JOHN W. LYNCH CAMPAIGN COMMITTEE
ID No. 744338

FEBRUARY 13, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 2nd District, including pre-election and closing campaign statements filed by the John W. Lynch Campaign Committee.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

S. JACK TEMPLETON

FEBRUARY 18, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 2nd District, including pre-election and closing campaign statements filed by Mr. S. Jack Templeton.

II. AUDIT FINDINGS

The statements filed with the Secretary of State are copies of the campaign statements of the Committee to Elect S. Jack Templeton.

III. CONCLUSION

The statements filed by Mr. Templeton do not reflect the candidate's activities and should be amended.

Amended statements for the Committee to Elect S. Jack Templeton have been filed by the committee with the Secretary of State. The activities of the committee are those of Mr. Templeton, as explained in the finding section of the report on the Committee to Elect S. Jack Templeton.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

COMMITTEE TO ELECT S. JACK TEMPLETON
ID No. 743749

FEBRUARY 19, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 2nd District, including pre-election and closing campaign statements filed by the Committee to Elect S. Jack Templeton.

II. AUDIT FINDINGS

The campaign statements filed by the Committee to Elect S. Jack Templeton contained numerous inaccuracies.

The candidate received all contributions, made all expenditures, and prepared the campaign statements for the committee. The treasurer signed the campaign statements which the candidate prepared.

Deficiencies in the campaign statements were brought to the attention of the committee treasurer. Corrected statements were received by the Auditor General, and were filed by the committee treasurer with the Secretary of State on April 25, 1975.

III. CONCLUSION

The corrected statements sent to the Auditor General and filed with the Secretary of State by the committee treasurer are considered to be complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

ORANGE COUNTY COMMITTEE FOR TEMPLETON
ID No. 744389

FEBRUARY 11, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the General Election held in 1974 for the Board of Equalization, 2nd District, including pre-election and closing campaign statements filed by the Orange County Committee for Templeton.

II. AUDIT FINDINGS

Monetary contributions are understated by \$333.19 because of a forgiven loan that was not reported as a contribution. Payments on Schedule E are overstated by \$66.81 because of a partial repayment of the loan that was recorded as a payment.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects. An amended statement filed by the treasurer of the committee was received by the Secretary of State on March 19, 1975 correcting the above finding.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

WILLIAM M. BENNETT

APRIL 9, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 3rd District, including pre-election and closing campaign statements filed by Mr. William M. Bennett.

II. AUDIT FINDINGS

The candidate's signed statements reported no expenditures on his own behalf.

III. CONCLUSION

Statements were signed by Mr. Bennett that he received no contributions or made no expenditures on his own behalf. ~~There were no~~
~~discrepancies between the statements and the audit findings.~~

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

TALLY P. MASTRANGELO

APRIL 3, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 3rd District, including pre-election and closing campaign statements filed by Mr. Tally P. Mastrangelo.

II. AUDIT FINDINGS

The candidate's signed statements reported no contributions received or no expenditures on his own behalf. Nothing in the candidate's committee statements indicated that the candidate should have reported contributions or expenditures.

III. CONCLUSION

Statements were signed by Mr. Mastrangelo that he received no contributions or made no expenditures on his own behalf. It was not ascertained that there were no contributions or expenditures subject to audit by our Office.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

TALLY MASTRANGELO CAMPAIGN COMMITTEE
ID No. 743407

JANUARY 28, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 3rd District, including pre-election and closing campaign statements filed by the Tally Mastrangelo Campaign Committee.

II. AUDIT FINDINGS

Total payments for the General Election are overstated by \$746.54. This occurred in the period July 6 through October 8, 1974, when accrued expenses were not properly reported.

Expenses amounting to \$1,042.94 were reported twice when listed on both Schedules E and F. These errors caused the cash balances for reporting periods July 6 through October 8, 1974 and October 9 through October 26, 1974 to be incorrectly reported. The cash balance as of December 6, 1974 is correct.

III. CONCLUSION

With the above exceptions, the statements filed by the committee are considered complete and accurate in all material respects.

A letter from the treasurer of the committee requesting amendments to the summary total to reflect the above findings was filed with the Secretary of State on May 8, 1975.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

WILLIAM D. GETTY

FEBRUARY 10, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 4th District, including pre-election and closing campaign statements filed by Mr. William D. Getty.

II. AUDIT FINDINGS

One contributor of \$100.00, the Long Beach Council of Republican Women, was not listed on Schedule A for the period October 9 to October 26, 1974. This caused monetary contributions to be understated by \$100.00.

III. CONCLUSION

With the above exception, the statements filed by Mr. Getty are considered complete and accurate in all material respects.

An amended statement which includes the above contribution was filed with the Secretary of State on May 5, 1975.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

RICHARD NEVINS

APRIL 9, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 4th District, including pre-election and closing campaign statements filed by Mr. Richard Nevins.

II. AUDIT FINDINGS

The candidate's signed statements reported no contributions received or no expenditures on his own behalf. Nothing in the candidate's committee statements indicated that the candidate should have reported contributions or expenditures.

III. CONCLUSION

Statements were signed by Mr. Nevins that he received no contributions or made no expenditures on his own behalf. ~~have been reported as~~ ~~and~~ ~~that~~ ~~there~~ ~~was~~ ~~no~~ ~~contribution~~ ~~or~~ ~~expenditure~~ ~~reported~~ ~~to~~ ~~be~~ ~~made~~ ~~by~~ ~~the~~ ~~Office.~~

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

NEVINS FOR RE-ELECTION CAMPAIGN
ID No. 741399

MARCH 7, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the Primary and General Elections held in 1974 for the Board of Equalization, 4th District, including pre-election and closing campaign statements filed by the committee, Nevins for Re-election Campaign.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.

OFFICE OF THE AUDITOR GENERAL

CAMPAIGN AUDIT REPORT

A SEPTEMBER EVE WITH RICHARD NEVINS
ID No. 745557

FEBRUARY 10, 1975

I. BACKGROUND

This report covers an audit undertaken by the Office of the Auditor General to determine whether there has been compliance with the provisions of the Waxman-Dymally Campaign Disclosure Act, Chapter 1186, Statutes of 1973-74. The audit was conducted pursuant to Sections 11610 and 11611 of the Elections Code which make Auditor General audits and field investigations of certain campaign statements filed with the Secretary of State mandatory.

The audit covered statements filed in connection with the General Election held in 1974 for the Board of Equalization, 4th District, including pre-election and closing campaign statements filed by the committee, A September Eve With Richard Nevins.

II. AUDIT FINDINGS

No significant discrepancies were noted.

III. CONCLUSION

The statements filed by the committee are considered complete and accurate in all material respects.