1	BEFORE THE HOUSE OF REPRESENTATIVES
2	IMPEACHMENT COMMITTEE
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12	Hearing held on the 17th day of December, 2008,
13	at the hour of 11:00 a.m., in Room 114, State Capitol
14	Building, Springfield, Illinois.
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16	TRANSCRIPT OF PROCEEDINGS
17	VOLUME II
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20	CAPITOL REPORTING SERVICE, INC. TIMBERBROOK DRIVE
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- 1 COMMITTEE MEMBERS:
- 2 HOUSE MAJORITY LEADER BARBARA FLYNN CURRIE, CHAIRWOMAN
- 3 REPRESENTATIVE JIM DURKIN, MINORITY SPOKESPERSON
- 4 REPRESENTATIVE EDWARD J. ACEVEDO
- 5 REPRESENTATIVE SUZANNE BASSI
- 6 REPRESENTATIVE PATRICIA R. BELLOCK
- 7 REPRESENTATIVE WILLIAM B. BLACK
- 8 REPRESENTATIVE MIKE BOST
- 9 REPRESENTATIVE MONIQUE D. DAVIS
- 10 REPRESENTATIVE ROGER L. EDDY
- 11 REPRESENTATIVE MARY E. FLOWERS
- 12 REPRESENTATIVE JACK D. FRANKS
- 13 REPRESENTATIVE JOHN A. FRITCHEY
- 14 REPRESENTATIVE JULIE HAMOS
- 15 REPRESENTATIVE CAREEN GORDON
- 16 REPRESENTATIVE CONSTANCE A. HOWARD
- 17 REPRESENTATIVE LOU LANG
- 18 REPRESENTATIVE FRANK J. MAUTINO
- 19 REPRESENTATIVE CHAPIN ROSE
- 20 REPRESENTATIVE JIM SACIA
- 21 REPRESENTATIVE JIL TRACY
- 22 REPRESENTATIVE ARTHUR J. TURNER

23

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- 1 CHAIRWOMAN CURRIE: The Special Investigative
- 2 Committee will come to order. The Clerk will call the
- 3 roll. This morning Representative Careen Gordon is
- 4 substituting for Representative Hannig.
- 5 THE CLERK: Curry.
- 6 CHAIRWOMAN CURRIE: Here.
- 7 THE CLERK: Durkin.
- 8 REPRESENTATIVE DURKIN: Here.
- 9 THE CLERK: Acevedo.
- 10 REPRESENTATIVE ACEVEDO: Here.
- 11 THE CLERK: Bassi.
- 12 REPRESENTATIVE BASSI: Here.
- 13 THE CLERK: Bellock.
- 14 REPRESENTATIVE BELLOCK: Here.
- THE CLERK: Black.
- 16 REPRESENTATIVE BLACK: Here.
- 17 THE CLERK: Bost.
- 18 REPRESENTATIVE BOST: Here.
- 19 THE CLERK: Davis.
- 20 REPRESENTATIVE DAVIS: Here.
- THE CLERK: Eddy.
- 22 REPRESENTATIVE EDDY: Here.
- THE CLERK: Flowers.
- 24 REPRESENTATIVE FLOWERS: Here.

- 1 THE CLERK: Franks.
- 2 REPRESENTATIVE FRANKS: Here.
- THE CLERK: Fritchey.
- 4 REPRESENTATIVE FRITCHEY: Yes.
- 5 THE CLERK: Hamos.
- 6 REPRESENTATIVE HAMOS: Yes.
- 7 THE CLERK: Gordon.
- 8 REPRESENTATIVE GORDON: Here.
- 9 THE CLERK: Howard.
- 10 REPRESENTATIVE HOWARD: Here.
- 11 THE CLERK: Lang.
- 12 REPRESENTATIVE LANG: Here.
- 13 THE CLERK: Mautino.
- 14 REPRESENTATIVE MAUTINO: Here.
- THE CLERK: Rose.
- 16 REPRESENTATIVE ROSE: Here.
- 17 THE CLERK: Sacia.
- 18 REPRESENTATIVE SACIA: Here.
- 19 THE CLERK: Tracy.
- 20 REPRESENTATIVE TRACY: Here.
- THE CLERK: Turner.
- 22 CHAIRWOMAN CURRIE: We have a quorum. The
- 23 first order of business for the hearing committee this
- 24 morning will be adoption of the rules of the

- 1 committee.
- 2 But before we go to that, I would just like to
- 3 make note of the fact that the Governor has legal
- 4 representation with us today, and I would appreciate
- 5 it if each of the lawyers sitting at that table would
- 6 just give us your name at this point. We may have the
- 7 opportunity to hear from you later.
- 8 MR. GENSON: My name is Ed Genson. There's a
- 9 way to turn it on and I don't know it, but if it turns
- 10 off, assign someone to turn it on.
- 11 CHAIRMAN CURRIE: It's on.
- MR. GENSON: That's wonderful. My name is
- 13 Edward Genson, G-e-n-s-o-n. Next to me is Samuel
- 14 Adam, Jr., and next to Sam is Jaqueline Rankin,
- 15 R-a-k-i-n.
- 16 CHAIRWOMAN CURRIE: Thank you very much, Mr.
- 17 Genson, and the others of you as well. We welcome
- 18 you.
- So we're about to look at the proposed rules for
- 20 committee adoption, and I think it's important to make
- 21 a couple of points. And that is that we're not a
- 22 court of law, we're not quite a grand jury. We hope
- our rules will be fair and open and provide
- opportunities to people to participate, and will offer

- 1 guidance to us as members of the committee, to the
- 2 Governor's counsel, and any people who might come
- 3 before us as witnesses.
- 4 But it's important just to make it clear again
- 5 that we are not a court of law, we're not bound by
- 6 specific rules of evidence or specific procedures that
- 7 might apply if we were in fact a grand jury or a panel
- 8 of judges. These we are not.
- 9 So just stating that as background for purposes
- 10 of the discussion about the proposed rules, I'd like
- 11 now to turn the microphone over to David Ellis who is
- 12 the counsel for the committee who will make a
- 13 presentation of the proposed rules.
- MR. ELLIS: Thank you, Madam Chair. And I
- 15 would make a very brief presentation. I will
- 16 represent to everyone that we did meet last night with
- 17 Representative Durkin, Minority Spokesman, and his
- 18 staff. We discussed a few changes. We did not agree
- on all of them, but several of them.
- And the rules in front of you now would reflect
- 21 the product of that conversation. I'll just very
- 22 briefly take you through them.
- Rule 1 is what it is, it's the definitions.
- Rule -- and I should say two things. One is that

- 1 in large part, not the entirety, but in large part
- 2 these rules are similar, if not identical, to the
- 3 rules for the impeachment inquiry with Justice Heiple.
- 4 Also many of these rules mirror the letter and at
- 5 least the spirit of the House rules that we currently
- 6 have for committee procedure.
- Rule 2 simply states that the Chair will call the
- 8 meetings and preside over the business of the body,
- 9 that she may delegate that to another member. That
- 10 committee action requires a majority vote of 11.
- Rule 3 discusses the committee Clerk, the Clerk
- of the House or his or her designee, or the Assistant
- 13 Clerk or his designee shall be the clerk of this
- 14 committee.
- Hearings will be set by the Chair, and notice
- 16 will of course be given to the Governor and his
- 17 counsel. The attempt will be to give 24 hours notice
- 18 of any hearing, and we certainly intend to do our best
- 19 to honor that.
- We make a point of saying that no hearing will be
- 21 deemed invalid solely for lack of 24 hour notice, but
- 22 we will -- I think it's fair to say we're going to do
- our best to give as much notice as we possibly can to
- everyone, the public, as well as to counsel for the

- 1 Governor.
- 2 Under Rule 5 the Chair may request the issuance
- 3 of subpoenas to compel people or subpoenas duces
- 4 tecum, a technical term to refer to the compelling of
- 5 documents. And it is -- that would be at the
- 6 discretion of the Chair.
- 7 Under Rule 6 we are simply stating the service of
- 8 the subpoena will follow Illinois law. We will
- 9 endeavor to give two days notice to witnesses when
- 10 possible. By vote of two-thirds of the committee we
- 11 can waive that two days.
- 12 Subpoenas duces tecum shall indicate where the
- documents need to be produced, standard language for a
- 14 subpoena rule. Indicate the right of counsel, give
- 15 them a copy of the Legislative Commission Hearing Act
- 16 and a copy of the resolution, and notify them that
- 17 they are entitled to fees. That's all -- this is all
- 18 state law. There's nothing new in these rules that
- 19 aren't already governed by state law.
- Under Rule 7, conduct of all hearings will take
- 21 place in public, an open hearing, unless by a
- 22 two-thirds vote the full House votes to meet in
- 23 executive session. That is in the Illinois
- 24 Constitution.

- 1 Rule 8, we note that all witnesses, not only the
- 2 Governor but any witnesses, have a right to counsel,
- 3 but not at public expense. And that witnesses may
- 4 request that -- they may be submitted questions to be
- 5 asked.
- 6 Rule 9, the testimony shall be recorded.
- 7 Testimony shall be under oath administered by the
- 8 presiding officer.
- 9 The presiding officer will -- may direct the
- 10 witness to answer any relevant questions. It will be
- in the presiding officer's discretion to make that
- 12 determination. The Governor's counsel may question
- 13 witnesses. We don't per se have cross-examination,
- but witnesses may be asked clarifying questions to
- 15 clarify their testimony, not so much what we think of
- 16 as cross-examination.
- 17 The Governor may call witnesses and submit
- 18 evidence himself subject to reasonableness, and if it
- 19 involves a subpoena obviously subject to the
- 20 discretion of the Chair.
- 21 All evidence will be made part of the record. If
- 22 I didn't say this already, counsel may ask questions
- 23 and Minority Spokesman may designate counsel to ask
- 24 questions as well. We would also -- will also accept

- 1 written statements.
- 2 Again in Rule 10, the procedural questions and
- 3 evidentiary questions, I use the phrase evidentiary
- 4 even though there aren't rules of evidence, those will
- 5 be decided by the presiding officer.
- 6 Under Rule 11 the Clerk shall keep a record, and
- 7 that record shall be made available to the members and
- 8 of course to Governor's counsel.
- 9 Under Rule 12 we talk about interested persons
- 10 testifying. What we set up here is the same thing we
- 11 did for the Justice Heiple hearing, which is we are
- 12 allowing offers of proof to be submitted in the event
- 13 that somebody who is not invited by the committee
- 14 wishes to testify.
- We're trying to avoid a free-for-all here, but at
- 16 the same time give whoever wants to say something the
- 17 chance to at least posit their position. So
- 18 submitting an offer of proof to the committee through
- 19 the Clerk is a way to attempt to get your voice heard.
- Under Rule 13 we talk about contempt for failure
- 21 to obey a subpoena. Basically it follows current
- 22 state law. It takes a vote of 11 to issue a contempt
- 23 citation.
- Rule 14 also deals with contempt following state

- 1 law.
- 2 Under Rule 15 it simply states that the committee
- 3 may obtain information by other means obviously.
- 4 Rule 16 says that there will be no ex parte
- 5 communications between the Governor and members of his
- 6 staff with regard to the substantive issues.
- 7 Obviously he cannot be discussing -- where's the
- 8 vending machine is fine, but no discussion of the
- 9 substance of what is taking place here. And we also
- 10 in the rules as we did with Justice Heiple's hearing,
- we recommend that all House members, that all House
- 12 members follow this suggestion.
- Rule 17 simply notes that what was in House
- 14 Resolution 1650, that we will be submitting a written
- 15 report. That is the committee will be issuing a
- 16 written report by the full House by the end of the
- 17 95th General Assembly.
- Rule 18 is rules will become effective by a
- 19 majority vote. Amendments will take a majority vote.
- And I believe that's all, Madam Chair.
- 21 CHAIRWOMAN CURRIE: Thank you very much, Mr.
- 22 Ellis.
- Are there any comments or questions about the
- 24 proposed rules? Just to underscore the point, that

- 1 much of the rules that we're looking at either reflect
- 2 what happens in other committees in the Illinois House
- 3 or are adaptations of what governs the investigation
- 4 of the committee of inquiry in Justice Heiple.
- 5 Representative Durkin.
- 6 REPRESENTATIVE DURKIN: Thank you,
- 7 Representative Currie.
- And I can say that, you know, we did meet last
- 9 night, myself and Representative Currie and our
- 10 counsel. We went through the rules item by item, and
- 11 I think that we're in agreement on most of them.
- But where we did disagree is Section 5 which is
- 13 the issue regarding the issuance of subpoenas. And to
- 14 me as I look at this committee, one of the core of
- 15 this committee is the ability to gather evidence. And
- 16 if we have to compel testimony, this is not the type
- of situation where I think people are going to
- 18 voluntarily appear before this committee, and if we
- 19 feel that at some point that certain testimony is
- important for us to make a decision, I may want to be
- 21 able to -- I want to reserve the right to have a
- 22 subpoena at least sent from this committee, and with
- the Speaker making the decision whether that should be
- 24 served upon an individual.

- 1 We saw that complaint last week, there were a lot
- 2 of individuals in there referenced by number and by
- 3 name, including a number of people who were involved
- 4 with this quid pro quo for the United States Senate
- 5 seat.
- 6 I want to reserve the right to perhaps call those
- 7 individuals. And the way that I read these rules
- 8 right now, there are two people who can make a
- 9 decision as to whether or not a subpoena will be
- 10 issued. It's not the members of -- not the members of
- 11 this committee, it's Representative Currie and Speaker
- 12 Madigan.
- A grand jury, if we can talk about this as
- 14 similar to a grand jury, a grand juror can make a
- 15 request for a subpoena and they will vote as a whole
- 16 and have that served up. To me I think that's
- 17 unfortunate we don't have that right. It to me
- doesn't appear to be a bipartisan process, if two
- people are controlling the production or the gathering
- of evidence.
- 21 And to me, I find that something that I have a
- 22 problem with. And I know some of my colleagues also
- have similar problems with that.
- But I will say that most of the rules are good.

- 1 But the core of this committee is to be able to gather
- 2 evidence and bring individuals before this. And I
- 3 think that the way that they're written right now it's
- 4 lopsided. It doesn't give us a fair shake at this.
- 5 And let me just add that at the Heiple
- 6 proceedings there was an even amount of Democrats and
- 7 Republicans, but also two co-chairs of the Heiple
- 8 proceedings had subpoena powers. It's not what we
- 9 have today.
- 10 CHAIRWOMAN CURRIE: Representative Bassi.
- 11 REPRESENTATIVE BASSI: Thank you, Madam
- 12 Chairman.
- 13 I would echo what Representative Durkin is
- 14 saying. Rule 5 is the core of the committee, it's the
- 15 ability to issue subpoenas. I think the rule of law
- 16 and fundamental fairness would require an even
- 17 distribution of both parties.
- 18 I would also point out that in Arizona and
- 19 Connecticut, as well as previous impeachment
- 20 proceedings in Illinois, i.e. the Heiple hearing and
- 21 another hearing of inquiry, committee of inquiry, were
- 22 equal and bipartisan in nature, and there was an equal
- 23 number from both sides of the aisle on the committees.
- Unfortunately, that's not happening here. Only

- 1 two people can make the decision to issue subpoenas,
- 2 and both are of the same party as the Governor.
- 3 Thank you, Madam Chairman.
- 4 CHAIRWOMAN CURRIE: Representative Eddy.
- 5 REPRESENTATIVE EDDY: Thank you, Madam Chair.
- 6 I find it interesting that during the description of
- 7 the rules Heiple was mentioned several times, and I
- 8 think it's important to note the similarities.
- 9 But this is a glaring difference from the Heiple
- 10 case and committee in that there's a clear attempt to
- 11 control what individuals and what papers and evidence
- 12 may be before this committee. And I find that
- 13 disappointing.
- There is already as was mentioned a clear
- 15 difference from Heiple in that this is not an evenly
- 16 distributed committee among Democrats and Republicans.
- 17 There is a 12/9 number advantage already.
- And as has already been stated, the Speaker has
- 19 the power of signatory over the subpoena. Why it's
- 20 necessary for a person rather than co-chairs or in
- 21 this case the Minority Spokesperson not to have that
- 22 privilege I think is something that will become very
- evident to everyone, and it's very disappointing. It
- 24 concerns us. And I certainly had hoped for these

- 1 rules to reflect a more transparent approach.
- 2 It's important also to note that while that power
- 3 can be controlled clearly just by numbers, it is not
- 4 possible to control the perception of the people of
- 5 this state regarding this issue and the transparency
- 6 that this committee will work with.
- 7 CHAIRWOMAN CURRIE: Thank you. And just a
- 8 couple of comments in response. This committee, as
- 9 virtually every other House committee, does have a
- 10 partisan division. That is to say the majority party
- 11 has more appointments than the minority party.
- And as with every other committee, the committee
- 13 Chair has the right to offer a subpoena followed by a
- decision by the Speaker whether to sign onto that
- 15 subpoena or not.
- I want to make it clear to the members of this
- 17 committee that I suspect that the majority members are
- 18 just as interested in hearing from all the world of
- 19 Individual A and C as are the members of the minority
- 20 party.
- But I would remind us first of all that we've all
- 22 made it clear that we do not wish to trample upon the
- 23 investigation, the criminal investigation that is
- 24 under the control of the United States Attorney for

- 1 the Northern District of Illinois. And I don't feel
- 2 comfortable if we were going to say that other people
- 3 are going to be out there offering subpoenas, even if
- 4 those subpoenas may be going to people who are on the
- 5 prohibited list from the United States Attorney.
- 6 I will tell you that I am more than happy to work
- 7 with the Minority Spokesman, Representative Durkin,
- 8 and all the members of the committee, and if it is the
- 9 decision of this committee that if we decide as a
- 10 group that we do want to hear from people who are not
- on a prohibited list, we have options, including
- 12 inviting people to testify, and including at the end
- 13 of the day a subpoena.
- That's why we have that authority in the rules,
- and I think that if we use that authority I think we
- 16 will do so in a bipartisan manner.
- This committee is in no way here to say that
- we're going to cover up or whitewash anything. We're
- 19 here because we have concerns, the same concerns that
- the minority party has about the conduct of the
- 21 current Governor in office.
- I am sure that the conduct of his predecessor was
- 23 not conduct deemed becoming by all members of the
- 24 Republican party.

- 1 So we are here to try to get to the bottom of
- 2 concerns and allegations that are out there in the
- 3 public, and we're happy to work with you, all of you,
- 4 to see to it that we do just that.
- 5 Representative Lang.
- 6 MR. LANG: Thank you, Madam Chairman. I
- 7 would move the adoption of the rules.
- MR. GENSON: May I make a comment regarding
- 9 the rules?
- 10 CHAIRWOMAN CURRIE: I'm sorry, who is
- 11 speaking?
- MR. GENSON: Ed Genson. I would like to make
- 13 a comment, make a statement regarding the rules.
- 14 CHAIRWOMAN CURRIE: We will hear your
- 15 comment. But let me just say that I don't know that
- 16 your interest has to do with our rules. Our rules are
- 17 very different from what happens in the places, the
- 18 venues where you ordinarily ply your trade.
- But I will give you the honor of at least letting
- you say your two cents.
- 21 GENSON: I ply my trade in a lot of places.
- 22 But the point of the matter is, Representative Currie,
- 23 in going over the rules and in going over the statute
- and in going over the Constitution applicable to this

- 1 proceeding, I find nothing, nothing in either -- in
- 2 any of those places that talks about what is the basis
- 3 and what the basis for impeachment can be. I find
- 4 nothing in any of those places regarding the standard
- 5 of proof.
- 6 And I would suggest on behalf of Rod Blagojevich
- 7 that if we are going to have a hearing relative to
- 8 these rules, that those two matters be dealt with.
- 9 CHAIRWOMAN CURRIE: I would just point out
- 10 that the Constitution is pretty clear. Impeachment is
- appropriate if there is a cause for impeachment, and
- 12 nothing in these rules does anything to undermine that
- 13 constitutional responsibility.
- Representative Lang has moved adoption of the --
- oh, House Representative Black, looking particularly
- 16 crisp this morning if I might say so.
- 17 REPRESENTATIVE BLACK: Thank you so much,
- 18 Madam Chairperson.
- 19 If I might, I would like to make a comment before
- we vote on the rules if the Chair would allow. Thank
- 21 you.
- 22 CHAIRWOMAN CURRIE: Yes.
- 23 REPRESENTATIVE BLACK: Thank, Madam
- 24 Chairperson, and ladies and gentlemen of the

- 1 committee. Let me try to express my feelings as best
- 2 I can. And that is the office of Governor does not
- 3 belong to Rod Blagojevich and it does not belong to
- 4 the Illinois Democratic party. It belongs to the
- 5 people of Illinois. By all accounts the people have
- 6 lost confidence in Governor Rod Blagojevich.
- 7 This elected legislature answers to the people,
- 8 and I would hope we again remember that we are not
- 9 here to find Rod Blagojevich guilty of crimes beyond a
- 10 reasonable doubt. That is not what the impeachment
- 11 article of the Illinois Constitution is about. The
- 12 personal liberty of Rod Blagojevich is not at stake
- 13 here.
- We are here to determine under the broad language
- of our Constitution and the sentiment of the people of
- 16 the state of Illinois who actually own this government
- whether the office of Governor ought to be the subject
- 18 of a proceeding in the Senate, whether an evaluation
- should be made if Rod Blagojevich has forfeited the
- 20 people's office due to his conduct.
- Now this will not be an easy or pleasant task for
- 22 any of us, and I hope that everyone here can
- 23 contribute something to this process and not attempt
- to block or slow the process and work of this

- 1 committee.
- 2 Having said that, Madam Chairperson, let me just
- 3 express my concern and dismay if I might over Rule 5,
- 4 the issuance of subpoenas. I think that is as our
- 5 Minority Spokesperson has clearly stated the central
- 6 issue of this committee.
- 7 Connecticut in 2004 set up an impeachment
- 8 process, bipartisan, both co-chairs had the right of
- 9 subpoena.
- We did that in 1997 here in Illinois with the
- 11 Heiple Commission. The General Assembly in 1985 did
- 12 that on a Special Investigative Committee looking into
- 13 some cost overruns at McCormick Place. It was
- 14 bipartisan. Both co-chairs had the right of subpoena.
- But in these rules that we're being asked to
- 16 accept today, our Minority Spokesman does not have any
- 17 inherent right under these rules to initiate a
- 18 subpoena. As I understand it, if the Speaker does not
- 19 sign off on our request, then that will be denied,
- 20 summarily denied.
- We do not have any appeal process other than a
- vote of the committee, and 11 members could then vote
- 23 that down. I would point out there are 12 Democrats
- on the committee. So it's one thing, in all due

- 1 respect to my colleagues, to say that the spirit of
- 2 bipartisanship is what this committee is all about,
- 3 but it is not what you did.
- It's easy to talk the talk. But you're not
- 5 walking the walk. It is not a bipartisan committee,
- 6 it's 12 to 9. And it makes no difference on this
- 7 special committee what the other committees or the
- 8 General Assembly, how they are constituted.
- 9 This is a Special Investigative Committee
- 10 established by the General Assembly, and I think it's
- 11 unfortunate that the Minority Spokesman and the
- 12 members that he represents on this committee would
- 13 have to be subject to the signoff of the Speaker of
- 14 the House or the Chairperson of this committee in
- 15 order to issue a subpoena.
- 16 I think that inhibits the minority party's
- 17 ability to get at information that we will need or
- 18 certainly like to have.
- And when all is said and done, it's very easy to
- talk about bipartisanship, but the proof is whether or
- 21 not it's done.
- 22 And in the very establishment of this committee
- 23 it was not done, and in the adoption of these rules I
- have serious doubts as to whether that spirit of

- 1 bipartisanship that could be so important in our
- 2 deliberation is in fact being given any more than lip
- 3 service.
- 4 Thank you, Madam Chairperson.
- 5 CHAIRWOMAN CURRIE: Representative Fritchey.
- 6 REPRESENTATIVE FRITCHEY: Thank you, Madam
- 7 Chairman.
- 8 If I may briefly, I don't want to say I'm
- 9 surprised, I'm somewhat dismayed by the claims of
- 10 partisan maneuvers by those in the minority party
- spoken by a majority of them over the last few days.
- Maybe I would understand it if this was a
- 13 Democratic majority committee investigating a
- 14 Republican Governor. I don't know if you are
- 15 insinuating that we are going to try to unfairly
- 16 attack the Governor or if we're going to try to
- 17 unfairly protect him. Neither seems to have been the
- 18 case up until this time.
- With all due respect to my Republican colleagues,
- and do I respect them all, I think right now you're
- 21 presently tilting at windmills that don't exist.
- 22 Rules are in place. There have been steadfast
- 23 representations that we intend and are working toward
- 24 a common goal.

- 1 Representative Black is entirely correct, this is
- 2 not an office that belongs to the Governor. This is
- 3 not a Democratic party agenda. We are investigating
- 4 the alleged actions of one individual and whether he
- 5 should stay in office.
- To that end we have a common objective, and that
- 7 objective is to do what is right for the people of
- 8 this state, Democrat, Republican, Chicago and suburban
- 9 and downstate alike.
- 10 Injecting a partisan argument where one doesn't
- 11 exist I think detracts us from that mission, and I
- 12 would hope that we can focus on the work before us,
- 13 and there is a lot to be done, and continue rather
- 14 than trying to foster a discretion when something does
- 15 not and should not exist.
- 16 Thank you, Madam Chair.
- 17 CHAIRWOMAN CURRIE: Thank you,
- 18 Representative.
- 19 Representative Lang has moved adoption of these
- 20 rules for the Special Investigative Committee.
- 21 Please, Clerk, call the roll. But add first
- 22 Representative Turner to the roll call.
- THE CLERK: Currie.
- 24 CHAIRWOMAN CURRIE: Aye.

- 1 THE CLERK: Durkin.
- 2 REPRESENTATIVE DURKIN: I vote no based on
- 3 the comments that I made, particularly about Section
- 4 5, because that is a fundamental -- as I said, the
- 5 core of this committee is to be able to gather
- 6 evidence and if we have to compel evidence, so we're
- 7 not allowed that, the minority party has not been
- 8 allowed that process.
- 9 I'm going to be presenting an amendment at some
- 10 point that I think will probably reflect more of a
- 11 bipartisan manner in which this committee should
- 12 present this issue of subpoenas, but I have to vote
- 13 no.
- 14 THE CLERK: Acevedo.
- 15 REPRESENTATIVE ACEVEDO: Aye.
- THE CLERK: Bassi.
- 17 REPRESENTATIVE BASSI: No.
- THE CLERK: Bellock.
- 19 REPRESENTATIVE BELLOCK: No.
- THE CLERK: Black.
- 21 REPRESENTATIVE BLACK: It's my intent to vote
- 22 no. And I would remind members of the committee it
- 23 was a Republican resolution that established the
- 24 Heiple Special Investigative Committee that was truly

- 1 bipartisan, gave co-chairs the right of subpoena, and
- 2 as you'll recall Justice Heiple ran to his position on
- 3 the Supreme Court as a Republican.
- 4 THE CLERK: Bost.
- 5 REPRESENTATIVE BOST: No.
- 6 THE CLERK: Davis.
- 7 REPRESENTATIVE DAVIS: Yes.
- 8 THE CLERK: Eddy.
- 9 REPRESENTATIVE EDDY: No.
- THE CLERK: Flowers.
- 11 REPRESENTATIVE FLOWERS: Aye.
- THE CLERK: Franks.
- 13 REPRESENTATIVE FRANKS: Aye.
- 14 THE CLERK: Fritchey.
- 15 REPRESENTATIVE FRITCHEY: Yes.
- THE CLERK: Hamos.
- 17 REPRESENTATIVE HAMOS: Aye.
- THE CLERK: Hannig -- or sorry, Gordon.
- 19 REPRESENTATIVE GORDON: Aye.
- THE CLERK: Howard.
- 21 REPRESENTATIVE HOWARD: Yes.
- THE CLERK: Lang.
- 23 REPRESENTATIVE LANG: Aye.
- 24 THE CLERK: Mautino.

- 1 REPRESENTATIVE MAUTINO: Aye.
- THE CLERK: Rose.
- REPRESENTATIVE ROSE: No.
- 4 THE CLERK: Sacia.
- 5 REPRESENTATIVE SACIA: No.
- 6 THE CLERK: Tracy.
- 7 REPRESENTATIVE TRACY: No.
- 8 THE CLERK: Turner.
- 9 REPRESENTATIVE TURNER: Yes.
- 10 CHAIRWOMAN CURRIE: By a surprising vote of
- 11 12 yes and 9 no, the rules are now adopted.
- And a couple of housekeeping items. There are
- 13 some items here. First of all, one of our members
- 14 reminded me that it would be a good idea to remind
- people in the room, including committee members, to
- 16 either turn your cell phone off or put it on vibrate,
- 17 since some of them can be rather loud.
- And we have a couple of items that I want to
- 19 enter into the committee record, and I make a point
- that all the materials that are created by or are
- 21 submitted to the committee will become part of the
- 22 record.
- But for purposes of preserving order during the
- 24 proceeding, items that may be frequently referred to

- 1 we will designate as exhibits by number or ultimately
- 2 possibly by letter.
- For purposes of complete transparency we're also
- 4 planning to make exhibits available on the General
- 5 Assembly's Web site. And as always, the Clerk will
- 6 also obtain a hard copy or record of all the
- 7 proceedings.
- 8 So Committee Exhibit 1 has in it copies of three
- 9 letters; a letter from me to the Governor telling him
- 10 about our committee, the letter from our legal counsel
- 11 to Sheldon Sorosky, then counsel to the Governor, and
- 12 a letter in return from him to Mr. Ellis.
- Committee Exhibit 2 is a copy of the Governor's
- 14 motion for appointment of counsel.
- Committee Exhibit 3 is a copy of the complaint
- 16 filed in the United States Court Northern District of
- 17 Illinois, the complaint against Rod Blagojevich and
- 18 John Harris, and the supporting affidavit.
- Committee Exhibit 4 is a copy of the plea
- 20 agreement between the United States Attorney and Ali
- 21 Ata.
- Committee Number 5 is a copy of the plea
- 23 agreement between the United States Attorney and
- 24 Joseph Cari.

- 1 And with the exception of Exhibit 2, members
- 2 received copies of each of these exhibits yesterday.
- 3 But I also want to go back to Committee Exhibit
- 4 2. This is a motion filed or attempted to be filed
- 5 with this committee by Mr. Genson, the lawyer for the
- 6 Governor. And we will not entertain that motion, Mr.
- 7 Genson.
- 8 This committee is not in a position to appoint a
- 9 Special Attorney General. We're not the appropriate
- 10 venue to discuss questions of payment for defense
- 11 counsel's services.
- So we would instead suggest that you take that
- 13 issue to the State Attorney General's office, because
- 14 it's my understanding that that's the appropriate
- 15 place for --
- MR. GENSON: It's already there.
- 17 CHAIRWOMAN CURRIE: -- for consideration of
- 18 your request. So we will not entertain the motion. I
- 19 just wanted to explain to you why.
- MR. GENSON: I understand, and it is already
- 21 before the Attorney General. I thought in an
- 22 abundance of caution I would file it here also.
- CHAIRWOMAN CURRIE: Okay, we appreciate that.
- 24 In no way though does our refusal to talk about A mean

- 1 that we don't recognize you as the Governor's counsel.
- 2 You are and we understand that, we recognize that, and
- 3 again we do welcome you.
- 4 MR. GENSON: Thank you.
- 5 CHAIRWOMAN CURRIE: Our topic today has
- 6 mostly to do with the material that was filed by the
- 7 United States Attorney in the criminal complaint that
- 8 involved the Governor's arrest a week ago yesterday
- 9 and copies of plea agreements between two defendants
- 10 in other proceedings before the court.
- And many of those are serious complaints or
- 12 charges about the Governor do appear in the criminal
- 13 complaint and the supporting affidavit.
- So I've asked Dave Ellis, who is our legal
- 15 counsel, to present Committee Exhibit 3. And the
- 16 intent is that Mr. Ellis will basically walk the
- 17 committee through the criminal complaint and affidavit
- 18 and the plea agreements, and the point, since we can
- 19 all read this material, and in fact all of you have
- the material, is to make sure that we're all on the
- 21 same page.
- And while Mr. Ellis would be prepared to answer
- questions, he's not a witness and he's not someone who
- is going to be able to attest to the validity of the

- 1 complaint or anything else. But it seems to be
- 2 helpful if we are all on the same page.
- 3 And if people have informational questions, they
- 4 can certainly ask those of Mr. Ellis.
- 5 So Mr. Ellis, would you like to --
- 6 MR. GENSON: I have preliminary motions that
- 7 I'd like to be heard.
- 8 CHAIRWOMAN CURRIE: A preliminary motion?
- 9 MR. GENSON: Preliminary matters that I'd
- 10 like to be heard on if I could.
- 11 CHAIRWOMAN CURRIE: Please.
- MR. GENSON: The first is a motion to recuse
- 13 members of the committee in their determination. It
- 14 was my understanding that in listening to the --
- 15 CHAIRWOMAN CURRIE: We're having trouble
- 16 hearing you.
- MR. GENSON: In listening to the
- 18 conversations regarding the passing of the -- passing
- of the memo or passing of the committee rules, the
- word that I kept on hearing was due process.
- Now yesterday a number of people on this
- 22 committee made comments about what they felt they were
- 23 here for. A number of the people who are on this
- 24 committee expressed views that were -- made it

- 1 perfectly clear that they already made up their mind
- 2 in this case.
- 3 Representative Black just spoke in a fashion that
- 4 allowed that they made up their mind in this case. I
- 5 would point out that Representative Tracy
- 6 specifically, Representative Franks made comments in
- 7 the hearing relative to -- at the beginning of this
- 8 matter stating an opinion. They state an opinion that
- 9 basically suggested that they could not be fair.
- 10 And I'd ask specifically that Tracy and
- 11 Representative Franks, Representative Black, be
- 12 recused and be -- and recuse themselves and be recused
- 13 from this committee based on their predisposition in
- 14 this case.
- And rather than waste anyone's time, I have the
- 16 transcript from what was said yesterday. I'd be glad
- 17 to read it into the record.
- The fact of the matter is, they made comments
- 19 which shows they can't be fair. They made comments
- which shows that Rod Blagojevich cannot have a fair
- 21 and impartial hearing of this committee. And I would
- 22 ask that Representative Tracy, Representative Franks
- 23 and Representative Black be precluded from
- 24 participating in this hearing.

- 1 CHAIRWOMAN CURRIE: Thank you, Counsel.
- 2 First I would say that this committee is not in a
- 3 position to expel or recuse members of the committee,
- 4 so I think we would not accept your proposal at this
- 5 time.
- 6 And I just would have to say for the record that
- 7 I was pleased with the opening statements of the
- 8 members yesterday in that so many of them were clearly
- 9 aimed at trying to explain how no matter what their
- 10 feelings might be about the Governor on this level,
- 11 that, or some other, that they were going to undertake
- 12 this effort in a spirit of due process and fair play.
- MR. GENSON: I have an additional motion with
- 14 regard to a continuance in this case. If you please,
- 15 this case was -- this matter we were notified the
- 16 15th, we received -- we received -- yesterday we
- 17 received the notification of this hearing formally.
- 18 We were very -- you were very kind to recess till
- 19 today until I could get here.
- But the fact of the matter is there is one day
- 21 notice. The fact of the matter is that we received no
- 22 list of witnesses. The fact of the matter is we have
- 23 no power to subpoena. We would want power to
- 24 subpoena, because we as the representatives who spoke

- 1 want to subpoena in people and want to subpoena
- 2 documents for this hearing. We can't do this on a one
- 3 day's notice.
- We would ask, if you please, that we -- this
- 5 matter be adjourned to give us appropriate time to
- 6 prepare.
- 7 CHAIRWOMAN CURRIE: The Chair again would
- 8 point out that we are not subject to the kinds of
- 9 rules that might apply in a courtroom. You don't have
- 10 the power of subpoena and I don't believe this
- 11 committee is going to plan to give it to you.
- The topic for today's meeting is the topic of the
- 13 criminal complaint filed in conjunction with the
- 14 arrest of the Governor a week ago yesterday. And I
- 15 should imagine as his lawyer you would doubtless have
- 16 had an opportunity to read that complaint, and I would
- be very surprised if you were not familiar with the
- 18 contents of the plea bargain between Mr. Ali Ata and
- 19 the federal prosecutor, as well as that between Mr.
- 20 Joe Cari and the federal prosecutor.
- I think it's important for the people of the
- 22 state that we take this action that we have embarked
- upon, as recently as two days ago the House decided to
- 24 move forward, because we believed unanimously that

- 1 there are enough questions about the Governor's
- 2 capacity to hold to the confidence and the trust of
- 3 the people of the state of Illinois that this inquiry
- 4 was called for.
- I don't think that we can wait around and put
- 6 this off for another six months or another year. And
- 7 so respectfully we will continue with today's events.
- And so the next item would be to hear from David
- 9 Ellis on the contents of the criminal complaint and
- 10 the plea bargains.
- MR. GENSON: With regard to the criminal
- 12 complaint, the admission of this criminal complaint
- 13 and the admission of portions of this criminal
- 14 complaint would be in violation of Title 18, 2518 with
- 15 regard -- of the United States Criminal Code.
- 16 I will say briefly and quote briefly. "The
- 17 contents of any wire, oral or electronic communication
- 18 intercepted pursuant to this chapter of evidence shall
- 19 not be received in evidence or otherwise disclosed in
- any trial, any hearing, or other proceeding in a
- 21 federal or state court, unless each party is given
- 22 notice and unless each party is given proper paperwork
- and unless each party is given an opportunity to
- object to it."

- 1 The fact of the matter is we in this particular
- 2 case -- and I will talk as to the contents at the
- 3 appropriate time. But the fact of the matter is we've
- 4 been furnished with no tapes, we've been furnished
- 5 with no documents. There is no way we can test it,
- 6 and the introduction of this at this point in this
- 7 case is illegal.
- 8 CHAIRWOMAN CURRIE: We are neither a state
- 9 nor a federal court. We are not a court at all. We
- 10 are a committee properly constituted of the Illinois
- 11 House of Representatives.
- And now if I may turn the microphone over to Mr.
- 13 Ellis. I think he's actually going to travel down to
- 14 the hearing table.
- Mr. Ellis is about to make the presentation, and
- 16 I just want to mention again that members of the
- 17 committee will have the opportunity to ask questions,
- 18 even though of course he's not a witness.
- And Mr. Genson, you'll be given an opportunity to
- 20 make a statement as he finishes his testimony as well.
- MR. GENSON: Thank you.
- 22 CHAIRWOMAN CURRIE: Mr. Ellis.
- MR. ELLIS: Thank you, Madam Chair. Just for
- the record my name is David Ellis, I'm Chief Legal

- 1 Counsel for the Speaker of the Illinois House, Michael
- 2 Madigan. I'm honored to be the counsel to this
- 3 committee.
- 4 My charge here today is to talk about the
- 5 criminal complaint that was filed in support of the
- 6 arrest warrant for Governor Blagojevich and his chief
- 7 of staff, John Harris.
- What I'm going to do is not so much the evidence
- 9 as is the complaint itself. That complaint is in the
- 10 record. I urge and expect that all of you will read
- 11 it from front to back.
- My job here today is to highlight. For the most
- 13 part -- well, it will be a mix. At times I will do my
- 14 best to summarize and get us through a number of
- 15 things briefly, and in other cases I will have really
- 16 no choice but to quote verbatim from the complaint in
- 17 detail.
- Again, the ultimate evidence is the document
- 19 itself, the 76-page document, and more specifically,
- 20 the affidavit of Special Agent David Cain which was
- 21 attached to the complaint in support of the arrest
- 22 warrant.
- And by the way, I hope that I can be heard. I
- 24 was told when I was up by Representative Currie that

- 1 my voice was not coming through on the audio, so
- 2 somebody please tell me if that's the case.
- This complaint is against both Governor
- 4 Blagojevich and his chief of staff. I will try to
- 5 focus as much as I can on Governor Blagojevich for
- 6 obvious reasons. But as you will see, according to
- 7 the complaint the allegations are often their actions
- 8 merged, so there will be a mix of things we'll be
- 9 talking about here.
- 10 You will hear throughout this code words used.
- 11 It's the practice of the United States Attorney
- 12 Fitzgerald to not name individuals that he in his
- 13 discretion chooses not to name.
- So you'll be hearing a lot of phrases like
- 15 Contributor 1, Lobbyist A, Hospital Executive 1. I'll
- 16 try to stop every time I do that and make sure that
- 17 you at least understand that I'm using a code word as
- 18 opposed to a person's name. It can sound kind of
- 19 funny if you just say it conversationally.
- And if there is something that I say that is
- 21 confusing, I certainly would be willing to be stopped
- 22 and, you know, explain something to you.
- What I think Chairwoman Currie asked of me is
- that as I go through each section, okay, I will stop

- 1 and you'll have the opportunity to ask me any
- 2 questions about that section.
- But if I say something that just completely, you
- 4 know, confuses you and you need some clarification,
- 5 you're the committee, you can ask me questions
- 6 whenever you like.
- 7 The last thing I would say preliminarily is like
- 8 the press conference that U.S. Attorney Fitzgerald
- 9 held, I will not be using some of the curse words that
- 10 actually appear in this complaint. This complaint is
- 11 not edited for the curse words, so I will use maybe
- 12 bleep or something like that. I think you'll know.
- According to the criminal complaint filed against
- 14 Governor Blagojevich, the United States government has
- been investigating allegations of illegal activity in
- 16 the Blagojevich administration since 2003.
- A summary of the evidence revealed to date;
- 18 number one, an abuse of office by trading campaign
- 19 funds and financial benefits in exchange for official
- 20 acts.
- 21 Specifically, defendant Rod Blagojevich and at
- 22 times defendant John Harris, together with others,
- 23 obtained and attempted to obtain financial benefits
- for Rod Blagojevich, members of his family, and

- 1 Friends of Blagojevich, his political campaign
- 2 committee, in exchange for such things as appointments
- 3 to state boards and commissions, state employment,
- 4 state contracts, and access to state funds.
- 5 2. Governor Rod Blagojevich and John Harris,
- 6 together with others, threatened to withhold state
- 7 financial assistance to the Tribune Company with
- 8 regard to the sale of Wrigley Field, a transaction
- 9 believed to be valued at over 100 million dollars in
- 10 benefits to the Tribune Company, threatened to
- 11 withhold this state assistance unless the Tribune
- 12 Company fired certain members of the Chicago Tribune
- 13 editorial board who had been critical of Governor
- 14 Blagojevich.
- 15 Third. That the Governor attempted to trade his
- 16 appointment to President-elect Barack Obama's vacant
- 17 Senate seat to obtain personal benefits for himself,
- 18 including possibly the appointment to a cabinet
- 19 position in President-elect Obama's administration, a
- 20 lucrative job in a union if he appointed a candidate
- 21 backed by the union or campaign contributions.
- According to the complaint, in early October of
- 23 2008 the United States government came into the
- possession of information that Governor Blagojevich

- 1 was accelerating his fundraising activities, what they
- 2 describe as his corrupt fundraising activities, to
- 3 accumulate as much money as possible in his campaign
- 4 fund before January 1, 2009.
- Why January 1, 2009? The government alleges
- 6 because on January 1, 2009, a new law would go into
- 7 effect, an ethics law that the General Assembly knows
- 8 very well, which it passed almost unanimously, if not
- 9 unanimously. It was House Bill 824. It was
- 10 previously known as House Bill 1.
- 11 It was a bill that banned contributions by large
- 12 state contractors to the office holder who gave that
- 13 contract out. Although there are -- there is more
- 14 than one executive officer, it is fair to say that the
- 15 vast, vast majority of state contracts given out in
- 16 the executive branch are given out by the Governor's
- 17 office or his agencies.
- And therefore, Governor Blagojevich was most
- 19 affected by the passage of this law, which was passed
- 20 by the way over his amendatory veto.
- This law would bar contractors with either
- 22 contracts or bids to the Governor's office of over
- 23 50,000 dollars from giving him campaign contributions.
- The government alleges that he was in these last

- 1 months of 2008 accelerating his efforts to get as much
- 2 money as he could.
- On the basis of that information, the government
- 4 obtained court approval to intercept oral
- 5 communications in certain locations of the offices of
- 6 Friends of Blagojevich. They also got a court order
- 7 to intercept the home phone of Rod Blagojevich.
- 8 So in essence what I'm saying is they received a
- 9 court order to place eavesdropping devices in his
- 10 political office and to wiretap his home phone.
- And again, according to the complaint from these
- 12 intercepting devices the government uncovered these
- 13 three different areas of criminal conduct: Efforts to
- 14 obtain campaign contributions in exchange for official
- 15 acts, efforts to use the promise of state money to the
- 16 Tribune Company for the sale of Wrigley Field to
- 17 induce the Tribune Company to fire members of the
- 18 editorial board, and third, efforts to obtain personal
- 19 financial benefits for Governor Blagojevich in return
- for his appointment of a U.S. Senate seat.
- 21 I'm going to focus first on the allegations with
- 22 regard to the Chicago Tribune and the Tribune Company.
- 23 There will be references in here to an individual
- 24 identified as Tribune Owner, and there will be

- 1 references to an individual named -- identified as
- 2 Tribune Financial Advisor. You'll hear me say those
- 3 phrases.
- 4 Media accounts reflect that the Tribune Company
- 5 was in financial trouble, and that the new Tribune
- 6 Owner was considering selling the Chicago Cubs
- 7 baseball team and using the proceeds to pay debt
- 8 associated with his purchase of the Tribune Company.
- 9 Intercepted phone calls demonstrate that the
- 10 Tribune Company has explored the possibility of
- obtaining financing from the Illinois Finance
- 12 Authority related to the sale of Wrigley Field.
- And one of the things discussed in many of the
- 14 phone calls that I will summarize for you soon is that
- 15 the Governor made note of the fact that using the IFA,
- 16 the Illinois Finance Authority, would be going around
- 17 the General Assembly, something he had done before,
- and knowingly which the Chicago Tribune had repeatedly
- 19 criticized him for doing. This is a theme that you
- will hear more than once in the intercepted phone
- 21 calls.
- The intercepted phone calls reveal that Rod
- 23 Blagojevich directed John Harris, his chief of staff,
- to inform the Tribune Owner and an associate of

- 1 Tribune Owner, who I've already explained is Tribune
- 2 Financial Advisor, to explain to these two individuals
- 3 that the state of Illinois financial assistance for
- 4 the Tribune Company's sale of Wrigley Field would not
- 5 be forthcoming unless members of the Chicago Tribune's
- 6 editorial board were fired.
- 7 Intercepted -- an intercepted phone call on
- 8 November 3rd, 2008, reveals that the Governor asked
- 9 Deputy Governor A, another code, the Governor asked
- 10 Deputy Governor A to find out if the Tribune had
- 11 advocated for his impeachment.
- Deputy Governor A and the Governor discussed the
- 13 Tribune's endorsement of House Speaker Michael
- 14 Madigan, which endorsement suggested that Madigan
- should create the committee to study impeachment.
- The Governor told Deputy Governor A to pull
- 17 together the articles in the Tribune related to
- 18 impeachment and then have someone go to the Tribune
- 19 Owner and say "Get rid of these people."
- Specifically, in that phone call on November 3rd,
- 21 Rod Blagojevich told Deputy Governor A to put together
- 22 the articles in the Tribune on the topic of removing
- 23 Governor Blagojevich from office, and then have
- someone like John Harris go to the Tribune Owner and

- 1 say "We've got some decisions to make now."
- 2 Blagojevich said that "Someone should say 'get rid of
- 3 those people.'"
- 4 Blagoj evich said that he thinks that they should
- 5 put this all together and then have Harris or somebody
- 6 go talk to the Tribune Owner and say "Look, we've got
- 7 decisions to make now, moving this stuff forward,"
- 8 believed to be a reference to the IFA helping with the
- 9 sale of the Cubs. Continuing the quote, "someone's
- 10 gotta go to Tribune Owner, we want to see him. It's a
- 11 political bleeping operation in there."
- Deputy Governor A agreed and said that Harris
- 13 needed to be sensitive about how he does it.
- 14 Blagojevich said there is nothing sensitive about how
- 15 you do it and that it is "Straightforward and you say
- 16 "We're doing this stuff for you. We believe this is
- 17 right for Illinois and this is a big deal to Tribune
- 18 Owner financially."
- But what Blagojevich is doing to help Tribune
- 20 Owner is the same type of action that the Tribune is
- 21 saying should be the basis for Rod Blagojevich's
- 22 impeachment. That is going around the General
- 23 Assembly.
- Rod Blagojevich said Tribune Owner should be told

- 1 "Maybe we can't do this now. Fire those bleepers."
- 2 Deputy Governor A suggested that Rod Blagojevich
- 3 say "I'm not sure that we can do this anymore because
- 4 we've been getting a ton of these editorials that say
- 5 look, we're going around the legislature, we gotta
- 6 stop and this is something the legislature hasn't
- 7 approved. We don't want to go around the legislature
- 8 anymore."
- 9 Rod Blagojevich agreed and said that he wants
- 10 Harris to go in and make that case. "Not me," me
- 11 being the Governor.
- During another intercepted phone call later that
- 13 night on November 3rd, 2008, Rod Blagojevich stated,
- 14 this is in a conversation with Deputy Governor A, as
- 15 well as -- let me correct the record there. This is a
- 16 conversation between the Governor and Advisor A.
- During that conversation Rod Blagojevich stated
- 18 that he is going to go to Tribune Owner and tell
- 19 Tribune Owner that Rod Blagojevich will not help
- Tribune Owner because Tribune Owner's own paper will
- 21 argue to impeach Rod Blagojevich for his actions in
- 22 helping Tribune Owner. Rod Blagojevich stated they
- 23 are going to go to Tribune Owner "before we pull the
- 24 trigger on this deal."

- 1 On November 4th the Governor spoke about the
- 2 "Tribune stuff" with Deputy Governor A and
- 3 subsequently with John Harris. The Governor and
- 4 Harris discussed the need to explain that the tribune
- 5 is writing editorials criticizing the Governor, and
- 6 that because of the articles in the Tribune, quote,
- 7 and this is the Governor, "we don't know if we can
- 8 take a chance and do this IFA deal now."
- 9 I'm sorry, continuing the quote, "I don't want to
- 10 give them the grounds to impeach me." Rob Blagojevich
- 11 stated that "Our recommendation is fire all those
- 12 bleeping people, get 'em the bleep out of there and
- 13 get us some editorial support."
- During the meeting with state employees on the
- 15 following day, November 5th, the Governor told Harris
- 16 to tell Tribune Financial Advisor that "Everything is
- 17 lined up, but before we go to the next level we need
- 18 to have a discussion about what you guys are going to
- 19 do about that newspaper."
- Harris stated that, quote -- I'm sorry, let me
- 21 start that over. Harris stated that he "won't be so
- 22 direct." Rod Blagojevich told Harris "Yeah, you know
- 23 what you gotta say."
- During an intercepted call on November 6th, 2008,

- 1 Rod Blagojevich and John Harris discussed a
- 2 conversation Harris had with Tribune Financial Advisor
- 3 A -- I'm sorry, Tribune Financial Advisor the prior
- 4 day. Harris said he told Tribune Financial Advisor
- 5 that things, quote, this is a Harris quote, "look like
- 6 they could move ahead fine but, you know, there is a
- 7 risk that all of this is going to get derailed by your
- 8 own editorial page."
- 9 Later in the conversation Rod Blagojevich and
- 10 Harris talk about an upcoming meeting Harris will have
- 11 with an individual at the Tribune believed to be
- 12 Tribune Financial Advisor. Harris stated that he will
- 13 tell the individual that in Harris's experience you
- 14 cannot "tread lightly" and you need "to make wholesale
- 15 changes."
- Harris stated that he will "throw it out there
- and let them figure out how to do it." Blagojevich
- 18 stated that Harris's suggestion will be to "get rid of
- 19 these people" and that "the other point you want to
- 20 make is in fact we sure would like to get some
- 21 editorial support from your paper, okay?"
- Harris stated "I want to do that in person."
- Harris stated that they will not give editorial
- 24 support "out of the current crew." Rod Blagojevich

- 1 said "this is a priority. Stay on it right. I mean
- 2 he -- he gets the message, doesn't he?" Harris
- 3 replied, "oh, yeah, he got it loud and clear."
- In apparent reference to the prospect of IFA
- 5 assistance for the Wrigley Field deal, Blagojevich
- 6 then asked "what does this mean to them? Like 500
- 7 million? What does it mean to Tribune Owner in real
- 8 terms?" Harris replied, "to them? About a hundred
- 9 million, maybe 150." Blagojevich said he thought "it
- 10 was worth like 500 million to them."
- Rod Blagojevich said "100 million is nothing to
- 12 sneeze at. That's still worth something, isn't it?"
- 13 Harris said that he planned on seeing Tribune
- 14 Financial Advisor the following Monday, November 10th.
- On November 11th, the day after that meeting was
- 16 supposed to have occurred, Rod Blagojevich talked
- 17 again with John Harris. Rod Blagojevich asked Harris
- 18 whether Tribune Financial Advisor understood the
- 19 timeline in which Rod Blagojevich wanted changes made
- in relation to "our ability to do this without the
- 21 legislature", believed to be a reference to using the
- 22 IFA to help with the Cubs's financing.
- Harris stated "Correct, November, December."
- 24 Blagojevich responded "right." Harris said that he

- 1 expects "before the end of this month, that being
- 2 November, there's going to be some reorganization or
- 3 cuts" at the Tribune Company.
- 4 Blagojevich replied "Wow. Okay, keep our fingers
- 5 crossed. You're the man. Good job, John."
- 6 During an intercepted phone call on November
- 7 20th, 2008, Blagojevich spoke with John Harris again.
- 8 Blagojevich began the conversation by asking Harris
- 9 whether Harris is "making any progress on that Tribune
- 10 editorial board with Tribune Financial Advisor?" Rod
- 11 Blagojevich then suggested that Harris could say the
- 12 following to Tribune Financial Advisor: "What are we
- 13 going to do? We've got this IFA thing. We want to do
- 14 all this. How's that going?"
- Rod Blagojevich asked Harris if he understood
- 16 what Rod Blagojevich wants, and told Harris to "use
- 17 your judgment."
- During an intercepted phone call the next day,
- 19 November 21st, Rod Blagojevich spoke with John Harris.
- 20 Rod Blagojevich asked Harris whether he had told
- 21 Deputy Governor A that "McCormick is going to get
- 22 bounced at the Tribune." McCormick is believed to be
- John P. McCormick, the Chicago Tribune's deputy
- 24 editorial page editor. And just for the record, he is

- 1 specifically named in this complaint. I'm reading
- 2 this from the allegations.
- 3 Mr. Harris stated "I had singled out McCormick as
- 4 somebody who is the most biased and unfair."
- 5 Blagojevich responded "to the Tribune Financial
- 6 Advisor you did?" Harris confirmed that it was to
- 7 Tribune Financial Advisor. Rod Blagojevich stated
- 8 "that would be great." And that McCormick is "a bad
- 9 guy.
- 10 Rod Blagojevich confirmed that Harris made the
- 11 point with Tribune Financial Advisor that the Tribune
- 12 is advocating that Blagojevich be impeached for going
- 13 around the legislature and that "is precisely what
- we're doing on Wrigley Field."
- Harris said he explained that information to
- 16 Tribune Financial Advisor. Rod Blagojevich asked
- 17 whether the Tribune Financial Advisor understood that
- 18 "we are not in a position where we can afford to do
- that if the Tribune is pushing impeachment.".
- Blagojevich asked "they got that, right?" Harris
- 21 replied "right." Harris suggested that Blagojevich
- 22 and Harris explain -- I'm sorry, let me start that
- 23 over.
- Harris suggested to Rod Blagojevich that Harris

- 1 explained to Tribune Financial Advisor that the
- 2 Tribune's editorial discussing impeachment "could
- 3 jeopardize our efforts to do good things for people as
- 4 well as the other thing," believed to be helping the
- 5 Cubs sale at the IFA.
- 6 Rod Blagojevich responded "there ya go. He got
- 7 the message?" Harris replied "yeah." Rod Blagojevich
- 8 stated "good."
- 9 Also on November 21st, 2008, approximately five
- 10 minutes after that phone call with John Harris, the
- 11 two spoke again. At the end of this call Blagojevich
- 12 stated that "the Tribune thing is important if we can
- 13 get that." Harris replied "delicate, very delicate."
- 14 Blagojevich said "I know, I know. Use your judgment,
- don't push too hard. But you know what you got to do,
- 16 right?" Harris responded "all right, sir."
- On December 4th, 2008, the Chicago Tribune
- 18 announced it was reducing the size of its work force
- 19 by 11 members.
- On the morning of December 5th, 2008, Rod
- 21 Blagojevich spoke with John Harris on this subject.
- 22 Rod Blagojevich stated "what's the deal? So do
- 23 McCormick -- so McCormick stays at the Tribune, huh?"
- Harris stated that "we haven't heard that he's gone."

- 1 Rod Blagojevich stated "I mean those layoffs were
- 2 minor."
- 3 Harris stated "well, I know they got a lot to
- 4 do." Blagojevich asked "there's still more coming?"
- 5 Harris responded "yeah, they got a lot of cuts to
- 6 make."
- 7 Blagojevich stated "okay, at some point we should
- 8 talk to Tribune Financial Advisor again, right?"
- 9 Harris confirmed they should talk to Tribune Financial
- 10 Advisor again.
- 11 That concludes what I have to summarize for you
- 12 with regard to the Tribune Company. If there are any
- 13 questions I'd be happy to do my best to clarify.
- 14 CHAIRWOMAN CURRIE: Representative Lang.
- 15 REPRESENTATIVE LANG: Thank you, Madam
- 16 Chairman.
- Mr. Ellis, I think it would be instructive to
- 18 talk about the Illinois Finance Authority and the
- 19 relationship between that agency and the government,
- 20 how are these folks chosen, does the Governor have any
- 21 direct responsibility, are they independent of the
- 22 Governor. Could you expound on that?
- MR. ELLIS: I'll do my best, Representative.
- 24 I won't put myself up as an expert. There's probably

- 1 some members who know it better that I know.
- 2 Certainly my understanding is that the IFA is
- 3 appointed, the members of the board are appointed by
- 4 the Governor, and certainly we know one executive
- 5 director, Ali Ata, who we'll be talking about later
- 6 who was also appointed by the Governor. So they are
- 7 under the Governor's control.
- 8 REPRESENTATIVE LANG: Well, while they're
- 9 appointed by the Governor, they under our laws govern
- 10 themselves however?
- MR. ELLIS: Yes.
- 12 REPRESENTATIVE LANG: They are a separate
- 13 governing body, they are not a state agency like the
- 14 Department of Agriculture or Department of Human
- 15 Services, they are their own --
- MR. ELLIS: Yes.
- 17 REPRESENTATIVE LANG: -- governing board, is
- 18 that correct?
- MR. ELLIS: Yes, that's my understanding,
- 20 sir.
- 21 REPRESENTATIVE LANG: So if it were true that
- 22 the Governor were suggesting that he could influence a
- decision they made, that in and of itself would be
- something worth investigating further, is that

- 1 correct?
- MR. ELLIS: I think that would be up to the
- 3 committee to investigate or decide whether to
- 4 investigate, but I could certainly understand that
- 5 position, yes.
- 6 REPRESENTATIVE LANG: So I just want to make
- 7 this clear. He has no direct control over that agency
- 8 once he appoints those people, is that correct?
- 9 MR. ELLIS: That's correct, sir.
- 10 REPRESENTATIVE LANG: Thank you very much.
- 11 CHAIRWOMAN CURRIE: Representative Fritchey.
- 12 REPRESENTATIVE FRITCHEY: Thank you.
- Mr. Ellis, if I could ask you a question, not
- 14 just as in your role as a reciter of the allegations
- 15 in the complaint, but also with respect to your role
- 16 as counsel here as well.
- 17 I think it would be helpful for both this
- 18 committee as well as the public to understand that
- 19 it's not our task to determine whether these
- allegations rise to criminal conduct, but we need to
- 21 look at these purported statements by the Governor and
- 22 the other individuals in the framework of whether or
- 23 not we believe that this is conduct that is
- 24 appropriate for the Governor of the state of Illinois

- 1 to be engaging in.
- Would you agree with that assessment?
- 3 MR. ELLIS: I would absolutely agree that you
- 4 have the really unfettered discretion to consider what
- 5 is cause for impeachment. There is a federal standard
- 6 of high crimes and misdemeanors, and I think it's been
- 7 noted by many people that there was a deliberate
- 8 decision by the framers of the 1970 Constitution to
- 9 leave that out and to leave it with cause.
- 10 I think -- I would not ever deem to tell anybody
- 11 where they should draw lines, but I think it's fair to
- 12 say that the line has never been drawn at criminal
- 13 activity alone.
- 14 REPRESENTATIVE FRITCHEY: But I guess to that
- 15 end specifically, while we do have wide latitude, that
- 16 latitude should not be seen as having to come to an
- 17 inference as to whether or not criminal conduct did
- 18 occur, or that really is -- that may be the one thing
- 19 that's not within our pursue.
- MR. ELLIS: I would agree with that.
- 21 REPRESENTATIVE FRITCHEY: Thank you.
- 22 CHAIRWOMAN CURRIE: Other questions?
- Do you want to carry on, Mr. Ellis.
- MR. ELLIS: Absolutely. I'm next going to

- 1 cover the allegations related to the vacant U.S.
- 2 Senate seat. By way of background, and I imagine the
- 3 committee already knows this, but the United States
- 4 Constitution gives each state legislature the
- 5 authority to establish procedures to fill vacancies in
- 6 the office of the United States Senate.
- 7 And under state law, the Governor has been given
- 8 the authority to make a temporary appointment to fill
- 9 a vacant U.S. Senate seat. And we all obviously
- 10 realize that we just recently lost a U.S. Senator and
- 11 gained a President Obama.
- The complaint alleges that the Governor conspired
- to trade or sell the appointment of the U.S. Senate
- 14 seat for personal gain. Intercepted phone
- 15 conversations alleged the Governor's intention to make
- 16 the appointment in exchange for one of the following:
- A position that the President-elect could
- 18 appoint, such as Secretary of Health and Human
- 19 Services, Secretary of Energy, for an ambassadorship,
- 20 his wife's placement on corporate boards, the
- 21 Governor's placement at a private foundation with a
- 22 significant salary, assistance with fundraising
- 23 millions of dollars for a nonprofit organization which
- 24 he would later head, or the promise of thousands of

- 1 dollars in campaign contributions.
- The Governor is heard commenting throughout these
- 3 conversations that if he could not get one of the
- 4 previous items in exchange for his Senate appointment,
- 5 he would possibly appoint himself.
- 6 The affidavit notes that not all calls dealing
- 7 with what they call the corrupt efforts of the
- 8 governor in this regard were detailed in the
- 9 complaint. These are not all of them, but these are
- 10 the ones we have.
- On November 3rd, 2008, I believe this would be
- 12 the day before the election, Rod Blagojevich talked
- 13 with Deputy Governor A. Blagojevich told Deputy
- 14 Governor A that he is not -- if he is not going to get
- 15 anything of value for the open Senate seat, then Rod
- 16 Blagojevich will take the Senate seat himself. "If
- they're not going to offer anything of any value, then
- 18 I just might take it."
- Just for the record it was actually "I might just
- 20 take it."
- Later that same day on November 3rd Blagojevich
- 22 spoke with Advisor A. By this time, media reports
- 23 indicated that Senate Candidate 1, an advisor to the
- 24 President-elect, was interested in the Senate seat if

- 1 it became vacant and was likely to be supported by the
- 2 President-elect.
- 3 During this call between Blagojevich and Advisor
- 4 A, Blagojevich stated "unless I get something real
- 5 good for Senate Candidate 1, bleep, I'll just send
- 6 myself, you know what I'm saying."
- 7 Blagojevich later stated "I'm going to keep the
- 8 Senate option for me a real possibility, you know, and
- 9 therefore I can drive a hard bargain. You hear what
- 10 I'm saying. And if I don't get what I want and I'm
- 11 not satisfied with it, then I'll just take the Senate
- 12 seat myself."
- 13 Later Blagojevich stated that the Senate seat "is
- 14 a bleeping valuable thing. You just don't give it
- 15 away for nothing."
- On the day of the presidential election, November
- 17 4th, 2008, Rod Blagojevich spoke with Deputy Governor
- 18 A. With respect to the Senate seat, Deputy Governor A
- 19 suggested putting together a list of things that Rod
- 20 Blagojevich would accept in exchange for the Senate
- 21 seat.
- Rod Blagojevich responded that the list "can't be
- 23 in writing." Thereafter Blagojevich discussed whether
- he could obtain an ambassadorship in exchange for the

- 1 Senate seat.
- That same date Blagojevich spoke with John
- 3 Harris. Blagojevich stated that "the trick is how do
- 4 you conduct indirectly a negotiation" for the Senate
- 5 seat. Thereafter, Blagojevich analogized his
- 6 situation to that of a sports agent shopping a
- 7 potential free agent to various teams, stating "how
- 8 much are you offering, Mr. President-elect? What are
- 9 you offering, Senate Candidate 2? Can always go to
- 10 Senate Candidate 3."
- 11 Later Blagojevich stated that he will make a
- decision on the Senate seat "in good faith but it is
- 13 not coming for free. It's got to be good stuff for
- 14 the people of Illinois and good for me."
- 15 Blagojevich states President-elect you want it,
- 16 fine. But it's got to be good or I could always take
- 17 it myself." I apologize, the word myself is not in
- 18 the quote. "I could always take it" is how it ends.
- 19 On November 5th, 2008, Blagojevich spoke with
- 20 Deputy Governor A regarding the positions that
- 21 Blagojevich might be able to obtain in exchange for
- the soon to be vacated Senate seat.
- Among the potential positions discussed were
- 24 Secretary of Health and Human Services and various

- 1 ambassadorships.
- 2 Deputy Governor A noted that the cabinet position
- 3 of Secretary of Energy is "the one that makes the most
- 4 money." Deputy Governor A stated that it's hard not
- 5 to give the Secretary of Energy position to a Texan,
- 6 but with Rod Blagojevich's coal background it might be
- 7 a possibility.
- On November 5th Blagojevich spoke by phone with
- 9 John Harris. Let me retract that. It doesn't specify
- 10 whether this was intercepted at his campaign office or
- 11 at home.
- But on November 5th Blagojevich spoke with John
- 13 Harris regarding what Blagojevich could obtain for the
- 14 Senate seat. After discussing various federal
- 15 governmental positions that Blagojevich would trade
- 16 for the Senate seat, Blagojevich asked about "the
- 17 private sector" and whether the President-elect could
- 18 "put something together there, something big."
- 19 Thereafter, Harris suggested that the
- 20 President-elect could make Rod Blagojevich the head of
- 21 a private foundation. Blagojevich told Harris that he
- 22 should do "homework" on private foundations "right
- 23 away."
- Rod Blagojevich asked whether he could get a high

- 1 ranking position at the Red Cross. Harris stated that
- 2 "it's got to be a group that is dependent on the
- 3 President-elect and that a President probably could
- 4 not influence the Red Cross. Blagojevich told Harris
- 5 to "look into all of those."
- 6 On November 5th, 2008, again Blagojevich talked
- 7 with John Harris and Deputy Governor A. They
- 8 discussed potential private foundations with which Rod
- 9 Blagojevich might be able to get a position in
- 10 exchange for filling the vacant Senate seat, and in
- 11 particular those foundations that are "heavily
- dependent on federal aid" and which, therefore, the
- 13 White House would have the most influence on.
- 14 Blagojevich wanted to know how much the positions
- 15 being discussed paid.
- 16 On November 5th, Blagojevich talked with Advisor
- 17 A about the Senate seat. Blagojevich stated "I've got
- 18 this thing and it's bleeping golden, and uh, uh, I'm
- 19 just not giving it up for bleeping nothing. I'm not
- 20 gonna do it. And I can always use it. I can
- 21 parachute me there."
- On November 6th Rod Blagojevich talked with
- 23 Spokesman, this is a code, Spokesman. Blagojevich
- told Spokesman to leak to a particular columnist for

- 1 the Chicago Sun Times that Senate Candidate 2 is in
- 2 the running for the vacant Senate seat. According to
- 3 Blagojevich by doing this he wanted "to send a message
- 4 to the President-elect's people" but did not want it
- 5 known that the messenger was Rod Blagojevich.
- 6 Thereafter Blagojevich and Spokesman discussed
- 7 specific language that should be used in the Sun Times
- 8 column and arguments as to why Senate Candidate 2 made
- 9 sense for the vacant Senate seat.
- 10 A review of this particular Sun Times column on
- 11 November 7th, 2008, the next day, indicates references
- 12 to the specific language and arguments regarding
- 13 Senate Candidate 2 as a potential candidate for the
- 14 Senate seat as discussed the previous day between the
- 15 Governor and Spokesman.
- On November 7th Blagojevich talked with Advisor A
- 17 about the Senate seat. Blagojevich stated that he was
- 18 willing to "trade" the Senate seat to Senate Candidate
- 19 1 in exchange for the position of Secretary of Health
- and Human Services in the new administration.
- Later on November 7th Blagojevich discussed the
- open Senate seat in a three-way call with John Harris
- and Advisor B who is based in Washington, D.C.
- Blagojevich indicated in the call that if he was

- 1 appointed as Secretary of Health and Human Services by
- 2 the President-elect, then Rod Blagojevich would
- 3 appoint Senate Candidate 1 to the open Senate seat.
- 4 Harris stated "we wanted our ask to be reasonable and
- 5 rather than make it look, like some sort of selfish
- 6 grab for a quid pro quo."
- 7 Rod Blagojevich stated "I want to make money."
- 8 During the call Blagojevich, Harris and Advisor B
- 9 discussed the prospect of working a three-way deal for
- 10 the open Senate seat.
- Harris noted that Blagojevich is interested in
- 12 taking a high paying position with an organization
- 13 called Change to Win, which is connected to the
- 14 Service International -- I'm sorry, the Service
- 15 Employees International Union or SEIU.
- 16 On that same phone call Harris suggested that
- 17 SEIU Official, okay, another code, SEIU Official make
- 18 Rod Blagojevich the head of Change to Win, and in
- 19 exchange the President-elect could help Change to Win
- with its legislative agenda on a national level.
- 21 Harris said that Change to Win will want to trade
- the job with Rod Blagojevich for something from the
- 23 President-elect. Harris suggested "a three-way deal"
- and explained that a three-way deal like the one

- 1 discussed would give the President-elect a "buffer so
- 2 there is no obvious quid pro quo for Senate Candidate
- 3 1."
- 4 Rod Blagojevich stated that for him to give up
- 5 the governorship for the Change to Win position, the
- 6 Change to Win position must pay a lot more than he is
- 7 getting paid right now.
- 8 Rod Blagojevich stated that he is interested in
- 9 making 250,000 to 300,000 dollars from being on some
- 10 organization boards. Advisor B said they should
- 11 leverage the President-elect's desire to have Senate
- 12 Candidate 1 appointed to the Senate in order to get a
- 13 head position with Change to Win and a salary.
- On November 8th, Blagojevich talked with John
- 15 Harris about the Senate seat. During the conversation
- 16 Blagojevich and Harris discussed whether it would be
- possible to obtain a financial benefit for
- 18 Blagojevich's wife in relation to the Senate seat.
- 19 Specifically, Blagojevich referred to his wife's
- 20 Series 7 license, and that is a securities license,
- that's about all I can tell you about what a Series 7
- 22 license is.
- The Governor referred to his wife's Series 7
- 24 license and asked "is there a play here with these

- 1 guys with her" to work for a firm in Washington or New
- 2 York at a significantly better salary than she's
- 3 making now.
- 4 Also Blagojevich wanted to know whether SEIU
- 5 could do something to get his wife a position at
- 6 Change to Win until Rod Blagojevich could take a
- 7 position there himself.
- 8 On November 10th Blagojevich and his wife -- I'm
- 9 sorry, Blagojevich, his wife, John Harris, Governor
- 10 General Counsel and various Washington, D.C. based
- 11 advisors discussed the open Senate seat during a
- 12 conference call. It is believed to have lasted
- 13 approximately two hours. And what follows are
- 14 summaries of various portions of the two hour call.
- Blagojevich expressed his interest in figuring
- 16 out a way to make money and build some financial
- security, while at the same time potentially
- 18 participating in the political arena again.
- 19 Blagojevich suggested during the call that he
- 20 could name himself to the open Senate seat to avoid
- impeachment by the state of Illinois legislature.
- 22 Blagojevich agreed that it was unlikely that the
- 23 President-elect would name him Secretary of Health and
- Human Services or give him an ambassadorship position

- 1 because of all of the negative publicity surrounding
- 2 Rod Blagojevich.
- Rod Blagojevich stated that Governor General
- 4 Counsel believes the President-elect can get Rod
- 5 Blagojevich's wife on paid corporate boards in
- 6 exchange for naming the President-elect's pick to the
- 7 Senate.
- 8 Governor General Counsel asked "can the
- 9 President-elect help in the private sector or where it
- 10 wouldn't be tied to him? I mean so it wouldn't
- 11 necessarily look like one for the other."
- Blagojevich asked whether there is something that
- 13 could be done with his wife's Series 7 license in
- 14 terms of working out a deal for the Senate seat.
- 15 Blagojevich stated that he is "struggling" financially
- 16 and does "not want to be Governor for the next two
- 17 years."
- Rod Blagojevich said that consultants are telling
- 19 him that he has to "suck it up" for the next two years
- and do nothing and give this "motherbleeper, referring
- 21 to the President-elect, his Senator. Bleep him. For
- 22 nothing? Bleep him."
- Blagojevich states that he will put Senate
- 24 Candidate 4. Senate Candidate 4 being identified as a

- 1 Deputy Governor of the state. Blagojevich states that
- 2 he will put Senate Candidate 4 in the Senate "before I
- 3 just give bleeping Senate Candidate 1 a bleeping
- 4 Senate seat and I don't get anything."
- 5 According to Rod Blagojevich, "the immediate
- 6 challenge is how do we take some of the financial
- 7 pressure off of our family?"
- 8 Later in the phone call Blagojevich stated that
- 9 absent getting something back, Rod Blagojevich will
- 10 not pick Senate Candidate 1.
- Harris said they could work out a three-way deal
- 12 with SEIU and the President-elect where SEIU could
- 13 help the President-elect with Rod Blagojevich's
- 14 appointment of Candidate 1, Rod Blagojevich would
- 15 obtain a position as the national director of Change
- 16 to Win, and SEIU would get something favorable from
- 17 the President-elect in the future.
- Thereafter, Rod Blagojevich and others on the
- 19 phone call discussed various ways Rod Blagojevich can
- 20 "monetize" the relationships he is making as Governor
- to make money after he is no longer Governor.
- 22 Later on November 10th Blagojevich and Advisor A
- 23 discuss the open Senate seat. Among other things,
- 24 Blagojevich raised the issue of whether the

- 1 President-elect could help get Rod Blagojevich's wife
- 2 "on paid corporate boards right now."
- Rod Blagojevich states that he will appoint
- 4 "Senate Candidate 1, but if they feel they can do this
- 5 and not bleeping give me anything, then I'll bleeping
- 6 go to Senate Candidate 5."
- 7 Rod Blagojevich stated that if his wife could get
- 8 on some corporate boards and "picks up another 150
- 9 grand a year or whatever, " it would help Rod
- 10 Blagojevich get through the next several years as
- 11 Governor.
- 12 Later on November 10th Blagojevich and Advisor A
- 13 again discussed the open Senate seat. Blagojevich and
- 14 Advisor A discussed leaking to the same particular
- 15 Chicago Sun Times columnist that Rod Blagojevich is
- 16 seriously considering Senate Candidate 5 for the open
- 17 Senate seat in order to send a message to the
- 18 President-elect that there are options for the Senate
- 19 seat beyond Senate Candidate 1.
- 20 On November 11th, 2008, Blagojevich talked with
- John Harris about the Senate seat. Blagojevich
- 22 suggested starting a 501(c)(4) organization, that
- 23 being a nonprofit organization that can engage in
- 24 political activity and lobbying, and getting -- so let

- 1 me now that I've explained that I want to start the
- 2 sentence over.
- Rod Blagojevich suggested starting a 501(c)(4)
- 4 organization and getting "his, referring to the
- 5 President-elect's, friend Warren Buffett or some of
- 6 those guys to help us on something like that." Harris
- 7 asked "what, for you?" Rod Blagojevich replied
- 8 "yeah."
- 9 Later in the conversation Blagojevich stated that
- 10 if he appoints Senate Candidate 4 to the Senate seat
- and thereafter it appears that Rod Blagojevich might
- 12 get impeached, he could "count on Senate Candidate 4
- 13 if things got hot to give the Senate seat up and let
- 14 me parachute over there." Harris said "you can count
- on Senate Candidate 4 to do that."
- 16 Later in the conversation Rod Blagojevich said he
- 17 knows that the President-elect wants Senate Candidate
- 18 1 for the seat but "they're not willing to give me
- anything except appreciation. Bleep them."
- Later on November 11, 2008, Rod Blagojevich
- 21 talked with Advisor A. Blagojevich again raised the
- idea of the 501(c)(4) organization and asked whether
- they, which is believed to be the President-elect and
- 24 his associates, can get Warren Buffett and others to

- 1 put 10, 12 or 15 million dollars into the
- 2 organization.
- 3 Blagojevich returned to the issue of the
- 4 501(c)(4) later in the conversation and noted that
- 5 again, he is looking for "10, 15, 20 million in an
- 6 organization like that."
- 7 Blagojevich said that when he is "no longer
- 8 Governor" he could go over to that organization.
- 9 Blagojevich said that "Senate Candidate 6," and I'll
- 10 just stop and tell you according to the complaint
- 11 Senate Candidate 6 is believed to be a wealthy person
- 12 from Illinois. I don't know how much that narrows it
- 13 down.
- Rod Blagojevich said that "Senate Candidate 6
- 15 could raise me money like that for a Senate seat."
- 16 Rod Blagojevich asked "if I get Senate Candidate 6 to
- do something like that, is it worth giving him the
- 18 Senate seat?"
- Advisor A responded that it would be hard to put
- 20 Senate Candidate 6 in the Senate seat. Blagojevich
- 21 said that it would be better than putting Senate
- 22 Candidate 1 in the Senate and not getting anything
- 23 back.
- Blagojevich and Advisor A discussed who might be

- 1 close to Senate Candidate 6 to talk with him about the
- 2 issue because Blagojevich did not "want to be the one
- 3 to ask something like that." Advisor A agreed to find
- 4 out who was close to Senate Candidate 6.
- 5 On November 12th Blagojevich talked with John
- 6 Harris. Blagojevich raised the issue of the 501(c)(4)
- 7 organization again, noting that contributors and
- 8 others can put "10 to 15 million in it so I can
- 9 advocate health care and other issues I care about and
- 10 help them while I stay as Governor. She's, referring
- 11 to Senate Candidate 1, a senator."
- Blagojevich noted that the President-elect can
- 13 ask Warren Buffett, Bill Gates and others for money
- 14 for the organization. Blagojevich states he will "ask
- 15 Senate Candidate 6" to help fund it as well.
- Harris said that funding the 501(c)(4) would be a
- 17 lot easier for the President-elect than appointing Rod
- 18 Blagojevich to a position. Blagojevich said "they
- 19 could say hey, we get Senate Candidate 1. Let's help
- 20 this guy have a 501(c)(4) issue advocacy organization.
- 21 Let's fund it to the level that he's asked for and
- then we'll get Senate Candidate 1."
- Blagojevich said that he will control a 501(c)(4)
- organization through a board of directors while he is

- 1 Governor and then a position on the 501(c)(4) would be
- 2 waiting for him when he was no longer Governor.
- On November 12th, again, Blagojevich spoke with
- 4 Advisor B. Blagojevich discussed with Advisor B the
- 5 same idea for the 501(c)(4) organization. Rod
- 6 Blagojevich said that he likes the 501(c)(4) because
- 7 he knows it will be there in two years when he is no
- 8 longer Governor, whereas Change to Win might not be.
- 9 Also on November 12th Blagojevich spoke with SEIU
- 10 Official who is in Washington, D.C. Prior intercepted
- 11 phone conversations indicate that approximately a week
- 12 before this call Blagojevich met with SEIU Official to
- discuss the vacant Senate seat, and Blagojevich
- 14 understood that SEIU Official was an emissary to
- 15 discuss Senate Candidate 1's interest in the Senate
- 16 seat.
- Blagojevich said that "one thing I'd be
- 18 interested in is a 501(c)(4) organization. Again, in
- 19 the conversation with Advisor B on that date Rod
- 20 Blagojevich said that he told the SEIU official "I
- 21 said go back to Senate Candidate 1 and say hey, look,
- 22 if you still want to be a senator don't rule this out
- and then broach the idea of this 501(c)(4) with her."
- And I should say at this point in time as of

- 1 November 12th, according to the complaint, this is in
- 2 the complaint, that Senate Candidate 1 had publicly
- 3 stated that Senate Candidate 1 was no longer
- 4 interested in the position, and that explains why he
- 5 was saying if you still want to be a Senator.
- 6 Later on November 12th Blagojevich talked with
- 7 John Harris. Blagojevich stated that his decision
- 8 about the open Senate seat will be based on three
- 9 criteria in the following order of importance: "Our
- 10 legal situation, our personal situation, my political
- 11 situation. This decision, like every other one, needs
- 12 to be based upon that. Legal. Personal. Political."
- Harris said "legal is the hardest one to
- 14 satisfy." Blagojevich said that his legal problems
- 15 could be solved by naming himself to the Senate seat.
- On November 3rd -- I'm sorry, 13th, on November
- 17 13th, 2008, Rod Blagojevich talked with John Harris.
- 18 Blagojevich said he wanted to be able to call
- 19 President-elect Advisor and tell President-elect
- 20 Advisor that "this has nothing to do with anything
- 21 else we're working on, but the Governor wants to put
- together a 501(c)(4)" and "can you guys help him raise
- 23 10 to 15 million dollars."
- Blagojevich said he wanted "President-elect

- 1 Advisor to get the word today" and that "when he asks
- 2 me for the Fifth CD thing I want it to be in his
- 3 head." The reference to the "Fifth CD thing" is
- 4 believed to relate to a seat in the United States
- 5 House of Representatives for the Fifth Congressional
- 6 District of Illinois.
- 7 Prior intercepted phone conversations indicate
- 8 that Rod Blagojevich and others were trying to
- 9 determine whether Blagojevich had the authority to
- 10 appoint an interim replacement before a special
- 11 election was held.
- Also on November 13th, Blagojevich talked with
- 13 Advisor A. Blagojevich said he wants the idea of the
- 14 501(c)(4) to be in the head of the President-elect
- 15 Advisor, but not in connection with the Senate seat or
- 16 the Congressional seat.
- Advisor A asked whether the conversation about
- 18 the 501(c)(4) with the President-elect Advisor is
- 19 connected with anything else. Rod Blagojevich replied
- 20 "it's unsaid. It's unsaid."
- Later on November 13th Blagojevich spoke with
- 22 Advisor A again. Blagojevich asked Advisor A to call
- 23 Individual A and have Individual A pitch the idea of
- the 501(c)(4) to the President-elect Advisor.

- 1 Advisor A said that "while it's not said this is
- 2 a play to put in play other things." Rod Blagojevich
- 3 responded "correct." Advisor A asked if this is
- 4 "because we think there's still some life in Senate
- 5 Candidate 1 potentially?" Blagojevich said "not so
- 6 much her, but possibly her. But others."
- 7 Throughout the past month Rod Blagojevich has
- 8 continued to engage in numerous conversations related
- 9 to filling the open Senate seat. These calls have
- 10 included the following:
- On December 4th Rod Blagojevich spoke to Advisor
- 12 B and informed Advisor B that he is giving Senate
- 13 Candidate 5 greater consideration for the Senate seat
- 14 because, among other reasons, if Rod Blagojevich ran
- 15 for re-election Senate Candidate 5 would "raise money"
- 16 for Blagojevich, although Blagojevich said he might
- 17 "get some money up front maybe" from Senate Candidate
- 18 5 to ensure Senate Candidate 5 kept his promise about
- 19 raising money for Blagojevich.
- Later on December 4th, 2008, Blagojevich spoke to
- 21 Fundraiser A. Blagojevich stated he was "elevating"
- 22 Senate Candidate 5 on the list of candidates for the
- open Senate seat. Blagojevich stated that he might be
- 24 able to cut a deal with Senate Candidate 5 that

- 1 provided Rod Blagojevich with something "tangible up
- 2 front." Blagojevich noted he was going to meet with
- 3 Senate Candidate 5 in the next few days.
- 4 CHAIRWOMAN CURRIE: Mr. Ellis, there's been a
- 5 request for a 15 minute break. So if you wouldn't
- 6 mind stopping there and then picking up in 15 minutes
- 7 time.
- 8 MR. ELLIS: And Representative Currie, I have
- 9 about three paragraphs and I'm done, if -- I've got
- 10 two more.
- 11 CHAIRWOMAN CURRIE: Yeah, how about
- 12 shortening the paragraphs?
- MR. ELLIS: Absolutely. On December 5th,
- 14 2008, Blagojevich spoke to Fundraiser A. And on the
- morning of December 5th the Chicago Tribune had run a
- 16 front page news story stating that Rod Blagojevich had
- 17 recently been surreptitiously recorded in relation to
- 18 an ongoing criminal investigation.
- Blagojevich instructed Fundraiser A to undue your
- 20 conversation with Individual B, and Fundraiser A
- 21 confirmed that it would be undone.
- Finally, in addition, in the course of the
- 23 conversations over the last month, Rod Blagojevich has
- spent significant time weighing the option of

- 1 appointing himself to the open Senate seat, and has
- 2 expressed a variety of reasons for doing so, including
- 3 frustration at being "stuck as Governor, a belief that
- 4 he will be able to get greater resources if he is
- 5 indicted as a sitting Senator as opposed to a sitting
- 6 Governor, and a desire to remake his image in
- 7 consideration of a possible run for President in 2016,
- 8 avoid impeachment by the Illinois legislature, make
- 9 corporate contacts that would be of value to him after
- 10 leaving public office, facilitate his wife's
- 11 employment as a lobbyist, and assist in generating
- 12 speaking fees should he decide to leave public office.
- 13 CHAIRWOMAN CURRIE: Thank you very much, Mr.
- 14 Ellis. Representative Rose is ready with a question,
- 15 but if you don't mind we will respond to that question
- 16 after we take a 15 minute break. We're recessed until
- 17 5 minutes to 1.
- 18 (A recess was taken.)
- 19 CHAIRWOMAN CURRIE: The recess will come to
- order and counsel will take his place in the front of
- 21 the room. Representative Rose, you're up. I want to
- 22 make sure he's finished with that section before I
- 23 call upon you.
- Before we turn to Representative Rose I want to

- 1 make sure, Mr. Ellis, that you've finished that
- 2 section of your testimony.
- 3 MR. ELLIS: Yes, I have. Thank you, Madam
- 4 Chair.
- 5 CHAIRWOMAN CURRIE: Representative Rose.
- 6 REPRESENTATIVE ROSE: Thank you, Madam Chair.
- Merely procedural. At one point in time, and I
- 8 know it's a very tough spot for Mr. Ellis to sit
- 9 there --
- MR. GENSON: Excuse me, I have a very
- 11 difficult time hearing. I don't know if the doors
- 12 were open. The band is very nice, but it's sort of
- 13 distracting.
- 14 CHAIRWOMAN CURRIE: Maybe you need to -- it's
- 15 a little loud out there, but maybe what you need to
- 16 do, Representative Rose, is to speak directly into
- 17 your microphone, maybe that will help. And I hope
- 18 that the doors would close.
- 19 SPEAKER MADIGAN: They should be finished
- 20 shortly.
- 21 CHAIRWOMAN CURRIE: Do you want to keep the
- 22 recess going a little longer?
- SPEAKER MADIGAN: I don't want you to think
- 24 we planned this for you. It was unexpected.

- 1 MR. GENSON: I informed Speaker Madigan that
- 2 I didn't bring the band.
- 3 CHAIRWOMAN CURRIE: Let's assume they're
- 4 done. Representative Rose.
- 5 REPRESENTATIVE ROSE: This is merely
- 6 procedural. I know Dave has been sitting there
- 7 reading verbatim and it's very easy to skip things and
- 8 it's kind of a tough job.
- 9 CHAIRWOMAN CURRIE: Could you speak more
- 10 directly into the microphone?
- 11 REPRESENTATIVE ROSE: Sure. This is
- 12 procedural merely, but at one point in time SEIU was
- 13 identified without stating what SEIU was. And I think
- 14 most people in this room know what it is, but I think
- 15 for purposes of the record we need to state on the
- 16 record who Mr. Ellis was referring to when he
- 17 referenced SEIU in the last session.
- MR. ELLIS: Sure. And that's paragraph 99 of
- 19 the complaint, and it says that SEIU is Service
- 20 Employees International Union.
- 21 REPRESENTATIVE ROSE: I think, Madam Chair,
- 22 if I could only add one thing, perhaps as this is
- 23 going if members of the committee notice that, we'd
- 24 like to be able to at least maybe stop the proceeding

- 1 to stop and ask him to clarify what's going on, as
- 2 opposed to waiting, if that's okay. If they're
- 3 substantive questions I don't have a problem waiting,
- 4 but if it's just a procedural hey, we didn't hear that
- 5 or could you rephrase that, I think it would be nice
- 6 if we could stop as we're going. Is that okay with
- 7 you?
- 8 CHAIRWOMAN CURRIE: Is that all right with
- 9 you, Mr. Ellis?
- MR. ELLIS: Absolutely fine. If I had seen
- 11 Chapin's hand I would have stopped. I just was
- 12 probably looking down at my text is all. Absolutely.
- 13 CHAIRWOMAN CURRIE: Thank you.
- 14 Representative Davis.
- 15 REPRESENTATIVE DAVIS: Thank you, Madam
- 16 Chairman.
- Mr. Ellis, on page 70, I think it's either 112 or
- 18 113, I think you omitted part of the transcript that
- 19 we have.
- MR. ELLIS: Representative Davis, I think
- 21 it's fair to say I omitted a lot because I was trying
- 22 to streamline. I think I know what you're referring
- to, and I think it was right at the end when the band
- 24 started playing and we started trying to expedite

- 1 things.
- 2 So let me -- I think did you -- tell me if I'm
- 3 wrong, but I think you were referring to paragraph
- 4 115, I don't know the page number, but it's paragraph
- 5 115 subsection A, is that it?
- 6 REPRESENTATIVE DAVIS: I believe it starts at
- 7 paragraph 113.
- 8 MR. ELLIS: Okay, well, I did read that.
- 9 Would you like me to --
- 10 REPRESENTATIVE DAVIS: No, and then 114. So
- 11 do you think you can --
- MR. ELLIS: Tell me what you'd like me to do,
- 13 Representative. I'll do whatever you'd like.
- 14 REPRESENTATIVE DAVIS: I'd like you to read
- 15 114, 115, and just complete that section, because I
- 16 think it's very important as we deal with it. Thank
- 17 you.
- MR. ELLIS: You're welcome. So paragraph
- 19 114, we start in the middle again of November 13,
- 20 2008. I think it's fair to say there were a number of
- 21 phone calls on this subject of the U.S. Senate vacancy
- 22 that day.
- On November 13th Rod Blagojevich spoke with
- 24 Advisor A. Blagojevich asked Advisor A to call

- 1 Individual A and have Individual A pitch the idea of
- 2 the 501(c)(4) to President-elect Advisor.
- 3 Advisor A said -- well, let me start that again.
- 4 Advisor A said that "while it's not set, this is a
- 5 play to put in play other things." Rod Blagojevich
- 6 responded "correct."
- Advisor A asked if this is "because we think
- 8 there's still some life in Senate Candidate 1
- 9 potentially?" Rod Blagojevich said "not so much her,
- 10 but possibly her. But others."
- Paragraph 115. Throughout the past month Rod
- 12 Blagojevich has continued to engage in numerous
- 13 conversations related to filling the open Senate seat.
- 14 In these conversations he has repeatedly discussed the
- 15 attributes of potential candidates, including, among
- 16 other things, the candidates' ability to benefit the
- 17 state of Illinois and the personal and political
- benefits for himself and his family of appointing
- 19 particular candidates. These calls have included the
- 20 following:
- A. On December 4th, 2008, Rod Blagojevich spoke
- 22 with Advisor B and informed Advisor B that he was
- 23 giving Senate Candidate 5 greater consideration for
- the Senate seat because, among other reasons, if Rod

- 1 Blagojevich ran for re-election Senate Candidate 5
- 2 would "raise money" for Rod Blagojevich, although Rod
- 3 Blagojevich said he might "get some money up front
- 4 maybe" from Senate Candidate 5 to ensure Senate
- 5 Candidate 5 kept his promise about raising money for
- 6 Rod Blagojevich.
- 7 This is a parenthetical now in the complaint. In
- 8 a recorded conversation on October 31, 2008, Rod
- 9 Blagojevich described an earlier approach by an
- 10 associate of Senate Candidate 5 as follows:
- "We were approached pay to play. That, you know,
- 12 he'd raise me 500 grand. An emissary came. Then the
- 13 other guy would raise a million, if I made him,
- 14 referring to Senate Candidate 5, a senator." And
- 15 close parenthetical.
- Would you like me to keep going or did I cover
- 17 the right part?
- 18 REPRESENTATIVE DAVIS: I really think you
- 19 should for the record, sir.
- 20 MR. ELLIS: Absolutely.
- Later on December 4th, 2008, Blagojevich spoke to
- 22 Fundraiser A. Blagojevich stated he was elevating
- 23 Senate Candidate 5 on the list of candidates for the
- 24 open Senate seat.

- 1 Blagojevich stated he might be able to cut a deal with
- 2 Senate Candidate 5 that provided Blagojevich with
- 3 something "tangible up front."
- 4 Blagojevich noted he was going to meet with
- 5 Senate Candidate 5 in the next few days and he told
- 6 Fundraiser A to reach out to Individual D, an
- 7 individual who Blagojevich is attempting to obtain
- 8 campaign contributions from and who, according to
- 9 intercepted phone calls, Blagojevich believes to be
- 10 close to Senate Candidate 5.
- Blagojevich told Fundraiser A to tell this
- 12 Individual D that Senate Candidate 5 was very much a
- 13 realistic candidate for the open Senate seat, but that
- 14 Blagojevich was getting "a lot of pressure" not to
- 15 appoint Senate Candidate 5.
- Blagojevich told Fundraiser A that he should tell
- 17 this Individual D that Blagojevich had a problem with
- 18 Senate Candidate 5 just promising to help Blagojevich
- because Blagojevich had a prior bad experience with
- 20 Senate Candidate 5 not keeping his word.
- 21 Blagojevich told Fundraiser A to tell Individual
- 22 D that if Senate Candidate 5 is going to be chosen to
- 23 fill the Senate seat "some of this stuff's gotta start
- 24 happening now, right now, and we gotta see it. You

- 1 understand?" That's a quote from the Governor.
- 2 Blagojevich told Fundraiser A that "you gotta be
- 3 careful how you express that and assume everybody's
- 4 listening, the whole world is listening. You here
- 5 me?"
- 6 Blagojevich told Fundraiser A to tell Individual
- 7 D if there is "tangible political support, meaning
- 8 campaign contributions, like you've said, start
- 9 showing us now."
- 10 Fundraiser A stated that he will call this
- 11 Individual D on the phone to communicate Rod
- 12 Blagojevich's message. Blagojevich responded that "I
- 13 would do it in person. I would not do it on the
- 14 phone."
- Blagojevich told Fundraiser A to communicate the
- 16 "urgency" of the situation to Individual D.
- 17 Then on December 5th the Tribune -- let me start
- 18 that again. On December 5th Blagojevich spoke with
- 19 Fundraiser A and they discussed a front page story on
- 20 the Chicago Tribune. That front page story stated
- 21 that Rod Blagojevich had recently been surreptitiously
- 22 recorded in relation to an ongoing criminal
- 23 investigation. This was the first time it broke
- 24 publicly.

- 1 During that conversation on December 5th about
- 2 this news story, Blagojevich and Fundraiser A
- 3 discussed certain information contained in that
- 4 newspaper story. Blagojevich instructed Fundraiser A
- 5 to "undo your Individual D thing." Fundraiser A
- 6 confirmed that it would be undone.
- 7 Also on December 5th after publication of that
- 8 Tribune article that the Governor had been
- 9 surreptitiously recorded, Blagojevich and three others
- 10 discussed whether to move money out of the Friends of
- 11 Blagojevich campaign fund to avoid having the money
- 12 frozen, and also considered the possibility of
- 13 prepaying the money to Rod Blagojevich's criminal
- 14 defense attorney with an understanding that the
- 15 attorney would donate the money back at a later time
- 16 if it was not needed.
- They also discussed opening a new fundraising
- 18 account named Citizens for Blagojevich with new
- 19 contributions received.
- Finally, in addition, in the course of the
- 21 conversations over the last month, Blagojevich has
- 22 spent significant time weighing the option of
- 23 appointing himself to the open Senate seat, and has
- 24 expressed a variety of reasons for doing so, including

- 1 frustration at being "stuck" as Governor, a belief
- 2 he'll be able to obtain greater resources if he's
- 3 indicted as a sitting Senator versus as a sitting
- 4 Governor, a desire to recast his image in
- 5 consideration of a possible run for president in 2016,
- 6 avoiding impeachment by the Illinois legislature,
- 7 making corporate contacts that would be of value to
- 8 him after leaving public office, facilitating his
- 9 wife's employment as a lobbyist, and assisting in
- 10 generating speaking fees should he decide to leave
- 11 public office.
- 12 REPRESENTATIVE DAVIS: Thank you.
- 13 CHAIRWOMAN CURRIE: Representative Davis, do
- 14 you have any other questions?
- 15 REPRESENTATIVE DAVIS: No, thank you, Madam
- 16 Chairman. I just believe that the record should be as
- 17 factual and without leaving out anything as we
- 18 deliberate on this issue. Thank you.
- MR. ELLIS: Absolutely. And unfortunately
- 20 that was when the band started playing and I think I
- 21 did skip over it. I certainly didn't mean to. Thank
- 22 you.
- 23 CHAIRWOMAN CURRIE: Representative Lang.
- 24 REPRESENTATIVE LANG: Thank you.

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1 Just a quick question. My understanding -- I
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- 2 don't practice criminal law. My understanding though
- 3 is that when the U.S. Attorney files a criminal
- 4 complaint, they have only a certain number of days to
- 5 turn it into an indictment, is that correct?
- 6 MR. ELLIS: My understanding is that within a
- 7 certain amount of time they have to have probable
- 8 cause to charge, and I've got some criminal defense
- 9 attorneys over here so they can certainly jump in. My
- 10 understanding you get probable cause from an
- indictment from a grand jury or through a preliminary
- 12 hearing from a judge.
- And I am not completely sure of this, but my
- understanding is that Governor Blagojevich is going to
- 15 be appearing for a preliminary hearing in court on
- 16 January 14th. That doesn't mean there couldn't also
- 17 be an indictment.
- 18 REPRESENTATIVE LANG: Thank you.
- 19 CHAIRWOMAN CURRIE: Representative Fritchey.
- 20 REPRESENTATIVE FRITCHEY: Mr. Ellis, on a
- 21 related note though, in the conclusion of the
- 22 complaint is a sworn statement from Daniel Cain who is
- 23 with the Federal Bureau of Investigations, and just
- for the awareness of the committee, while this is

- 1 simply a criminal complaint and not an indictment, we
- 2 do have Agent Cain stating what is at this juncture
- 3 his opinion, that there is probable cause to believe
- 4 that the Governor set forth or committed the crimes
- 5 set forth within the complaint, correct?
- 6 MR. ELLIS: Well, correct, Representative.
- 7 And as well Judge Mason, Magistrate Judge Michael
- 8 Mason signed off on this.
- 9 REPRESENTATIVE FRITCHEY: And again, what I
- 10 want to be cognizant of is two things. Obviously an
- 11 indictment has not yet issued, but obviously there are
- 12 different thresholds in different types of
- 13 proceedings.
- We have a criminal proceeding, we have this
- 15 proceeding. But I do think the committee would be at
- 16 least well advised to take notes at least of the
- opinion of a Federal Magistrate and the Federal Bureau
- 18 of Investigations in order to find this probable cause
- to believe that these crimes have been committed,
- 20 correct?
- MR. ELLIS: I think that's a fair statement,
- 22 sure.
- 23 REPRESENTATIVE FRITCHEY: Thank you.
- 24 CHAIRWOMAN CURRIE: Thank you. Anyone else?

- 1 Do you want to proceed with the next section of
- 2 the criminal complaint?
- 3 MR. ELLIS: I'd be happy to. The final
- 4 category alleged in what I would refer to as the
- 5 October, 2008, allegations, all the stuff that
- 6 happened from the wiretaps, the final of the three,
- 7 and frankly in the complaint it's the first of the
- 8 three, is it deals with the alleged efforts to obtain
- 9 campaign contributions in exchange for official
- 10 actions by Governor Blagojevich.
- I want to be clear about something here. There
- 12 is another portion of the complaint that I will not be
- 13 covering today, and the truth is simply because we
- 14 haven't had the time to thoroughly review it. It
- deals with the allegations that date back to 2002 that
- 16 deal with Stu Levine, the Health Facilities Planning
- 17 Board, Steven Loren I think is mentioned.
- We will be touching on Ali Ata later, we will be
- 19 touching on Joseph Cari later. And the reason we're
- 20 going to be touching on those two is they testified in
- 21 court and they have plea agreements. But there is
- 22 some stuff in there that I'm not going to be
- 23 summarizing today.
- If it pleases the committee, I'd be happy to do

- 1 it on another day. Certainly it's part of the record
- 2 and it can be read by anybody. So what I'm talking
- 3 about, you know, what we have been calling pay to play
- 4 allegations, I'm going to be focusing on the three
- 5 that have been identified since October, 2008, on the
- 6 wiretaps.
- 7 The first one I would talk about is what was
- 8 alleged as the tollway project. The Governor in
- 9 October, I believe it was October 6th of 2008, the
- 10 Governor first stated at least privately that he
- 11 planned to announce a 1.8 billion dollar tollway
- 12 project, a project to build new express lanes on the
- 13 Illinois Tollway is what was alleged.
- And that in announcing this project it was his
- 15 hope that he could approach an unidentified highway
- 16 contractor who is named Highway Contractor 1 to seek
- 17 500,000 dollars in contributions.
- After talking about announcing the 1.8 billion
- dollar tollway project and his desire to reach out to
- 20 this highway contractor, the Governor is quoted as
- 21 saying "I could have made a larger announcement but I
- 22 wanted to see how they performed by the end of the
- 23 year. If they don't perform, bleep 'em."
- 24 On October 22nd, 2008, the FBI intercepted a

- 1 phone conversation in which the Governor contacted
- 2 this highway contractor saying he was "excited about
- 3 the project "and discussed fundraising for Friends of
- 4 Blagojevich, his political campaign.
- 5 The Governor in that phone call specifically
- 6 reminded the highway contractor of a new ethics law
- 7 going into effect on January 1, and noting that if he
- 8 was going to give contributions to the Governor he'd
- 9 better do it before January 1, 2009.
- 10 On November 13th the Governor contacted an
- 11 unidentified lobbyist. I believe it is identified as
- 12 Lobbyist 1. The Governor contacted Lobbyist 1 to
- 13 check on the status of these fundraising efforts by
- 14 the highway contractor.
- And that is the sum and substance of the
- 16 allegations related to the tollway contract.
- The second what they allege to be a scheme to
- 18 trade political contributions for state actions
- 19 involved Children's Memorial Hospital and the
- provision of 8 million dollars in pediatric care
- 21 reimbursements.
- According to the complaint in a discussion with
- 23 Individual A on October 8th, 2008, the topic of the
- 24 conversation being fundraisers from various

- 1 individuals, the discussion turned to Children's
- 2 Memorial hospital. Blagojevich told Individual A that
- 3 "I'm going to do 8 million for them. I want to get
- 4 Hospital Executive 1 for 50."
- 5 Individual A said that he understood Rod
- 6 Blagojevich's reference to 8 million to relate to his
- 7 recent commitment to obtain for the Children's
- 8 Memorial Hospital 8 million dollars in state funds
- 9 through a pediatric care reimbursement.
- 10 As described in further detail below, intercepted
- 11 phone conversations between Blagojevich and others
- 12 indicate that Blagojevich is contemplating rescinding
- 13 his commitment of state funds to benefit Children's
- 14 Memorial Hospital because Hospital Executive 1 has not
- 15 made a recent campaign contribution to Rod
- 16 Blagojevich.
- The complaint also alleges in here, it's not me
- 18 just saying it, that the Governor -- that the
- 19 reference to Hospital Executive 1 is to the CEO of
- 20 Children's Memorial Hospital.
- 21 On the morning of November 12th, 2008, Rod
- 22 Blagojevich talked to Fundraiser A. During the course
- of the conversation, which principally concerned the
- 24 status of campaign fundraising efforts, Fundraiser A

- 1 told Blagojevich that Fundraiser A had never heard
- 2 from Hospital Executive 1. Fundraiser A said "I've
- 3 left three messages there so I'm going to quit
- 4 calling. I feel stupid now." Blagojevich asked when
- 5 the most recent call was, and Fundraiser A replied
- 6 that it was two days ago. Blagojevich said "if they
- 7 don't get back to you then last resort is I'll call."
- 8 Later on November 12th at approximately 2:14 p.m.
- 9 Rod Blagojevich spoke with Deputy Governor A, a Deputy
- 10 Governor of the state of Illinois, and the following
- 11 exchange began the conversation.
- 12 Blagojevich -- these all are quotes from the
- 13 complaint.
- "Blagojevich: The pediatric doctors, the
- 15 reimbursement, has that gone out yet or is it still on
- 16 hold?
- Deputy Governor A: The rate increase?
- 18 Blagoj evi ch: Yeah.
- Deputy Governor A: It's January 1.
- Blagojevich: And we have total discretion over
- 21 it?
- Deputy Governor A: Yep.
- Blagojevich: We could pull it back if we needed
- 24 to, budgetary concerns, right?

- 1 Deputy Governor A: We sure could, yep.
- 2 Blagojevich: Okay, that's good to know."
- 3 Also on November 12th a phone call was
- 4 intercepted in which the Governor continued to follow
- 5 up on whether Hospital Executive 1 had paid. And it's
- 6 the final recorded conversation. Governor Blagojevich
- 7 asks Fundraiser A "what do we do with this guy,
- 8 Hospital Executive 1?"
- 9 The final area of the three so-called pay to play
- 10 allegations in October, 2008, deal with the horse
- 11 racing bill. The legislature passed a bill, House
- 12 Bill 4758 I believe is the number, it's the bill that
- 13 continued the practice of directing a certain portion
- of casino revenue to the horse racing industry.
- And this deals with -- these allegations deal
- 16 with an individual identified as Contributor 1.
- 17 want to explain something to you. The FBI seized from
- 18 the Friends of Blagojevich office or came into the
- 19 possession of it some other way a spreadsheet of
- 20 potential contributors.
- And a number of people were listed on the sheet,
- 22 and next to them was a fundraising goal, and I believe
- 23 it was by the end of the year, the end of calendar
- year 2008. Contributor 1, who we're going to be

- 1 talking about, was listed on the Friends of
- 2 Blagojevich spreadsheet as someone from whom the
- 3 Governor was seeking a hundred thousand dollars in
- 4 contributions, and Lobbyist 1 is listed as the contact
- 5 for Contributor 1.
- 6 Contributor 1 was a person who was interested in
- 7 the passage of this bill, House Bill 4758, the horse
- 8 racing impact fee bill. That bill at the time of
- 9 this, of these allegations was already sitting on the
- 10 Governor's desk awaiting a signature or his veto.
- On November 13th in a phone call with the
- 12 Governor, a fundraiser said Contributor 1 was "good
- 13 for it, " meaning good for the hundred thousand
- 14 dollars. The Governor recalled that Lobbyist 1 is
- 15 "down there," meaning Springfield, with Contributor 1,
- 16 "pushing a bill," apparently referring to the horse
- 17 racing bill.
- In a December 3rd call between the Governor and
- 19 Lobbyist 1, Lobbyist 1 advised Blagojevich that
- 20 Lobbyist 1 had a private conversation with Contributor
- 21 1 about this contribution or commitment that
- 22 Contributor 1 had not yet made.
- And Lobbyist 1 told the Governor that he had
- 24 advised Contributor 1 "look, there is a concern that

- 1 there is going to be some skittishness if your bill
- 2 gets signed because of the timeliness of your
- 3 commitment," because he hadn't paid yet, and made it
- 4 clear that the contribution "got to be in now."
- 5 Blagojevich commented to Lobbyist 1 "good," and
- 6 "good job."
- 7 In a call the next day, Lobbyist 1 asked Rod
- 8 Blagojevich to call Contributor 1 "just to say hello,
- 9 I'm working on the timing of this thing, but it's
- 10 going to get done." Lobbyist 1 suggested that it is
- 11 better for Rod Blagojevich to make the call personally
- 12 "from a pressure point of view."
- 13 Blagojevich stated that he would call Contributor
- 14 1 and indicate that Blagojevich wanted to do an event,
- 15 a fundraiser downstate "so we can get together and
- 16 start picking some dates to do a bill signing.
- 17 Lobbyist 1 assured Blagojevich that Contributor 1
- 18 would be good for the donation because Lobbyist 1 "got
- 19 in his face."
- That concludes the October, 2008, allegations
- 21 regarding the trading of official acts for campaign
- 22 contributions.
- CHAIRWOMAN CURRIE: Thank you very much, Mr.
- 24 Ellis.

- 1 Are there any questions from members of the
- 2 committee? If not, then you may take a sip of water
- 3 and you may move right on.
- 4 MR. ELLIS: Thank you. What we've been
- 5 talking about --
- 6 MR. GENSON: Excuse me, excuse me, is this --
- 7 do I get to do this at the end or do I get to do this
- 8 a document at a time?
- 9 CHAIRWOMAN CURRIE: I'd just as soon you wait
- 10 till the end, thank you.
- MR. GENSON: Okay.
- MR. ELLIS: What we've been talking about so
- 13 far has been a criminal complaint with sworn
- 14 allegations by an FBI agent as Representative Fritchey
- 15 was discussing.
- What we're going to talk about now is allegations
- 17 relating to two individuals, one named Ali Ata and one
- 18 named Joseph Cari. Both of these people have pleaded
- 19 quilty, they've entered into plea agreements that we
- 20 have copies of and that you have copies of, and they
- 21 have also both testified in the trial of Antoin Tony
- 22 Rezko.
- We are trying very hard to get copies of the
- transcript of the trial proceedings in the Rezko case.

- 1 We're -- well, I'll leave it at that. We're doing our
- 2 best and we feel confident we're going to be able to
- 3 get those, and when we do we'll obviously make them a
- 4 part of the record and give everyone an opportunity to
- 5 read them.
- 6 But this is -- I guess the point that I do want
- 7 to emphasize is this is a bit different than an
- 8 allegation in the complaint. This is sworn testimony,
- 9 this is something to which people with personal
- 10 knowledge of the events have sworn to.
- 11 First we'll talk briefly about Ali Ata. In May,
- 12 2008, Ali Ata cooperated with the government and pled
- 13 guilty to making false statements to the FBI and to
- 14 tax fraud. Ata testified under oath at the Rezko
- 15 trial that he had discussed fundraising for
- 16 Blagojevich in an effort to obtain a position in state
- 17 government.
- He testified that on multiple occasions from 2000
- 19 and 2001 through 2004 he had discussions with Rezko
- and Blagojevich about obtaining employment with the
- 21 state of Illinois.
- 22 Ata testified to discussing with Blagojevich a
- 23 potential appointment to a high level position with
- the state of Illinois while a 25,000 dollar donation

- 1 was sitting on a table in front of the Governor.
- 2 That's sort of a general take on the entire
- 3 thing. I'm going to give you a few more specifics
- 4 briefly. And some of this I will say I'll also be
- ⁵ referring to the criminal complaint. Ata and Cari are
- 6 listed in the criminal complaint. They are also
- 7 corroborated by the plea agreements.
- 8 In or about 2000 or 2001 at a meeting with Ali
- 9 Ata, Blagojevich, who at the time was a Congressman,
- 10 told Ata he was thinking about running for Governor.
- 11 Ata agreed to support him.
- MR. GENSON: Excuse me, may I just find out
- 13 what document he's referring to, because we're going
- 14 from one document --
- 15 CHAIRWOMAN CURRIE: I believe he's talking
- 16 about the plea agreement between the United States
- 17 Attorney and Ali Ata, is that right, Mr. Ellis?
- MR. ELLIS: At this moment I think I'm on
- 19 paragraph 18 of the complaint.
- MR. GENSON: You're on the complaint?
- MR. ELLIS: Yes.
- MR. GENSON: So we haven't gotten to the plea
- 23 agreement yet?
- MR. ELLIS: Well --

- 1 MR. GENSON: I mean I understood we were
- 2 going to be reading the plea agreement and now --
- 3 MR. ELLIS: This is all corroborated in the
- 4 plea agreement. I believe this is all contained in
- 5 the plea agreement.
- 6 MR. GENSON: Well, it's not. And so if you
- 7 could do one at a time I'd very much appreciate it.
- 8 CHAIRWOMAN CURRIE: I'm sorry, you want to
- 9 do --
- MR. GENSON: I just with regard to the
- 11 witness I'd like to know whether we are referring to
- 12 the plea agreement or whether we are referring to the
- 13 complaint or the affidavit in support of the
- 14 complaint. We're jumping from one to the other and
- 15 it's not fair.
- 16 CHAIRWOMAN CURRIE: That's a fair statement.
- So Mr. Ellis, do you want to respond to which
- 18 part are you talking about?
- MR. ELLIS: Well, I'm summarizing them both
- 20 at the same time. I wasn't planning on doing them
- 21 individually. It would be incredibly repetitive, that
- 22 would be my thought.
- 23 CHAIRWOMAN CURRIE: The plea agreement's
- 24 pretty short with respect to anything having to do

- 1 with the Governor, so maybe you would just say from
- 2 the criminal complaint these facts emerge and then
- 3 from the plea agreements this is what Mr. Ata had to
- 4 say.
- 5 MR. ELLIS: Okay. Well, I might be -- I will
- 6 do it as you wish, but I had a summary that sort of
- 7 encapsulated both. I will tell him, I'll tell Mr.
- 8 Genson and everybody what I'm referring to at what
- 9 time.
- 10 CHAIRWOMAN CURRIE: Okay.
- MR. ELLIS: I mean the complaint, the plea
- 12 agreements are in the record. They say what they say
- 13 and members can read them. I'm simply trying to just
- 14 give a summary so we can present them. What I'm
- 15 saying is not evidence. I never pretended that it
- 16 was. It's a presentation.
- 17 CHAIRWOMAN CURRIE: Okay, go ahead.
- 18 MR. ELLIS: Okay. I believe this is
- 19 paragraph 18 of the complaint. In or about 2000 or
- 20 2001 at a meeting with Ali Ata, Blagojevich indicated
- 21 to Ali Ata he was going to run for -- contemplating
- 22 running for Governor, and Ata agreed to support him.
- Thereafter, Ata observed that Mr. Tony Rezko was
- 24 close to Blagojevich and seemed to be involved in his

- 1 fundraising, including overseeing Ali Ata's own
- 2 fundraising.
- Paragraph 19. Ata had several conversations with
- 4 Rezko regarding the possibility of a high level
- 5 appointment for Ata in state government. At Rezko's
- 6 direction Ata put together a list of three state
- 7 agencies to which he would be interested, and this I
- 8 believe is in paragraph 19 and it's also in the plea
- 9 agreement on page 3, which is not -- does not have
- 10 paragraphs.
- Mr. Ata indicated that there were three agencies
- 12 he would be interested in, including the Capital
- 13 Development Board, the Illinois Department of
- 14 Transportation, and the Illinois Department of Human
- 15 Services.
- 16 Ata committed to raising funds for Blagojevich
- and held a fundraising event for him and when
- 18 requested made additional contributions.
- 19 Specifically, and this is paragraph 20, Mr.
- 20 Genson, of the complaint, also found in the plea
- 21 agreement, in or about August of 2002 Ata held a small
- 22 fundraising event for Rod Blagojevich that Blagojevich
- 23 attended.
- In advance of that event, Ata had committed to

- 1 Tony Rezko that he would raise 25,000 dollars for the
- event, and he eventually did, contributing about 5,000
- 3 of his own money to that cause.
- 4 Paragraph 21. Later that year Rezko approached
- 5 Ata for additional monetary support for Rod
- 6 Blagojevich. Ata agreed to contribute 25,000 dollars
- 7 more to the campaign. And Ata subsequently and by a
- 8 prior agreement with Rezko brought a check in this
- 9 amount to Rezko's offices on Elston Avenue, North
- 10 Elston in Chicago.
- 11 After he arrived at Rezko's offices, Ata was
- 12 greeted by Rezko to whom he handed a check in an
- 13 envelope. Rezko carrying the check ushered Ata into a
- 14 conference room where he met with Rezko and Rod
- 15 Blagoj evi ch.
- Rezko placed the envelope containing Ata's 25,000
- dollar check to Blagojevich's campaign on the
- 18 conference room table between himself and Rod
- 19 Blagojevich, and stated to Rod Blagojevich that Ata
- 20 had been a good supporter and a team player and that
- 21 Ata would be willing to join Rod Blagojevich's
- 22 administration. Blagojevich expressed his pleasure
- 23 and acknowledged that Ata had been a good supporter
- 24 and good friend.

- 1 Blagojevich in Ata's presence asked Rezko if
- 2 Rezko had talked to Ata about positions in the
- 3 administration, and Rezko responded that he had.
- 4 Paragraph 22. After this meeting, Ata completed
- 5 an application for a state employment. In or about
- 6 early 2003, Rezko informed Ata that he was going to be
- 7 appointed to helped the State Capital Development
- 8 Board. Rezko subsequently informed Ata that his
- 9 position was going to someone else and that another
- 10 position would have to be found for Ata. Later they
- 11 discussed an opportunity with the newly formed
- 12 Illinois Finance Authority.
- 13 In or about July, 2003, Rezko asked Ata to make
- 14 an additional 50,000 dollar contribution to the
- 15 campaign of Blagojevich. Ata agreed to contribute the
- 16 same amount that he had previously, namely 25,000.
- 17 Ata made this contribution on or about July 25th,
- 18 2003, by check payable to Rod Blagojevich's campaign.
- 19 Ata gave this check to Rezko.
- Thereafter, Ata had a conversation with Governor
- 21 Blagojevich at a large fundraising event at Navy Pier.
- 22 During this conversation Blagojevich told Ata that Ata
- 23 had been a good supporter. He indicated that the
- 24 Governor was aware that Ata had made another

- 1 substantial donation to his campaign, and told Ata
- 2 that he understood that Ata would be joining his
- 3 administration.
- 4 Ata responded that he was considering taking a
- 5 position, and Blagojevich stated that it had better be
- 6 a job where Ata could make some money.
- Paragraph 24. Ata was surprised by this comment
- 8 by Rod Blagojevich and said something to Rezko about
- 9 it the next time Ata saw Rezko. When Ata told Rezko
- 10 that Blagojevich had said words to that effect, namely
- 11 it had better be a job where you can make some money,
- 12 Rezko responded that he was not surprised and had
- 13 heard Rod Blagojevich say things like that before.
- The plea agreement, page 5. In Ata's plea
- 15 agreement Ata testified that Rezko told the defendant
- 16 that he could have the executive director position of
- 17 the Illinois Finance Authority on the condition Ata
- 18 agreed to report on Rezko.
- 19 In late 2003 Ata began working in an unofficial
- 20 capacity in the position of executive director of the
- 21 IFA and was officially appointed executive director in
- 22 January of 2004.
- Ata was initially interviewed by special agents
- of the FBI in December of 2005, approximately eight

- 1 months after he resigned from the IFA. According to
- 2 the plea agreement, Ata was asked during the initial
- 3 interview if he was promised anything in connection
- 4 with any of the campaign contributions. That's
- 5 apparently on page 8 of the plea agreement.
- 6 On page 9 Ata admits that he said that he had
- 7 not, he denied that he had given anything of value for
- 8 the -- for the state position.
- 9 The plea agreement states that Ata lied and
- 10 concealed his true dealings with Rezko, Blagojevich
- 11 and others. And Ata also lied when asked whether he
- 12 had received anything of value in exchange for
- 13 contributions, when in fact he believed Rezko and
- 14 Blagojevich appointed him to a high level state
- 15 position as a direct result of his large campaign
- 16 contributions. That is Ali Ata.
- With regard to Joseph Cari, I am referring to the
- 18 complaint, although I think the complaint also refers
- 19 to prior testimony, but I -- for the record I think
- 20 I'm on paragraphs 25 and 26 of the complaint.
- Generally, Joseph Cari was indicted in August of
- 22 2005 with Stuart Levine and Steven Loren. Cari was a
- 23 former Democratic National Committee Finance Chairman
- 24 and a director of Health Point, a private equity fund

- 1 which received 35 million dollars in investment
- 2 contracts with the Teachers Retirement System of
- 3 Illinois in 2003.
- 4 Cari was accused of attempting to extort a real
- 5 estate investment firm called JER. JER had sought an
- 6 investment contract with TRS. Cari told JER that
- 7 unless it paid a consultant who was hand picked by
- 8 Stuart Levine, JER would not get the TRS contract.
- 9 MR. GENSON: Again, excuse me, Representative
- 10 Currie, excuse me again. If Mr. Ellis could tell us
- 11 from which of the two documents he is reading I would
- 12 appreciate it.
- 13 CHAIRWOMAN CURRIE: I think he's doing his
- 14 best to do that, sir. And as you have all the
- documents, and I suspect that you're quite familiar
- 16 with them, I think we can count on Mr. Ellis to do as
- 17 good a job as --
- MR. GENSON: Actually I wasn't furnished with
- 19 them until yesterday but I am --
- 20 CHAIRWOMAN CURRIE: You had not ever seen the
- 21 criminal complaint?
- MR. GENSON: Not the criminal complaint and
- 23 testimony of Cari, no.
- 24 CHAIRWOMAN CURRIE: Thank you, Mr. Ellis,

- 1 proceed, and to the extent that you're able make those
- 2 distinctions.
- 3 MR. ELLIS: Okay, well, I thought I had
- 4 identified paragraph 25. But let me just take one
- 5 moment to make sure that -- I want to give Mr. Genson
- 6 as accurately as I can.
- 7 CHAIRWOMAN CURRIE: As the plea agreement is
- 8 fairly short, maybe it would be safe to assume that
- 9 much of what you say is coming from the criminal
- 10 complaint.
- MR. ELLIS: That's correct. I'm just trying
- 12 to find exactly where it is, I want to -- because what
- 13 I was doing here was I was sort of generally
- 14 summarizing what the other things say. I don't know
- 15 that it all comes from any one thing. I was trying to
- 16 give you some general background before I went into
- 17 specifics. And that's about the best I can tell you.
- MR. GENSON: Certainly, that's fine. As long
- 19 as we know it's general background, I have no problems
- 20 with that.
- 21 MR. ELLIS: Fair enough.
- MR. GENSON: Just identify what you're doing
- 23 and we'll work with it. Thank you.
- MR. ELLIS: Okay. On April 15th and April

- 1 16th of 2008 during the Rezko trial, Joseph Cari
- 2 testified under oath that the extortion plan of JER
- 3 was part of a larger plan to require those individuals
- 4 who received state contracts to make campaign
- 5 contributions as directed by associates of Public
- 6 Official A, who has since been identified as Governor
- 7 Blagojevich.
- 8 Cari testified that he had a conversation with
- 9 Rod Blagojevich in which Blagojevich informed Cari
- 10 that Rod Blagojevich could use his power to award
- 11 state of Illinois contracts in order to generate
- 12 campaign contributions.
- 13 Cari further testified that he had similar
- 14 conversations with Rezko and Chris Kelly, who
- 15 specifically offered him state of Illinois work in
- 16 exchange for Cari's assistance with various
- 17 fundraising matters.
- 18 I believe we are now on paragraph 26 of the
- 19 complaint, Mr. Genson. This is paragraph 26, yes.
- In particular, on approximately October 29th,
- 21 2003, Mr. Cari, Governor Blagojevich, Chris Kelly,
- 22 Stuart Levine and others rode on an airplane arranged
- 23 by Levine to a fundraiser in New York being hosted by
- 24 Cari on behalf of Rod Blagojevich.

- 1 During the plane ride, Cari had a conversation
- 2 with Rod Blagojevich. During the conversation Cari
- 3 and Rod Blagojevich discussed Cari's fundraising
- 4 background and work as a national fundraiser.
- 5 Blagojevich discussed his interest in running for
- 6 President of the United States.
- During the conversation, Blagojevich informed
- 8 Cari that it was easier for governors to solicit
- 9 campaign contributions because governors had the
- 10 ability to "award contracts" and give legal work,
- 11 consulting work, and investment banking work to
- 12 campaign contributors.
- Rod Blagojevich informed Cari that Rezko and
- 14 Kelly were his point people in raising campaign
- 15 contributions.
- Later in the conversation Blagojevich told Cari
- 17 that there were state of Illinois contracts and other
- 18 state of Illinois work that could be given to
- 19 contributors who helped Blagojevich, Rezko and Kelly.
- 20 Cari testified that Blagojevich ended the
- 21 conversation with Cari by informing Cari that Rezko
- 22 and Kelly would follow up with Kelly in relation to
- the discussion that had just occurred, not the
- 24 Governor

- 1 Paragraph 27. At one point during the October
- 2 29th, 2003, New York fundraiser, Cari and Levine had a
- 3 conversation. Levine informed Cari that there was a
- 4 plan in place in the Blagojevich administration
- 5 pursuant to which Rezko and Kelly would pick
- 6 consultants to do business with the state of Illinois
- 7 boards, and thereafter the consultants would be asked
- 8 to make campaign contributions.
- 9 Cari also testified -- paragraph 28. Cari also
- 10 testified about a conversation he had with Rezko at
- 11 Rezko's offices. Levine was also present for the
- 12 conversation.
- According to Cari, Rezko informed Cari that Rezko
- 14 had a close relationship with the Blagojevich
- 15 administration, and Rezko had a role in picking
- 16 consultants and law firms and other entities to get
- 17 state of Illinois business.
- Rezko informed Cari that Rezko called the
- 19 Governor's chief of staff, Lon Monk, and Monk would
- 20 help implement Rezko's choices for certain state of
- 21 Illinois work.
- Rezko informed Cari that in exchange for raising
- 23 money for Rod Blagojevich, that the Blagojevich
- 24 administration would be financially helpful to Cari's

- 1 business interests.
- Paragraph 30. Based on conversations with
- 3 Governor Blagojevich, Rezko, Kelly and Levine in which
- 4 he was informed that consultants would be inserted in
- 5 the state of Illinois transactions and then solicited
- 6 for campaign contributions, Cari believed that JER
- 7 needed to hire a consultant.
- 8 Cari testified that he informed employees of JER
- 9 that they needed to hire a consultant and that
- 10 Illinois, the "Governor and the people around the
- 11 Governor" picked the consultants to be used on these
- 12 particular deals.
- Cari informed JER employees that if they did not
- 14 hire the consultant, that JER would not receive the
- money it was seeking from the state of Illinois.
- 16 Ultimately TER exposed the attempted extortion and
- 17 received the money from the state of Illinois.
- 18 I think that concludes it.
- 19 CHAIRWOMAN CURRIE: Thank you very much, Mr.
- 20 Ellis. Are there questions? Representative Durkin.
- 21 REPRESENTATIVE DURKIN: Representative
- 22 Currie, have these documents been marked and moved
- into evidence yet?
- 24 CHAIRWOMAN CURRIE: Have they been -- I'm

- 1 sorry?
- 2 REPRESENTATIVE DURKIN: Have they been marked
- 3 and moved into evidence?
- 4 MR. ELLIS: I believe they've already been
- 5 entered into the record as exhibits.
- 6 CHAIRWOMAN CURRIE: We did that this morning.
- 7 They're -- I can't remember which number exhibit.
- 8 REPRESENTATIVE DURKIN: Okay. I just wanted
- 9 to make sure that we've at least made that motion,
- 10 thanks.
- 11 CHAIRWOMAN CURRIE: And could I just for a
- 12 moment note that Representative Black needed to leave
- 13 the committee, and we have a letter from
- 14 Representative Cross replacing him with Representative
- 15 Reboletti.
- Any other questions or comments from the
- 17 committee? If not, thank you very much, Mr. Ellis.
- And now -- oh wait, Representative Mautino.
- 19 REPRESENTATIVE MAUTINO: Mr. Ellis, you were
- leaving this portion of the complaint, so before doing
- 21 that, there's an item that I noticed was left out of
- 22 the summary. Could you go back to in our books under
- tab one, page 53, it's paragraph 83, and put that into
- the record, please.

- 1 MR. ELLIS: I sure will. This is in the
- 2 criminal -- I don't have the exhibits, but this would
- 3 be the criminal complaint?
- 4 REPRESENTATIVE MAUTINO: The criminal
- 5 complaint.
- 6 MR. ELLIS: Paragraph 83?
- 7 REPRESENTATIVE MAUTINO: Starting at -- yes.
- MR. ELLIS: So this is dealing with the
- 9 Tribune Company.
- 10 REPRESENTATIVE MAUTINO: Correct.
- MR. ELLIS: Okay. I believe it's on page 52,
- 12 paragraph 83 of the criminal complaint. And you
- 13 probably recall the context of the allegations here.
- 14 Conversations with the Tribune Company, making changes
- 15 to their editorial board.
- Paragraph 83. After hearing the Tribune
- 17 Financial Advisor had assured Harris, John Harris that
- 18 the Tribune would be downsizing or making personnel
- decisions affecting the editorial board, Blagojevich
- 20 had a series of conversations with representatives of
- 21 the Chicago Cubs regarding efforts to provide state
- 22 financing for Wrigley Field.
- 23 On November 30th, 2008, Blagojevich spoke with a
- 24 Sports Consultant, again a code, Sports Consultant,

- 1 the president of a Chicago area sports consulting
- 2 firm, whose remarks during the conversation indicated
- 3 that he was working with the Cubs on matters involving
- 4 Wrigley Field.
- 5 In that conversation Blagojevich and Sports
- 6 Consultant discussed the importance of getting the IFA
- 7 transaction approved at the IFA's December, 2008, or
- 8 January, 2009, meeting, because Rod Blagojevich was
- 9 contemplating leaving office in early January, 2009,
- 10 and Rod Blagojevich's IFA appointees would still be in
- 11 place to approve the IFA deal.
- 12 On December 3rd, 2008, Blagojevich spoke again
- 13 with Sports Consultant and explained that Rod
- 14 Blagojevich had control over state funds designated
- 15 for use in connection with science and technology and
- 16 which could be used to pay for improvements at Wrigley
- 17 Field.
- Later that same day, Blagojevich spoke with Cubs
- 19 Chairman, another code, Cubs Chairman, and said that
- 20 he could make state science and technology funds
- 21 available to the Cubs without having to go through the
- 22 legislature, and suggested that the Cubs come up with
- proposals that would allow the use of such funds.
- 24 CHAIRWOMAN CURRIE: Representative Mautino?

- 1 REPRESENTATIVE MAUTINO: Thank you. I just
- 2 wanted to make sure for some of our witnesses coming
- 3 tomorrow and further on that that was in there.
- 4 CHAIRWOMAN CURRIE: Thank you very much.
- 5 Any further questions or comments from members of
- 6 the committee?
- 7 If not, Mr. Genson, you or one of your
- 8 co-counsels would at this time be -- we'd be happy to
- 9 hear some brief remarks.
- MR. GENSON: Brief?
- 11 CHAIRWOMAN CURRIE: Please.
- MR. GENSON: With regard to these documents,
- 13 let me make something clear. You're talking -- with
- 14 regard to the first document called criminal
- 15 complaint, do you have that in front of you, sir? You
- 16 were reading parts of that?
- MR. ELLIS: Am I being questioned?
- MR. GENSON: Yes.
- MR. ELLIS: I'm not being crossed.
- 20 CHAIRWOMAN CURRIE: I don't know if that
- 21 counts as cross-examination, but that's not something
- that we permit in this committee.
- MR. GENSON: Oh, you don't permit
- 24 cross-examination?

- 1 CHAIRWOMAN CURRIE: Not cross-examination.
- 2 If you have questions, that he is not after all a
- 3 factual witness.
- 4 MR. ELLIS: I'm not a fact witness.
- 5 CHAIRWOMAN CURRIE: That he can answer, as
- 6 members of the committee just to spell out some of
- 7 the --
- MR. GENSON: Well, I'll be happy to make a
- 9 brief statement. Before that though there were some
- 10 inaccuracies in some of the things he read, and I just
- 11 wanted to make --
- 12 CHAIRWOMAN CURRIE: Fine, you can certainly
- 13 pose those issues to Mr. Ellis.
- MR. GENSON: That's correct, you were the --
- 15 you made reference to a criminal complaint, Mr. Ellis,
- 16 is that correct?
- MR. ELLIS: Madam Chair, I'm going to be
- 18 subject to cross-examination? That was different than
- 19 what I understood.
- MR. GENSON: This is not cross-examination,
- 21 I'm trying to clarify something, just go on --
- 22 CHAIRWOMAN CURRIE: I don't want you
- 23 cross-examining. If he's asking were you talking
- 24 about a criminal complaint, I think that's --

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1 MR. GENSON: That's what I --
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- 2 CHAIRWOMAN CURRIE: That's a factual answer.
- 3 MR. ELLIS: Yes.
- 4 MR. GENSON: What I'm trying to get to
- 5 without cross-examining, is that you were reading what
- 6 was the criminal complaint which consists of two pages
- 7 which is supported by an affidavit in support of the
- 8 application. Is that correct?
- 9 MR. ELLIS: It's supported by an affidavit.
- MR. GENSON: An application. And so when you
- 11 quote the paragraphs that you quote, 2, 35, 40,
- 12 whatever, this is not contained in the criminal
- 13 complaint, it's contained in the application of the
- 14 criminal complaint, is that correct?
- MR. ELLIS: It's an affidavit attached to the
- 16 criminal complaint.
- MR. GENSON: That's right, that's all I want
- 18 to know.
- MR. ELLIS: Sure.
- MR. GENSON: And the other two documents that
- 21 we're talking about, the documents that we're talking
- 22 about with regard to Joseph Cari and Ali Ata, those
- 23 are plea agreements that were filed in the case, is
- 24 that correct?

- 1 MR. ELLIS: That's my understanding.
- MR. GENSON: That's all I know want to know.
- 3 Now can I make my statement?
- 4 CHAIRWOMAN CURRIE: Please.
- 5 MR. GENSON: And so that you're -- so that
- 6 everybody's clear, I didn't want Mr. Ellis to be
- 7 upset, I was trying to tell you or explain to you the
- 8 nature of what he's been reading.
- 9 Now, first of all let me summarize what these
- 10 documents are and procedural aspects of them so that
- 11 the committee understands.
- The first document is the criminal complaint, I
- 13 asked that question, and the criminal complaint is
- 14 only two pages.
- 15 CHAIRWOMAN CURRIE: If you could speak a
- 16 little more directory into the microphone.
- MR. GENSON: All right, directly into the
- 18 microphone, I will. All my life they've told me I was
- too loud and then in my later years they're telling me
- 20 I don't talk loud enough. So I can't get it right.
- But the fact is, the criminal complaint is two
- 22 pages. It's a two-page criminal complaint. It's
- 23 filed by the United States Attorney. It consists of
- 24 two counts.

- 1 The judge just accepts the complaint. There's no
- 2 finding of probable cause regarding that complaint.
- 3 There's nothing looked at by the judge as to whether
- 4 in fact that complaint can or can't be filed.
- 5 The probable cause hearing, the determination of
- 6 Magistrate Mason as to probable cause will not come
- 7 until January 14th. If on January 14th there is an
- 8 indictment, then there will be no preliminary hearing.
- 9 But the fact of the matter is, there was no --
- 10 and Senator Fritchey who is not here asked the
- 11 question and made the statement that there was a
- 12 finding of probable cause by the judge.
- There's no such thing. This is just a complaint.
- 14 What's important in the complaint is the affidavit by
- 15 this agent and with his summaries of what took place.
- Now, I think it's important to understand that,
- 17 because it's an affidavit by a police person who has
- 18 reached his conclusion that there's probable cause.
- But there is no, there is no determination by
- 20 Judge Mason that there was probable cause in this
- 21 case.
- Now, the next two documents that we have, and I'd
- just like to talk about briefly, I'm going to talk
- 24 fast, is -- are the plea agreements between Ali Ata

- 1 and the government and Joseph Cari and the government.
- 2 I'm sorry, I --
- 3 CHAIRWOMAN CURRIE: Representative Gordon?
- 4 REPRESENTATIVE GORDON: Mr. Genson, to be
- 5 specifically clear, there was probable cause to issue
- 6 the warrant for the arrest of Mr. Blagojevich.
- 7 MR. GENSON: And that's the filing of the
- 8 complaint.
- 9 REPRESENTATIVE GORDON: Exactly. So to be
- 10 specifically clear, Mr. Genson, there was a finding of
- 11 probable cause to issue a warrant for the arrest on
- 12 the two charges that were filed in the criminal
- 13 complaint. Would you agree with that statement?
- MR. GENSON: No.
- 15 REPRESENTATIVE GORDON: Well, then you really
- 16 should go back to criminal law.
- MR. GENSON: I've been doing it for 44 years
- 18 and maybe you should go back to law school.
- 19 REPRESENTATIVE GORDON: I went there and
- that's what they taught me very well.
- MR. GENSON: When I teach at my law school
- they don't teach it. Now the fact is I've been
- teaching for 44 years, too. I don't mean to insult.
- 24 But the fact of the matter is there was no probable

- 1 cause. That's the purpose of the preliminary hearing.
- There's only -- there was only a warrant that was
- 3 issued, he was arrested pursuant to the warrant. If
- 4 there were probable cause we wouldn't need a
- 5 preliminary hearing.
- 6 So the fact of the matter is that's -- may I
- 7 proceed?
- 8 CHAIRWOMAN CURRIE: Representative Lang.
- 9 REPRESENTATIVE LANG: Well, enlighten me on
- 10 this, sir. There was a wiretap here.
- MR. GENSON: I'll admit to that.
- 12 REPRESENTATIVE LANG: And whether -- you can
- 13 claim anything you want about the wiretap, but doesn't
- 14 probable cause have to be shown to get a warrant for a
- 15 wiretap?
- MR. GENSON: Probable cause is to be shown to
- 17 get a wiretap, and the reason that we're not allowed
- 18 to use the contents of the wiretap is because the
- 19 person --
- 20 REPRESENTATIVE LANG: That's not the question
- 21 I asked you, sir. I just asked you if probable cause
- 22 needed to be shown to get a court order to get a
- 23 wiretap.
- MR. GENSON: You know I've never seen a

- 1 wiretap order, they've never given them to me and I
- 2 can't make that assumption. I can't make the
- 3 assumption it was properly issued, because I have
- 4 never seen the tapes and I've never seen the wiretaps.
- 5 REPRESENTATIVE LANG: That's fine. So you
- 6 said you've been practicing criminal law for 44 years.
- 7 So how does a person get a court order for a wiretap,
- 8 sir?
- 9 MR. GENSON: They have to go to Washington
- 10 and they have to get all sorts of permissions to do it
- and they have to go in front of a judge. But until
- 12 | __
- 13 REPRESENTATIVE LANG: And what is the
- 14 standard, what is the standard?
- MR. GENSON: May I finish?
- 16 REPRESENTATIVE LANG: No, you can't. What is
- 17 the standard that a judge has to -- you'll have your
- 18 chance.
- MR. GENSON: I'm in the middle of a
- 20 statement.
- 21 REPRESENTATIVE LANG: What is the standard
- that a judge has to apply before he or she can sign a
- 23 wiretap order?
- MR. GENSON: The judge has to apply the

- 1 standard of probable cause and they're overruled all
- 2 the time.
- REPRESENTATIVE LANG: That's all I asked.
- 4 MR. GENSON: And the reason the statute -- so
- 5 if I may proceed. And the reason the statute -- may I
- 6 proceed?
- 7 CHAIRWOMAN CURRIE: You may proceed, Mr.
- 8 Genson.
- 9 MR. GENSON: The reason the statute doesn't
- 10 allow the use of these -- in these kinds of
- 11 proceedings or any kinds of proceedings is because the
- 12 defendant under our Constitution and under our concept
- 13 of due process is entitled to test it. And in fact we
- 14 haven't tested them in this case.
- We also haven't seen the wiretaps. We haven't
- 16 seen how many conversations there were. We haven't
- 17 seen whether these were taken out of context. We
- 18 haven't seen if they were accurately described. We
- 19 haven't seen whether in fact there were conversations
- that show a withdrawal of the statements that were in
- 21 them. We haven't seen any of this.
- We have seen a one-sided summary by someone who
- 23 probably didn't look at the wiretap trying to get a
- 24 determination in this case so that this man could be

- 1 arrested. That's what happened.
- 2 So as a result of -- and so it is our contention,
- 3 a number of things, is that this proceeding, this
- 4 proceeding which is basing its findings on this
- 5 summary, this proceeding which is basing its findings
- 6 on summaries of wiretaps is unfair and quite frankly
- 7 illegal.
- 8 And the fact of the matter is, we in this case
- 9 object and object vociferously to the use of this.
- Now let me get to the facts before I get to the
- 11 procedure. The fact of the matter is we have not seen
- 12 the tapes. The fact of the matter is we have not been
- 13 able to find out who these people are. We have A, B,
- 14 C, D, E, F, G. We haven't seen whether there's any
- 15 corroboration. We haven't seen whether any people
- 16 were questioned. We haven't figured out or figured
- out who these people are and why they're saying what
- they're saying, and if in fact it's nothing more than
- 19 conversation.
- Without going into specifics, which would make
- 21 this a lot longer than Representative Currie wants me
- 22 to talk --
- CHAIRWOMAN CURRIE: Mr. Genson, take the time
- that you need to make your statement.

- 1 MR. GENSON: Thank you. With regard to every
- 2 one of these things, whenever someone's talking about
- 3 it, we have someone -- we have someone talking about
- 4 what we're going to do, but nothing gets done. We
- 5 don't know who he ultimately was going to pick as a
- 6 state Senator. We don't even know if he actually
- 7 picked another state Senator and was -- and who was
- 8 not involved in this and in fact was going to pick
- 9 someone who in fact was not involved in any of these
- 10 negotiations.
- 11 Let's take 5 for purposes of argument. According
- 12 to 5, this person 5 has a -- has an emissary.
- 13 Emissary who? Somebody, who ever talked to him? Did
- 14 someone ever talk to this person --
- 15 REPRESENTATIVE FRANKS: Could I interrupt you
- 16 for a moment?
- MR. GENSON: Yes.
- 18 REPRESENTATIVE FRANKS: I'm sorry, and you've
- been practicing law as long as I've been around so --
- MR. GENSON: And I practiced along with your
- 21 father.
- 22 CHAIRWOMAN CURRIE: Representative Franks.
- 23 REPRESENTATIVE FRANKS: So I'm not going to
- 24 question your legal ability. It dwarfs mine, I

- 1 understand that. But my question though, as I
- 2 understand your argument, we're not talking about a
- 3 criminal complaint here. We're not here to find
- 4 quilt.
- 5 I think your impassioned argument is something
- 6 that you should do, but probably in a different forum.
- 7 MR. GENSON: fairness and due process is what
- 8 we're here for. And due process requires
- 9 confrontation and due process requires -- and I
- 10 understand the standard is different. I understand
- 11 that and I don't quarrel with what Representative --
- 12 what everyone's been saying here.
- But certainly due process requires, due process
- 14 requires us to have access to these wiretaps so that
- 15 we can show you that the language --
- 16 REPRESENTATIVE FRANKS: We're not talking
- 17 about the wiretaps.
- MR. GENSON: Well, you're talking about
- 19 statements that were allegedly made in a wiretap that
- 20 we have no -- and we have no idea or no way to
- 21 corroborate. We have no confrontation here, which is
- 22 based --
- 23 REPRESENTATIVE FRANKS: Under the Sixth
- 24 Amendment, I understand that, of the United States

- 1 Constitution. But also this is not a criminal
- 2 proceeding.
- MR. GENSON: And I'm not suggesting it is.
- 4 REPRESENTATIVE FRANKS: But perhaps to answer
- 5 these questions your client could be here.
- 6 MR. GENSON: Perhaps to answer these
- 7 questions somebody could give John Fitzgerald an
- 8 opportunity, maybe he will give us the wiretaps. We
- 9 asked him Wednesday and we didn't get an answer until
- 10 Thursday. Maybe he will give us the name of these
- 11 witnesses.
- 12 REPRESENTATIVE FRANKS: Are you planning on
- 13 bringing your witness? Because whenever I see this on
- 14 TV, at least, you know, in the U.S. Congress I always
- 15 see a lawyer whispering in his client's ear before the
- 16 client answers the question.
- Now today we don't have a client.
- MR. GENSON: You know how forthcoming I am?
- 19 If you give me subpoena power I will subpoena
- 20 Fitzgerald tomorrow. If you give me subpoena power I
- 21 will subpoena him for the names of these people A, B,
- 22 C, D, E, F, G, none of whose names we know here. I'll
- 23 do that all that.
- 24 REPRESENTATIVE FRANKS: I presume you'll have

- 1 that opportunity at the proper criminal trial to be
- 2 able to talk to who you need to. But will you be
- 3 bringing your client here to answer these questions
- 4 that we have as the committee to determine --
- 5 MR. GENSON: Maybe I will and maybe I won't.
- 6 But I have to find out what you're going to do at the
- 7 end of your case and I'll make that decision.
- 8 My client is --
- 9 REPRESENTATIVE FRANKS: This is not a case,
- 10 Mr. Genson.
- MR. GENSON: My client has a Fifth Amendment
- 12 right not to testify. Is he going to exercise it? I
- 13 haven't asked him. But I don't think I can -- I don't
- 14 think I have to at least in my --
- 15 REPRESENTATIVE FRANKS: But this is not a
- 16 case --
- MR. GENSON: In my remarks I cannot make that
- 18 kid of commitment to you now.
- 19 REPRESENTATIVE FRANKS: You may have the
- opportunity in a case should the House impeach, then
- 21 you would have that opportunity to determine at a
- 22 trial that the Senate would have.
- MR. GENSON: So I'm not allowed to question
- 24 the lack of foundation?

- 1 REPRESENTATIVE FRANK: If we want to get to
- 2 the facts you should have your client here. If you
- 3 want to get to the facts, let's bring him here, let's
- 4 ask the questions. There's a lot of things we'd like
- 5 to know.
- 6 MR. GENSON: This is Alice in Wonderland.
- 7 REPRESENTATIVE FRANKS: I don't believe so at
- 8 all.
- 9 MR. GENSON: They talk about or we have a
- 10 gentleman get up there, read an anonymous complaint
- 11 with names of people who in fact don't -- they don't
- 12 tell us about on tapes that we're not even sure exist.
- 13 I'm questioning and making remarks about that and your
- 14 response is forget all that. Bring your client in.
- 15 REPRESENTATIVE FRANKS: I think it's the
- 16 wrong time for that. But what we've heard so far
- today, if we are to believe the evidence, it seems to
- 18 me that your client's sole idea was to get out of
- being the Governor of Illinois.
- I'd like to know whether he'd like to be the
- 21 Governor. And if he doesn't want to be the Governor
- 22 anymore he could resign.
- MR. GENSON: How about you subpoenaing him or
- how about you waiting until we get to our case and

- 1 decide whether in fact we're going to ask him. What
- 2 I'm saying is the issue in this case is the evidence
- 3 that you have. The evidence that you have is nill,
- 4 zero, nothing.
- 5 REPRESENTATIVE FRANKS: We aren't trying a
- 6 case, we are getting evidence now.
- 7 MR. GENSON: This isn't evidence, and that's
- 8 my argument. If you let me finish, I'll finish and
- 9 then you can go and talk among yourselves and maybe
- 10 even decide that I'm wrong.
- But the fact is I'd like to at least finish the
- 12 argument so that we can all go home and so that I can
- 13 get -- come back tomorrow for the second part and then
- 14 argue why I think he shouldn't be impeached.
- 15 REPRESENTATIVE FRANKS: Fair enough.
- MR. GENSON: But let me do this.
- Now the fact of the matter is, here's what we
- 18 have. And I've talked about the complaint, I think I
- made myself very clear what I believe the evidentiary
- value of this complaint is.
- I think it's unfair to put in hearsay. I think
- 22 it's unfair to put in anonymous people. I think it's
- unfair to deprive him of confrontation. I think it's
- unfair to do all those things, and I think it's unfair

- 1 to assume that on January 14th Magistrate Mason based
- 2 on this is going to find probable cause. I will bet
- 3 you that they don't even give us a hearing. But
- 4 that's another thing.
- Now let me talk about -- let me talk about Ata
- 6 and Cari and their plea agreements and their testimony
- 7 at trial.
- 8 Mr. Ata is a convicted perjurer. Mr. Ata said
- 9 that he came, that he lied to agents. Mr. Ata said
- 10 that he lied under oath to the IRS. Mr. Ata said that
- 11 he engaged in all sorts of conspiracies with his
- 12 fellow people in regarding to defrauding the IRS.
- And what we are saying here and what we are
- 14 talking about and what is contained in this plea
- 15 agreement is convicted perjury statements.
- Mr. Ata in this particular case pled guilty, pled
- guilty with the idea that he, Mr. Ata, is going to be
- 18 able to ask for probation. At this point anything he
- 19 says has no evidentiary value. Anything he says has
- 20 no value for your consideration because you are
- 21 dealing with a convicted perjurer.
- One of things that I see in these rules here, and
- these rules here said that you may file for
- incorporation into the record sworn written

- 1 statements.
- This plea agreement isn't sworn. And with regard
- 3 to --
- 4 CHAIRWOMAN CURRIE: Why don't you finish your
- 5 statement. I know that Representative Franks has
- 6 another question to or two and so does Representative
- 7 Durkin, but if you could finish.
- MR. GENSON: What I'd like to do is talk
- 9 about the plea agreements and get it out of the way,
- 10 and then I'll answer any question that anybody on this
- 11 panel wants.
- 12 CHAIRWOMAN CURRIE: Good.
- MR. GENSON: You don't like to be interrupted
- 14 and neither do I. So the point of the matter is we
- 15 have in this case a statement that's been offered by
- 16 Mr. Ata who has pled to perjury and who has pled to
- 17 perjury on at least two occasions.
- Now I would like to, if you please, I would like
- 19 to if you please to look at that and consider that.
- Now the point I was trying to make, and you take
- 21 old people and you know what happens, you tell them
- 22 about something else and they forget what they were
- 23 going to say.
- The rules that you have here says written, sworn

- 1 written statements. Neither of those plea agreements,
- 2 the plea agreement of Mr. Ata nor the plea agreement
- 3 of Mr. Cari, neither of those plea agreements are
- 4 signed, neither of those plea agreements -- I'm sorry,
- 5 are sworn. They're both signed. Neither of them are
- 6 sworn.
- What we are listening to is supposed statements
- 8 of these gentlemen in federal court and again, which
- 9 we don't see. Again which we don't have. Again what
- 10 we do is we have a summary.
- Now let me talk a little bit about Mr. Cari. Mr.
- 12 Cari's an extortionist. Mr. Cari's an extortionist
- 13 and his extortion in this case is admitted by him in
- 14 his plea agreement, and I ask you to look at his plea
- agreement where he basically goes -- he basically goes
- 16 to members of a company, and he says when he goes to
- 17 those companies you make up a fake consultant to give
- 18 money. You make up a fake consultant and get money.
- Again, he talks about two meetings. He has the
- 20 deal. His deal is that he's going to be able to ask
- 21 for probation if in fact he can implicate somebody.
- 22 One meeting, two meetings it's easy to make up.
- So this is the evidence. Not a person who I
- could cross-examine, but a plea agreement that's not

- 1 sworn to just as Mr. Ata wasn't sworn to.
- 2 And the fact of the matter is, that, too, in this
- 3 particular case, is something that should not be,
- 4 cannot be considered in evidence.
- 5 That, too, is something as with Mr. Ata, Mr.
- 6 Cari's a convicted extortion, the extortion that he
- 7 has nothing to do with this case, has nothing to do
- 8 with supposed Rod Blagojevich. Except, except for
- 9 other than his one meeting, something that was told to
- 10 him by Mr. Levine.
- Now, I ask you to look at Mr. Levine. I'd ask
- 12 you to look at page -- I think it's point number 34,
- 13 and these are the quotes that we hear from Mr. Ata and
- 14 from Mr. -- I'm sorry, from Mr. Cari with regard to
- 15 Levine.
- 16 Levine is facing life imprisonment. Levine cut a
- 17 deal for five years. He talks about -- he talks about
- 18 accepting kickbacks for a hospital, a medical school,
- 19 a charitable organization. He talks about paying
- 20 bribes, tax fraud, election fraud, structuring,
- 21 defrauding the estate of a business associate, using
- 22 illegal narcotics. This is the character of the
- 23 statements of Mr. Levine who makes his statement to
- 24 Cari.

- 1 Again, I'm not trying a criminal case. I'm not
- 2 pretending to try a criminal case. What I'm saying to
- 3 you is for your consideration, this is the source of
- 4 the -- this is the source of what we were going on to.
- Now, let me just briefly talk about the major
- 6 complaint, and I'm going to talk probably longer than
- 7 I should, so will you tell me to keep quiet, I'll try
- 8 to wrap up.
- 9 CHAIRWOMAN CURRIE: Go on, go on.
- MR. GENSON: Especially Ms. Gordon, she isn't
- 11 really appreciative of me anyway. I'm not sure Franks
- 12 is either.
- But the fact of the matter is, we are talking
- 14 about cause. And one of the questions that was asked
- of Mr. Ellis, and I know I'm not -- and I'm not
- 16 cross-examining him, it was asked what cause is, cause
- 17 for impeachment. That was a statement by Mr.
- 18 Fritchey, so I'm not going out of line by talking
- 19 about it.
- The line, the line that says it has never been
- 21 drawn. I don't know what the line is, I only know
- 22 about Heiple and he didn't get impeached. I don't
- 23 know of any case law on it.
- 24 And so -- but I would offer for your

- 1 consideration that the line should be, should be based
- 2 on evidence, should be based on due process, and
- 3 should be based on confrontation. And I know
- 4 everybody believes and wants to -- you know, we have a
- 5 terrible, terrible public relations problem here and
- 6 people want to see something done and this is your
- 7 obligation.
- 8 But still, you have an obligation under the
- 9 Constitution. Cause must mean something. Cause must
- 10 mean something, and due process -- and due process was
- one of the main things that Speaker Madigan talked
- 12 about when we talked about this legislation.
- 13 Almost everybody who spoke whether they disliked
- 14 Rod Blagojevich intensely or didn't like -- or didn't
- 15 want to give an opinion, and they were talking about
- 16 due process. And due process means confrontation.
- 17 Due process means a consideration of evidence. There
- will be a time, maybe next week or maybe in two weeks,
- 19 where people will actually testify under oath.
- But sitting there listening to hearsay, sitting
- 21 there listening to hearsay on hearsay is
- 22 inappropriate.
- Now, with regard to the specific acts in this
- 24 case, I'm not going to sit here, and I could, we can

- 1 go over each individual, each individual incident.
- 2 But the fact is that none of it's corroborated.
- 3 You've got a man who is talking. You have a man who
- 4 says I can do this, but nobody has any -- talks about
- 5 talking to anyone from the Tribune because we don't
- 6 have anybody from the Tribune here.
- Nobody talks about anyone talking to anyone from
- 8 the Tribune or doing anything because they didn't say
- 9 that they talked to someone from the Tribune. Nobody
- 10 even gives us the name of the people involved except
- 11 McCormick, and McCormick as I understand it didn't
- 12 know anything about it, because I watch the news, too.
- But the fact of the matter is with regard to all
- of these things and with regard to the Tribune
- 15 specifically, there is nothing that was done. It's
- 16 just people jabbering.
- With regard to the charitable foundation, people
- 18 talk and talk and talk, but nobody -- there's no
- 19 evidence that anyone ever did anything.
- With regard to the Senate seat, the lady, whoever
- 21 was Number 1, didn't want to do it anymore. There's
- 22 no evidence that anyone ever asked anybody for
- 23 anything with regard to that seat. There's no
- evidence with regard to 5, that whoever 5 was, that 5

- 1 ever talked to Rod Blagojevich.
- 2 And as a matter of fact, if he did talk to Rod
- 3 Blagojevich, there's no evidence that anything
- 4 inappropriate was said. It's just somebody jabbering
- 5 back in October, repeating about it in December, and
- 6 again nothing is done.
- 7 Now if somebody wants me to sit down and brief
- 8 every one of these things, I'd be happy to do it. But
- 9 I'm not going to sit here and talk for an hour to each
- 10 and every one of those things because I'd get thrown
- 11 out.
- But I think it's important, and all I can ask you
- 13 to do, I can't sit there and convince any of you that
- 14 what I'm saying is right or whether I'm wrong in five
- 15 minutes, especially when the person who does the
- 16 reading really doesn't want to talk to me about it.
- 17 The fact of the matter is, I think that it's
- 18 incumbent on every single one of the people in this
- panel, I think it's incumbent to read these things and
- 20 read these things one at a time and determine whether
- 21 it's just somebody who says inappropriate things in a
- two month wiretap.
- This is picked up two months of a spike mic in a
- 24 wall, and two months of somebody who obviously likes

- 1 to talk a lot. But two months of nothing getting
- done.
- And rather than me sitting down and going one by
- 4 one by one by one, I'm not asking you to do it. I'm
- 5 saying that you're the -- you're not the judges,
- 6 you're the jury here. You're the jury, you're the
- 7 judge, but you're the jury essentially. And it seems
- 8 to me it's up to everyone of you to look.
- 9 If you look at this thing and you decide this was
- 10 something that was done, fine. If you look at this
- thing and you don't like what he says and you think
- 12 it's inappropriate for someone to say it, fine.
- But first determine what you have to do to kick a
- 14 guy out of office. And I'm only talking about this
- 15 part. There's stuff that I don't really understand.
- 16 I'll probably defer to my co-counsel here, because
- 17 that way I won't make a fool out of myself.
- But the fact of the matter is, what I'm saying to
- 19 you here with regard to these matters, it's up to each
- and every one of you to decide whether it's enough and
- 21 whether it's time.
- 22 And decide whether in fact this is a basis for
- impeachment and whether in fact what's the standard
- 24 you have to look at, not a visceral standard but a

- 1 standard you have to determine, because I have no idea
- 2 what it says because there's nothing written about it.
- But in this particular instance it would appear
- 4 to me that when you don't know who Senate Candidate 1,
- 5 2, 3, 4, 5 is, Financial Advisor 1, A, B, Deputy
- 6 Governor A, Individual B, and going on and on and on.
- 7 And on that basis asking you to reach a conclusion of
- 8 what occurred I think is inappropriate.
- 9 Now that completes my remarks.
- 10 CHAIRWOMAN CURRIE: Thank you very much, Mr.
- 11 Genson.
- 12 And any comments from the committee?
- 13 Representative Durkin.
- 14 REPRESENTATIVE DURKIN: Good morning, Mr.
- 15 Genson. I would disagree. We are allowed to take in
- 16 hearsay in this committee. A grand jury is allowed to
- 17 hear hearsay, and as a matter of fact, Mr. Genson,
- 18 you've been given more process than anybody that's
- been before the grand jury representing clients.
- So you've got more process than some of your
- 21 clients have had before the grand jury. So let me
- 22 just say that.
- These documents which Mr. Ellis referred to, they
- are now part of the record. They are in evidence.

- 1 And we will make a decision. I know that you want to
- 2 argue about whether there's probable cause, and we can
- 3 go into the standards and that, but we will make the
- 4 appropriate -- we'll attach the appropriate weight to
- 5 each one of these documents.
- We are not convicting, we are not the trial body.
- 7 That's in the Senate. They can decide what types of
- 8 -- how the evidentiary proceedings will go over there
- 9 about the hearsay and different types of
- 10 authentication.
- But I just want to make it perfectly clear, that
- 12 we have a right to consider hearsay in this committee
- 13 and make some findings.
- And I would ask everybody, hearsay is -- you
- 15 know, you can argue as much as you want, but we can
- 16 connect the dots as well. And we'll -- as I said,
- we'll make the determination of what type of weight we
- 18 want to attach to these documents that have been
- 19 placed into evidence.
- Let the Senate make a decision on whether or not
- these things are admissible, and that's a whole
- 22 different body, but --
- MR. GENSON: Representative Durkin, at no
- time have I ever or will I ever suggest that there's

- 1 anything other than you holding up the utmost
- 2 standards of your office. And this is a horrible
- 3 thing to say because as long as I've known everybody,
- 4 I've known your family for years, and I understand
- 5 that, I'm not questioning it.
- 6 I'm only -- I'm asking you to do the exact same
- 7 thing your saying you're going to do. I'm asking you
- 8 to consider, and the reason for all this, there's a
- 9 reason why there's a law against it.
- 10 I'm asking you to consider the evidence as you're
- 11 getting it and to the best of your ability give Rod
- 12 Blagojevich a fair shake here. I'm not asking
- 13 anything more.
- 14 REPRESENTATIVE DURKIN: There's plenty of
- 15 exceptions to hearsay as well, so it's not --
- MR. GENSON: Not here.
- 17 REPRESENTATIVE DURKIN: I'll tell you what,
- 18 we're going to accept hearsay and I'm going to
- 19 encourage my members that you can, as I said earlier,
- 20 attach whatever weight you want to these documents
- 21 that are considered hearsay. But we are going to
- 22 review it and we're to going to take that into
- 23 consideration. Thank you.
- MR. GENSON: I'm not asking you to do

- 1 anything else.
- 2 REPRESENTATIVE DURKIN: Thank you.
- 3 CHAIRWOMAN CURRIE: Thank you very much.
- 4 Are there comments? Apparently not.
- 5 So tomorrow we will convene in this room at 10
- 6 a.m. And I think our topics will include a discussion
- 7 of whether or not the Governor has exceeded his
- 8 authority with respect to activities in the Joint
- 9 Committee on Administrative Rules.
- The Auditor General will be with us and he will
- 11 talk about several different audits that have happened
- 12 over time.
- And I believe there may also be a discussion of
- 14 the Freedom of Information Act and the Governor's
- 15 willingness or unwillingness to provide documents as
- 16 requested. Mr. Genson.
- MR. GENSON: I believe I was told at some
- 18 point that I might get a list of those topics.
- 19 CHAIRWOMAN CURRIE: Yes.
- MR. GENSON: Or perhaps some paperwork on
- those topics so I can be ready to proceed tomorrow.
- 22 haven't gotten any yet.
- CHAIRWOMAN CURRIE: I thought that was faxed
- to you yesterday. Apparently not?

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1
             MR. GENSON: No, it hasn't, but I'll be
 2
    around today.
 3
             CHAIRWOMAN CURRIE: And do we know -- maybe
    if you talk to Mr. Ellis as soon as we're finished he
 4
 5
    can figure out how to get that.
 6
             MR. GENSON: Fine. I understand, I just want
 7
    to --
8
             CHAIRWOMAN CURRIE: But thank you very much
    for your participation, and thank you very much,
9
10
    members of the committee.
11
         We'll adjourn for the day and we'll see one
12
    another at 10:00 tomorrow morning. 10 a.m.
13
                  (The committee was in recess.)
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1
    STATE OF ILLINOIS )
                         SS
 2
    COUNTY OF SANGAMON)
 3
                           CERTIFICATE
 4
         I, Susan Freeman, affiliated with Capitol
 5
    Reporting Service, Inc., do hereby certify that I
 6
    reported in shorthand the foregoing proceedings; and
 7
    that the foregoing is a true and correct transcript of
 8
    my shorthand notes so taken as aforesaid.
 9
         I further certify that I am in no way associated
10
    with or related to any of the parties or attorneys
11
    involved herein, nor am I financially interested in
12
    the action.
13
14
15
16
17
                       /S/ Susan Freeman
18
                       Certified Shorthand Reporter
                       License No. 084-001342
19
                       Registered Professional Reporter
                       and Notary Public
20
21
    Dated this 19th day of
22
    December, A.D., 2008,
23
    at Springfield, Illinois.
24
```