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OFFICE OF THE INDEPENDENT COUNSEL

4/1/98

Date of transcription

WALTER KAYE, Civilian Aide to the Secretary of the Army (CASA), and retired insurance executive, was interviewed at the REGENCY HOTEL in New York City, by appointment through his attorney, RICHARD E. HOLIMAN, 400 West Capitol Street, Little Rock, AR, telephone [REDACTED]. HOLIMAN and KAYE were advised of the purpose of the interview, as well as the personal and official identities of Federal Bureau of Investigation (FBI) Special Agents (SAs) [REDACTED] and Office of the Independent Counsel (OIC) Investigator [REDACTED]. KAYE then provided the following information:

KAYE formerly owned a company known as KAYE INSURANCE, L.P., and he is now a consultant to that company, as well as being Chairman Emeritus. Additionally, KAYE is one of two CASA's for the state of New York, having been appointed to this unpaid position by Secretary of the Army, TOGO WEST, in 1993. KAYE was not acquainted with WEST prior to the appointment. KAYE stated that he takes several trips each year on behalf of the U.S. Army for the purpose of extending and enhancing the image of the U.S. Army. KAYE pointed out that the trips are not just within the state of New York, and that he always pays his own expenses.

KAYE advised that he first became associated with the Democratic Party in 1973, and since that time has served in several volunteer positions in addition to donating several thousand dollars to various Democratic causes. This political activity has also resulted in KAYE meeting and working with many Democratic activists and supporters.

KAYE met MARCIA LEWIS approximately 10 to 15 years ago in Beverly Hills, California, as a result of being introduced to her by a mutual friend, JOSEPH SINAY. KAYE had infrequent contact with LEWIS over the next several years, and remembers that, in about 1994 or 1995 she moved to Washington, D.C., where he saw her occasionally. KAYE recalls it was sometime after LEWIS moved to Washington, D.C. that LEWIS contacted him and asked him to assist in getting an intern job at the White House for her daughter, MONICA LEWINSKY. KAYE does not recall the specifics of meeting LEWINSKY, but is reasonably certain that he

Investigation on 3/27/98 at New York City, NY File # 29D-OIC-LR-35063

SA [REDACTED];
by CI [REDACTED] Date dictated 4/1/98

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did meet with her at some point in the process and, that this occasion was his first time to ever meet LEWINSKY. KAYE stated that over the years he has helped other people get jobs, and he always tries to interview all of these people, even though sometimes he might only do a telephone interview. KAYE said his normal practice is to ask for a resume, and he probably did in this case as well; however, he cannot now remember seeing a resume for LEWINSKY.

KAYE remembers that after receiving the request from LEWIS and LEWINSKY, he then called "the people" at the Democratic National Party to see if they could help in the placement of LEWINSKY. KAYE does not currently remember for certain who he may have discussed the LEWINSKY job with, but believes it may have been JENNIFER SCULLY, who at that time was a full-time worker at the Democratic Party Headquarters. KAYE does not recall writing a letter to anyone, calling anyone at the White House, and does not recall visiting anyone at the White House on behalf of LEWINSKY. KAYE did state that it was possible that he discussed the possibility of a job for LEWINSKY with ANN McCOY, who worked in the visitors office at the White House at that time.

KAYE has no recollection of speaking to President CLINTON, First Lady HILLARY CLINTON, NANCY HERNREICH, BETTY CURRIE, MAGGIE WILLIAMS, BOB NASH, VERNON JORDAN, or JOHN PODESTA about getting a White House job for LEWINSKY.

KAYE believes that his inquiries and contacts were "instrumental" in getting LEWINSKY an intern position at the White House. KAYE believes that he actually learned of the appointment of LEWINSKY from LEWINSKY or her mother, and did not otherwise have advance notice that she was going to be accepted into the intern program. KAYE remembers that each of them and possibly LEWINSKY's aunt, DEBRA FINERMAN, thanked him for getting LEWINSKY the appointment. KAYE remembers that FINERMAN had, at some point, also asked for his assistance, and they had also discussed the possibility of getting LEWINSKY into the intern program. FINERMAN was a close friend of KAYE's and he saw her more frequently than LEWINSKY or LEWIS.

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KAYE recalled that, after LEWINSKY had been working at the White House for awhile, he was again contacted by LEWIS or LEWINSKY, or both, concerning the possibility of getting LEWINSKY a paying job at the White House. KAYE believes that he was asked about the paying job by LEWIS. LEWIS gave as a reason for the request, that LEWINSKY's father had refused to financially support LEWINSKY any longer. KAYE told LEWIS, "I'll try." KAYE said that, by this time, he had become incensed by the book written by LEWIS entitled The Three Tenors, therefore, even at the time when she asked for assistance, he had no intention of helping LEWINSKY get a new position.

KAYE stated that even though he could not be certain about the dates, he did recall that, again, either LEWIS, LEWINSKY, or both contacted him and asked for assistance with regard to getting LEWINSKY a job at the Pentagon. KAYE remembers these two events being in close proximity in time and that he chose not to make any calls on LEWINSKY's behalf, primarily because of his remaining anger over LEWIS's book. KAYE said he never confronted LEWIS regarding his strong feelings about the book.

KAYE stated that he heard a rumor later which indicated that the job held by LEWINSKY had been eliminated and this required that she seek other employment.

KAYE remembers that probably both FINERMAN and LEWINSKY talked to him about getting LEWINSKY in to a fundraiser in New York City. He remembers that he told both of them that he could not help with their request and also remembers saying "these things cost a lot of money." KAYE clearly recalls that he did not buy LEWINSKY a ticket to the fundraiser.

Another request that KAYE recalls being made by LEWINSKY, at some point in time, was if KAYE could get LEWINSKY in to see the President. LEWINSKY seemed to be taken in by the glamor of the situation. KAYE indicated to her that he could not arrange such a meeting. KAYE said that even though he does not recall ever expressing to anyone his evaluation of LEWINSKY, it was his feeling that she was an "aggressive young lady."

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Sometime during LEWINSKY's employment at the Pentagon, KAYE remembers hearing rumors to the effect that LEWINSKY and the President may be having an affair. KAYE claimed not to remember from whom he heard these rumors, but guessed that it possibly could be from FINERMAN. KAYE stated that he slowly began to distance himself from LEWINSKY, LEWIS, and FINERMAN following the publication of LEWIS's book.

The above interview was concluded; however, approximately two hours later on the initiative of KAYE's attorney (HOLIMAN), KAYE telephonically provided the following additional information concerning the interview:

KAYE recalls that he received a telephone call from BRUCE LINDSEY either the next day, or possibly up to two days, after the CLINTON/LEWINSKY story was made public in the newspapers. KAYE said that LINDSEY had called him first, and then the following conversation took place when KAYE returned his call. LINDSEY asked KAYE what he knew about MONICA LEWINSKY. KAYE said he was beginning to tell him what he knew about LEWINSKY when LINDSEY cut in and said that he had to take another very important telephone call and that he would call him back later. KAYE said LINDSEY did not call back and he has not talked to LINDSEY since that time.

KAYE said the next topic covered in the interview that may need some additional clarification had to do with who had passed to him the rumor that the President was having an affair with LEWINSKY. KAYE said that, after thinking about this he now believes that it was either CAROL PINSKY or RONNIE GINOTT. Both were at that time affiliated with the Democratic Party. PINSKY was more directly a part of the Women's Leadership Forum (WLF), which is a part of the Democratic Party structure. KAYE said it was one or the other of these two people, and possibly both of them. KAYE stated that he did not believe the rumors and did not take any action as a result of hearing them.

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KAYE is described as follows from observation and interview:

Name:	WALTER KAYE
Race:	Caucasian
Sex:	Male
Date of Birth:	[REDACTED]
Social Security Account Number:	[REDACTED]
Residence:	[REDACTED]
Telephone Number:	[REDACTED]
Employment:	Office of Secretary of the Army Civilian Aide, Secretary of the Army 122 East 42nd Street New York City, NY 10168
Telephone:	212-338-2300

UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF COLUMBIA

----- X
IN RE: :
GRAND JURY PROCEEDINGS :
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Grand Jury Room No. 3
United States District Court
for the District of Columbia
3rd & Constitution, N.W.
Washington, D.C. 20001

Thursday, May 21, 1998

The testimony of WALTER KAYE was taken in the
presence of a full quorum of Grand Jury 97-2, impaneled on
September 19, 1997, commencing at 9:49 a.m., before:

SOLOMON WISENBERG
MARY ANN WIRTH
Associate Independent Counsel
Office of Independent Counsel
1001 Pennsylvania Avenue, N.W.
Suite 490 North
Washington, D.C. 20004

PROCEEDINGS

1
2 Whereupon,
3 WALTER KAYE
4 was called as a witness and, having been first duly sworn by
5 the Foreperson of the Grand Jury, was examined and testified
6 as follows:

EXAMINATION

BY MR. WISENBERG:

9 Q Good morning. Would you state your name for the
10 record, please?

11 A Yes. Walter Kaye, K-a-y-e.

12 Q And, Mr. Kaye, my name is Sol Wisenberg. I think
13 we met outside. I'm with the Office of the Independent
14 Counsel. To my left is my colleague, Mary Ann Wirth, who's
15 also an attorney with the Office of Independent Counsel.

16 This is the grand jury court reporter, and these
17 are the grand jurors.

18 I'm going to go through your rights and
19 responsibilities as a grand jury witness, and a little bit
20 about our authority, and then I'm going to -- as I do that,
21 occasionally I'll ask you a question, and what I would ask
22 for is an audible response that the court reporter can pick
23 up.

24 A I just have to mention to you, although you're
25 talking in a loud enough voice, but for anybody else who asks

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1 me a question, I have no hearing on my left ear.

2 Q Okay.

3 A So sometimes it's pretty difficult for me to
4 understand, so --

5 Q Okay. Well, if there's anything you don't
6 understand, if we're not loud enough, let us know.

7 A You're fine.

8 Q Okay. Yes, I'm not usually accused of being too
9 soft-spoken.

10 This is a federal grand jury impaneled by the
11 United States District Court for the District of Columbia.
12 Do you understand that?

13 A Yes, sir.

14 Q And we are empowered -- the grand jury is empowered
15 to look at, among other things, possible obstruction of
16 justice in relation to the lawsuit of Jones v. Clinton. Do
17 you understand that?

18 A Say that again?

19 Q One of the things the grand jury has been charged
20 with doing is looking into possible obstruction of justice in
21 the lawsuit of Jones v. Clinton.

22 A Right.

23 Q Do you understand, sir?

24 A Which I read about in the papers.

25 Q Right. And I'm now going to go into your rights

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1 and responsibilities as a grand jury witness.
 2 First of all, you have the privilege against self-
 3 incrimination. Do you understand that?
 4 A I wouldn't mind if you'd explain that to me.
 5 Q Okay. In other words, if a truthful answer to any
 6 of our questions today would tend to incriminate you --
 7 A A truthful answer?
 8 Q A truthful answer, right. You're never allowed to
 9 give an untruthful answer.
 10 A Right.
 11 Q But if a truthful answer to a question would tend
 12 to incriminate you, you can say, "I refuse to answer on the
 13 grounds of self-incrimination." Do you understand that?
 14 A Is that similar to the Fifth Amendment?
 15 Q It is, it's exactly the same.
 16 A I've never had any experience with it, but, again,
 17 just as a layperson who's read about these things.
 18 Q Right. In other words, I'll give you an example.
 19 If I ask you, did you rob the Gotham City Bank on April 1,
 20 1995? If, in fact, you really did rob that bank, then the
 21 truthful answer to that would be yes, but that would
 22 incriminate you. So you could say, "Mr. Wisenberg, I assert
 23 my Fifth Amendment rights. I refuse to answer on the grounds
 24 that it may incriminate me." Do you understand?
 25 A Yes, sir.

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1 Q I'll give you another example. Let's say that the
 2 Gotham City Bank was robbed by a person driving a red Camaro,
 3 and that you robbed the bank, and that you had a red Camaro,
 4 you drove a red Camaro to the bank.
 5 If I asked you, Mr. Kaye, did you drive a red
 6 Camaro on April 1, 1995, you could refuse to answer on Fifth
 7 Amendment grounds because that would tend to incriminate you.
 8 Do you understand that?
 9 A Yes, sir.
 10 Q Okay. You do not have a right to have a lawyer
 11 with you in the grand jury room. Do you understand that?
 12 A Yes, I understand that.
 13 Q But you do have a right to have a lawyer outside of
 14 the grand jury room. Do you understand that?
 15 A Yes, sir.
 16 Q And do you have such a lawyer?
 17 A Yes, I do.
 18 Q And can you tell us what his name is?
 19 A Rick Holiman. It's Rick or Richard. His last name
 20 is Holiman.
 21 Q All right.
 22 A H-o-l-i-m-a-n.
 23 Q All right. And he's got an associate, or you have
 24 any lawyer out there, too?
 25 A Well, yeah. The other lawyer's been my lawyer for

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1 30, 40 years. I just thought he ought to come down, too.
 2 Q Okay. And his name is?
 3 A Norman Cohen, C-o-h-e-n.
 4 Can I ask you a question? I'm a very curious gu...
 5 Is that a dictation machine or -- am I allowed to ask that?
 6 THE REPORTER: Yes, it is.
 7 THE WITNESS: So it's -- you're dictating -- oh, I
 8 sec. So you're dictating into the machine -- I understand.
 9 I'm sorry, but I --
 10 BY MR. WISENBERG:
 11 Q Generally the witness doesn't ask questions.
 12 A Oh, okay.
 13 (Laughter.)
 14 Q But that's a perfectly acceptable question.
 15 Now, even though your lawyer can't be here with
 16 you, you will be given a reasonable opportunity, if you need
 17 to, to go talk to your lawyer. You understand that?
 18 A Yes, sir.
 19 Q All right. We are bound by an oath of secrecy.
 20 That is, myself, Ms. Wirth, the court reporter, and the grand
 21 jurors are not allowed to talk about -- with certain
 22 exceptions are not allowed to talk about what goes on here
 23 today. Do you understand that?
 24 A Yes, sir.
 25 Q On the other hand, you are not bound by an oath of

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1 secrecy. You can tell anybody you want to or not tell
 2 anybody you want to. That's between you and your attorney.
 3 Do you understand?
 4 A Yes, sir.
 5 Q All right. I'll give you an example of one or two
 6 exceptions to our secrecy requirements. For instance, if
 7 there was ever a trial as a result of this investigation, and
 8 you were to be witness, and you said something different at
 9 trial than you said here at the grand jury, then somebody
 10 could use your grand jury testimony and say, "Mr. Kaye, you
 11 said something different at the grand jury."
 12 That would be an example of where the secrecy rule
 13 can be breached. Do you understand that?
 14 A Yes, sir.
 15 Q And it can be breached whenever a court gives us
 16 permission. If you go to a court and say, "Here's a reason
 17 why we need to breach grand jury secrecy here," and the court
 18 allows you to do it, you could do it. You understand that?
 19 A Yes, sir.
 20 Q All right. You understand that you have an
 21 obligation to tell the truth.
 22 A Yes, sir.
 23 Q Everybody who testifies -- and these rights we read
 24 to everybody who comes in front of the grand jury, most
 25 everybody. Everybody who testifies in front of the grand

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1 jury is under oath and subject to the rules about perjury.
 2 Do you understand that?
 3 A Yes, sir.
 4 Q Like I said, if there are any questions that you
 5 don't understand, either because you can't hear them or
 6 because they're too convoluted, too lawyer-like, or just
 7 plain incomprehensible, just let us know and we'll rephrase
 8 the question.
 9 A Okay, fine.
 10 Q Is there anything about your rights and
 11 responsibilities as a grand jury witness that you do not
 12 understand?
 13 A I think I understand them pretty well.
 14 Q One other thing. There are different categories of
 15 witnesses who come in front of a grand jury. And there are
 16 people who are targets. And I'm speaking -- this is an
 17 unofficial designation of witnesses.
 18 You have targets, subjects, and witnesses in front
 19 of a grand jury. A target is a person who the prosecutor and
 20 the grand jury are more than 50 percent certain that person
 21 is going to be indicted. Do you understand?
 22 A (Nodding.)
 23 Q You have to answer yes or no.
 24 A I understand, yes.
 25 Q You are not a target. You understand that?

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1 A Thank you.
 2 Q Okay. A subject would be somebody who's not a
 3 target, but who the grand jury has some concerns about their
 4 activity. Do you understand that definition?
 5 A Yes.
 6 Q You are not a subject. You understand that.
 7 A Yes, sir.
 8 Q A witness is somebody who just comes before the
 9 grand jury and has information that the grand jury believes
 10 is relevant. Do you understand that definition?
 11 A Yes, sir.
 12 Q You are a witness. You understand that.
 13 A Yes, sir.
 14 Q We can't promise anybody that they'll always remain
 15 in that category, the witness category. We can't tell
 16 anyone, "You'll never be a target." But that's the category,
 17 informal category, that you're in now. Do you understand
 18 that?
 19 A Yes, sir.
 20 Q Okay. With that, I will hand it over to my
 21 colleague -- oh, yes, one other thing. I understand you're
 22 here pursuant to subpoena today; is that correct?
 23 A Right.
 24 Q And in addition to calling for you to come, there
 25 was a subpoena for any relevant documents that you have; is

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1 that correct?
 2 A Those are the ones that pertain to this.
 3 Q Okay.
 4 Q And as a result of that subpoena you've brought us
 5 some documents; is that correct?
 6 A Yes, sir.
 7 Q Before we get started on the questioning, let me --
 8 I'm going to come over next to you and I'll come on this side
 9 since --
 10 A That's the good ear.
 11 Q -- this is the good ear. We'll go over them.
 12 A Sure.
 13 Q What is your -- do you have a middle initial?
 14 A No, I do not.
 15 Q Okay. I'm going to mark the first packet as Grand
 16 Jury Exhibit WK-1.
 17 (Grand Jury Exhibit No. WK-1 was
 18 marked for identification.)
 19 BY MR. WISENBERG:
 20 Q And you see where I have put WK-1 on there; is that
 21 correct?
 22 A Yes, sir.
 23 Q Can you tell us generally what this packet is?
 24 A This is Norman Cohen's -- and I can't even read it,
 25 his memorandum. This letter is a letter that Cohen -- you

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1 know, it comes from Norman Cohen, in which he writes to me
 2 about an investment that I made in this magazine that you'll
 3 come across here.
 4 Q And that's Beverly Hills Magazine?
 5 A That was the Beverly Hills Magazine.
 6 Q And who was it that asked you to invest in that
 7 magazine?
 8 A Marcia Lewis and her sister, Debra Finerman.
 9 Q Okay. And I believe she's referred to in this
 10 letter from your attorney to you as Debra Lewis; is that
 11 correct?
 12 A Yeah, yeah, but her name is -- well, that was her
 13 maiden -- I don't even know why that was, but she sometimes
 14 would call herself Debra Lewis and sometimes Debra Finerman.
 15 Q But it's one and the same person.
 16 A It's the same person, yes.
 17 Q Okay. And this exhibit, WK-1, has 1, 2, 3, 4, 5,
 18 6, 7, 8, 9, 10, 11, 12, 13, 14, 15 pages; is that correct?
 19 A Yes, sir.
 20 Q And it includes different kinds of documents,
 21 letters discussing the corporation papers; is that correct?
 22 A Yes, sir.
 23 Q Okay. We won't go through them all.
 24 A Okay.
 25 Q The second document is a copy of something that

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1 says, "1994 Income from Pass-Thrus"; is that correct?
 2 A Yes, sir.
 3 Q Can you tell us briefly what that is?
 4 A I really don't know. I don't know what a pass-
 5 through is. My tax returns are always done by my accountant,
 6 so --
 7 Q Okay. And there's a little yellow sticky that
 8 says, "From 1994 Tax Return"; is that correct?
 9 A Evidently my secretary or my assistant took that
 10 from the tax return.
 11 Q Okay. So I'm going to mark this as WK-2.
 12 A Okay, sir.
 13 (Grand Jury Exhibit No. WK-2 was
 14 marked for identification.)
 15 BY MR. WISENBERG:
 16 Q And just to show you how thorough we are, how
 17 technical, how something-or-other, I'm going to mark the
 18 little sticky, since it's not stapled on, as WK-3.
 19 A Okay, sir.
 20 (Grand Jury Exhibit No. WK-3 was
 21 marked for identification.)
 22 BY MR. WISENBERG:
 23 Q And I have done so; is that correct?
 24 A Yes, sir.
 25 Q Our next document is a copy, front and back, of a

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1 check from you to the Beverly Hills Magazine; is that
 2 correct?
 3 A Yes, sir. Yes, sir.
 4 Q All right. And that represents that \$30,000
 5 investment that you spoke about, all right?
 6 A Right.
 7 Q We're going to mark that as WK-4.
 8 (Grand Jury Exhibit No. WK-4 was
 9 marked for identification.)
 10 BY MR. WISENBERG:
 11 Q And have I marked that as WK-4?
 12 A (No response.)
 13 Q Is that correct?
 14 A Yes, sir.
 15 Q All right. Then we have some tax -- what look like
 16 pages from a tax return; is that correct?
 17 A I believe so, yes, sir. I'm pretty sure.
 18 Q Or if not from a tax return, at least tax-related
 19 document; is that correct?
 20 A Yes, sir.
 21 Q It says Schedule -- oh, it's a K-1; is that
 22 correct?
 23 A That's the information they would give me.
 24 Q All right. And that's from Beverly Hills Magazine
 25 to you.

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1 A Yes, sir.
 2 Q All right. I'm trying to mark it in a place where
 3 it won't cover up anything.
 4 (Grand Jury Exhibit No. WK-5 was
 5 marked for identification.)
 6 BY MR. WISENBERG:
 7 Q I've marked that WK-5; is that correct?
 8 A Yes, sir.
 9 Q All right. And then after that is a California
 10 form, a corporation election or termination revocation,
 11 California Form 3560; is that correct?
 12 A That's what it says, yes. This was the termination
 13 of the partnership or --
 14 Q Well, it says, "S Corporation Election or
 15 Termination/Revocation." But it appears to be a tax document
 16 related to you and the Beverly Hills Magazine.
 17 A Which I really don't understand.
 18 Q I don't either.
 19 A Okay.
 20 Q But we're going to mark it because you brought it.
 21 We'll have somebody look at it who does understand it.
 22 (Grand Jury Exhibit No. WK-6 was
 23 marked for identification.)
 24 BY MR. WISENBERG:
 25 Q And I've marked that as WK-6; is that correct?

Page

1 A Okay.
 2 Q And then we have another Schedule K-1, Tax Year
 3 1994, related to Beverly Hills Magazine and Walter Kaye; is
 4 that correct?
 5 A Yes, sir.
 6 Q I'm going to mark that as WK-7.
 7 (Grand Jury Exhibit No. WK-7 was
 8 marked for identification.)
 9 BY MR. WISENBERG:
 10 Q And I have done so; is that correct?
 11 A Yes, sir.
 12 Q And will you agree with me that the first K-1 form
 13 we marked as WK-5 is for 1993 tax year, correct?
 14 A Yes, sir.
 15 Q And then we've got WK -- well, we've got, it looks
 16 like, a share --
 17 A Looks like a stockholder's dividend.
 18 Q Right, for 50 shares of the Beverly Hills Magazine
 19 in your name.
 20 A Yes, sir.
 21 Q Okay. I'm going to mark the bottom of that as
 22 WK-8; is that correct?
 23 A Yes, sir.
 24 (Grand Jury Exhibit No. WK-8 was
 25 marked for identification.)

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<p>1 BY MR. WISENBERG:</p> <p>2 Q Then we have a check -- we have a document that is</p> <p>3 a copy, two pages. The first page is the front, the second</p> <p>4 page is the back of a check from you to Marcia Lewis dated</p> <p>5 November 25, 1996, for \$10,000; is that correct?</p> <p>6 A Yes, sir.</p> <p>7 Q All right. I'm marking that as WK-9; is that</p> <p>8 correct?</p> <p>9 A Yes, sir.</p> <p>10 (Grand Jury Exhibit No. WK-9 was</p> <p>11 marked for identification.)</p> <p>12 BY MR. WISENBERG:</p> <p>13 Q All right. Do you remember offhand what that is</p> <p>14 for, or what that \$10,000 was for to Marcia Lewis?</p> <p>15 A Yeah, I had sort of felt badly for her or</p> <p>16 something, and I -- I just gave her a gift of \$10,000.</p> <p>17 Q Okay. That's around Thanksgiving of '96, correct?</p> <p>18 A Yeah, November '96, right.</p> <p>19 Q Then we've got a Volume I, No. 1, of Beverly Hills</p> <p>20 Magazine, a magazine you invested in, with Arnold</p> <p>21 Schwarzenegger on the cover; is that correct?</p> <p>22 A Yes, sir.</p> <p>23 Q Are you going to be terribly upset if I put an</p> <p>24 exhibit sticker on the magazine?</p> <p>25 (Laughter.)</p>	<p>1 street address, but just the city and the state.</p> <p>2 A Okay. New York City, New York State.</p> <p>3 Q And are you married?</p> <p>4 A I am married.</p> <p>5 Q And what is your wife's name?</p> <p>6 A Selma, S-e-l-m-a.</p> <p>7 Q And are you currently employed?</p> <p>8 A Am I employed? Technically I'm employed.</p> <p>9 Q Okay. And what do you do?</p> <p>10 A Well, I have to give you a few little explanations.</p> <p>11 Q Sure.</p> <p>12 A We had sold our business a number of years ago, and</p> <p>13 they kept me on under a consulting agreement, and my title is</p> <p>14 "chairman emeritus."</p> <p>15 Q Of what company?</p> <p>16 A Let's see, they changed the name of the firm after</p> <p>17 we sold it. I'm trying to remember. Kaye Insurance LP.</p> <p>18 Q That's K-a-y-e like your name?</p> <p>19 A That's right.</p> <p>20 Q Kaye Insurance LP.</p> <p>21 A Right.</p> <p>22 Q And you started that company when?</p> <p>23 A That particular company? Well, the predecessor --</p> <p>24 Q The predecessor.</p> <p>25 A The predecessor company was Walter Kaye Associates,</p>
<p>Page 18</p> <p>1 A I'm not allowed to say anything, so you can do it.</p> <p>2 (Laughter.)</p> <p>3 I apologize.</p> <p>4 Q All right.</p> <p>5 (Grand Jury Exhibit No. WK-10 was</p> <p>6 marked for identification.)</p> <p>7 THE WITNESS: It was a short-lived publishing</p> <p>8 business. Not so short-lived, though.</p> <p>9 Q We have now Volume I, No. 2, of Beverly Hills</p> <p>10 Magazine; is that correct?</p> <p>11 A Yes, sir.</p> <p>12 Q With three female models on the cover.</p> <p>13 A Yes, sir.</p> <p>14 Q I'm going to mark that as WK-11; is that correct?</p> <p>15 A Yes, sir.</p> <p>16 Q Okay.</p> <p>17 (Grand Jury Exhibit No. WK-11 was</p> <p>18 marked for identification.)</p> <p>19 BY MR. WISENBERG:</p> <p>20 Q Now that we've got that out of the way, I'm going</p> <p>21 to turn you over to Ms. Wirth for questioning.</p> <p>22 A Sure.</p> <p>23 BY MS. WIRTH:</p> <p>24 Q Mr. Kaye, can you tell the grand jury where you</p> <p>25 reside, where your home is? And you don't have to give us a</p>	<p>Page 20</p> <p>1 Inc. And I've got to think back a long time. Not when I</p> <p>2 went into the insurance business, when I started this</p> <p>3 particular company, right?</p> <p>4 Q Okay.</p> <p>5 A Again, you can't hold me to the exact date because</p> <p>6 I don't remember. I would say probably somewhere in the</p> <p>7 1950s.</p> <p>8 Q Okay. And ultimately you sold that company; is</p> <p>9 that correct?</p> <p>10 A Yes.</p> <p>11 Q And it is now known as Kaye Insurance LP?</p> <p>12 A Yes. We dropped the Walter.</p> <p>13 Q All right. And you're chairman emeritus.</p> <p>14 A Chairman emeritus.</p> <p>15 Q Okay. And approximately when did you sell the</p> <p>16 company?</p> <p>17 A We sold the company -- let's see, six years -- I</p> <p>18 would say somewhere about -- between November and December of</p> <p>19 '91. I should say my memory is terrible about that.</p> <p>20 Approximately.</p> <p>21 Q Approximately, okay. And you mentioned insurance.</p> <p>22 Any particular type of insurance business was this?</p> <p>23 A Well, we were general insurance brokers. I suppose</p> <p>24 -- I mean, I assume everybody knows what an insurance broker</p> <p>25 is. We did a very general business, and we also did life and</p>

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<p>1 group business. But the bulk of our business was the 2 property and casualty business.</p> <p>3 Q Okay. And before Walter Kaye Associates in the 4 '50s, did you also do insurance work elsewhere?</p> <p>5 A Yes, since 1936. I've been in it a long time.</p> <p>6 Q Okay. And did you have your own company at any 7 time prior to the '50s or did you work elsewhere?</p> <p>8 A I went into a partnership -- I can't tell you the 9 exact date -- and the name of the firm was Kabat Kaye, 10 K-a-b-a-t K-a-y-e.</p> <p>11 And prior to that I was with a firm called The 12 Equitable Brokerage Company, where I started as an ordinary 13 employee and eventually became a partner.</p> <p>14 Q Okay. So this has been your life-long work, the 15 insurance business?</p> <p>16 A Right.</p> <p>17 Q All right. Other than your work as chairman 18 emeritus of Kaye Insurance LP, do you have other titles or 19 jobs?</p> <p>20 A In this office?</p> <p>21 Q No. Other than your work at Kaye Insurance, are 22 there jobs that you do or other titles that you hold?</p> <p>23 A Yes.</p> <p>24 Q And what are they?</p> <p>25 A I'm what is known as a CASA, or a civilian aide to</p>	<p>1 A Sure. "The function of each civilian aide is to 2 link the Army with the public, to explain to the public Army 3 missions, traditions, purposes, and policies, to advise Army 4 leaders concerning public attitudes and perception."</p> <p>5 That's exactly what I do and I love it.</p> <p>6 Q Have you ever been a member of the Armed Forces 7 yourself?</p> <p>8 A No. I was for a very, very short time in '43. I 9 was in the Navy.</p> <p>10 Q Okay. Did you have investiture when you were 11 appointed to this position?</p> <p>12 A Yes, I sure did.</p> <p>13 Q Do you know whether Monica Lewinsky attended the 14 investiture?</p> <p>15 A Yes, she was there.</p> <p>16 Q Okay. Where did that take place?</p> <p>17 A At West Point.</p> <p>18 Q And was her mother there as well?</p> <p>19 A Her mother was there.</p> <p>20 Q Was her aunt Debra --</p> <p>21 A Her aunt was there.</p> <p>22 Q That's Debra Finerman.</p> <p>23 A Debra Finerman.</p> <p>24 Q Okay. I'm going to ask you some questions about -- 25 well, strike that. Before I do that, other than your work as</p>
Page 22	Page 24
<p>1 the Secretary of the Army, for New York State South.</p> <p>2 Q And how long have you held that title?</p> <p>3 A Again, you can't hold me exactly. I would say 4 somewhere about three years.</p> <p>5 Q About three years?</p> <p>6 A Yeah, about three years.</p> <p>7 Q And how did you obtain that appointment?</p> <p>8 A I was appointed by the -- the official appointment 9 came from the Secretary of the Army, Togo West, Jr.</p> <p>10 Q And do you receive remuneration for this work?</p> <p>11 A Not -- no pay.</p> <p>12 Q Okay.</p> <p>13 A In fact, I don't even let them pay me my expenses. 14 Once a while, I may, if they put me on a military plane, but 15 I --</p> <p>16 Q And what your duties as civilian aide to the 17 Secretary of the Army for Southern New York State?</p> <p>18 A Can I show you something that will explain my 19 duties? I am really a good will ambassador between the 20 public and the Army, because I could talk to you for weeks 21 about the Army. The greatest human beings I've ever met.</p> <p>22 That's it, but on the back of that card, the 23 identification card, outlines my duties.</p> <p>24 Q All right. Do you want to read those to the grand 25 jury?</p>	<p>1 chairman emeritus for Kaye Insurance and other than your work 2 as civilian aide to the Secretary of the Army, are there any 3 other jobs, functions, titles that you hold?</p> <p>4 A I'm on the board of directors of our cooperative in 5 New York. No -- you know, no money.</p> <p>6 Q Okay. It's a common affliction in Manhattan.</p> <p>7 A Right.</p> <p>8 Q Okay. Other than that?</p> <p>9 A Well, I just became a member of the West Point 10 Association. Of course, we made a very nice contribution. 11 I'm a great supporter of West Point, great supporter of the 12 whole Army.</p> <p>13 Other than that -- let me see. Oh, I've gotten 14 some honorary -- I'm an honorary entityman, you know, from 15 the First Army. I don't even -- can't even tell you exactly 16 how many honorary military, you know, titles I have.</p> <p>17 Q So things of that nature.</p> <p>18 A Things of that nature.</p> <p>19 Q Okay. I'm going to ask you some questions now 20 about telephone numbers that you've used over the past few 21 years beginning in 1995.</p> <p>22 First off, do you have a telephone number that y 23 use for business purposes?</p> <p>24 A What do you mean by that? A number that I call?</p> <p>25 Q Well, let's begin with Kaye Insurance LP. Do you</p>

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1 have a telephone there?
 2 A Sure.
 3 Q Do you have an office there?
 4 A Sure.
 5 Q Do you go to the office regularly?
 6 A Sometimes I'll go every day and sometimes I won't
 7 go for weeks.
 8 Q Where is your office located?
 9 A 122 East 42nd Street. If you're familiar with New
 10 York, 42nd and Lexington, the Channon Building.
 11 Q Okay. And do you have a secretary there?
 12 A I do have a secretary.
 13 Q Do you also have like an answering machine or a
 14 voice mail?
 15 A Yes, I have that, too.
 16 Q What is the telephone number there?
 17 A 212 -- my direct dial number is [REDACTED] I
 18 don't know the switchboard number, but that's the number I --
 19 Q All right. [REDACTED]
 20 A [REDACTED]
 21 Q -- [REDACTED] That's the general number?
 22 A No, that's my direct dial number. I don't even
 23 know the switchboard number anymore. I rarely ever use it.
 24 Q Okay. Do you also use a number, [REDACTED]
 25 A It's not familiar to me, unless it's our fax

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1 number. But I don't know, I don't know. I know I have a fax
 2 number.
 3 Q Well, it has the same three-digit prefix, [REDACTED] --
 4 A Yeah.
 5 Q -- as the [REDACTED] number. So you know of no other
 6 direct telephone lines other than [REDACTED]
 7 A Right.
 8 Q Can you find out for us whether [REDACTED] is a fax
 9 number?
 10 A Sure. You want me to call or --
 11 Q I'll write that down for you. Not at this moment,
 12 maybe on a break --
 13 A Okay.
 14 Q -- if it possible for you to do that.
 15 A Sure. Although my secretary's not in today, but
 16 I'll try to track her down.
 17 Q Okay. All right. Are there any business phones
 18 that you use besides [REDACTED]?
 19 A I use my home number.
 20 Q Okay. What is that?
 21 A [REDACTED] -- and the reason I'm hesitating, we just
 22 changed it and went to an unlisted number.
 23 Q Okay.
 24 A I was harassed so by the press and --
 25 Q Okay.

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1 A [REDACTED]
 2 Q I'm sorry. I'm just going to ask you to give us
 3 the number before you changed it for now.
 4 A Yeah, I still remember that. [REDACTED]
 5 Q All right. That's your home telephone number?
 6 A Home telephone number.
 7 Q Okay. And just so our record is complete, what is
 8 your current number?
 9 A [REDACTED] That's an unlisted number.
 10 Q Okay. And when did you change that, that number to
 11 the unlisted number?
 12 A I'd say maybe two, three months ago --
 13 Q Okay.
 14 A -- because it had gotten impossible.
 15 Q Okay. Now, are you familiar with any phone number,
 16 [REDACTED]?
 17 A [REDACTED] --
 18 Q [REDACTED]
 19 A [REDACTED] Not offhand.
 20 Q If we have records that show that is a phone number
 21 in your name, does that make any sense to you?
 22 A A number in my name.
 23 Q Yes.
 24 A There's another Walter Kaye in New York, by the
 25 way, exact same name, exact spelling.

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1 What's the number? [REDACTED]
 2 Q [REDACTED] Have you ever used that telephone
 3 number?
 4 A I don't remember ever using it.
 5 Q Would there be another number in 1995 that you
 6 would have used, [REDACTED]
 7 A To the best of my memory, the answer is no, but I'm
 8 not 100 percent sure.
 9 Q That's not a --
 10 A Was the number listed in my name?
 11 Q Our records show that it is.
 12 A At the same address?
 13 Q Well, I don't know that. But [REDACTED]
 14 A [REDACTED] -- maybe our switchboard number.
 15 Q Can you find that out, too?
 16 A Sure.
 17 Q Okay.
 18 A What's that number you want me to check?
 19 Q Thank you. It's [REDACTED] --
 20 A [REDACTED] --
 21 Q -- [REDACTED] --
 22 A -- [REDACTED] --
 23 Q -- [REDACTED] --
 24 A -- [REDACTED] -- What was the other question you asked?
 25 You want my switchboard number.

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1 Q Well, yes, I'd like that.
 2 A There may have been --
 3 Q But I'm just wondering if you could find out also
 4 if that number you just wrote down is your switchboard
 5 number.
 6 A You want me to make the call now or wait?
 7 Q Let's go through the phone numbers and then we can
 8 take a break, okay?
 9 A Go ahead.
 10 Q Okay. Actually, I'll ask you a bunch of background
 11 questions, and then we'll take a break --
 12 A Right.
 13 Q -- and you can do that. Thank you.
 14 All right. Do you have any 800 numbers that you
 15 use?
 16 A In the office? Sure.
 17 Q Anywhere. You do.
 18 A Oh, I use 800 numbers tremendously.
 19 Q No, not that you use, but that someone can call
 20 you.
 21 A But we have an 800 number in the office.
 22 Q Do you know what it is?
 23 A Yes. It's [REDACTED] I don't know what the
 24 numbers that relate to the [REDACTED]
 25 Q Oh.

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1 A You'll have to figure that out.
 2 Q All right, well, we'll also do that on the break.
 3 Can you write this number down?
 4 A Yes. You want me to get you the numbers for KAYE,
 5 right?
 6 Q Yes, but I'm going to give you a number and ask you
 7 to check on the telephone whether that's the number.
 8 A --
 9 Q [REDACTED]
 10 A -- [REDACTED]
 11 Q [REDACTED] Just write down [REDACTED] --
 12 A [REDACTED].
 13 Q -- and see if that matches.
 14 A Okay.
 15 MR. WISENBERG: It sounds like it would.
 16 MS. WIRTH: Yes, it sounds like it would.
 17 BY MS. WIRTH:
 18 Q Okay. Do you have any other homes other than your
 19 home in New York?
 20 A No.
 21 Q Are there any other places that you stay in the
 22 metropolitan area in New York on a regular basis?
 23 A No.
 24 Q Do you have any relatives that you frequently stay
 25 with?

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1 A I never stay with any relatives.
 2 Q Do you know anybody in the 914 area by the name of
 3 Kaye, whose last name is Kaye?
 4 A In 914 --
 5 Q 914 area code.
 6 A 914?
 7 Q Yes.
 8 A The reason I say that, we lived in 914 for years.
 9 Q Okay.
 10 A Oh, the same phone whose name is Walter Kaye -- the
 11 craziest thing, he lives in Westchester. He has a home in
 12 Westchester and a home in New York.
 13 Q Is that right? Do you know anybody named Heidi
 14 Kaye?
 15 A Never heard of that name. That's in Westchester?
 16 Never heard of it.
 17 Q Well, 914, which could be Rockland County, I guess,
 18 as well.
 19 A Oh, yeah. Excuse me. I apologize. It goes all
 20 the way Upstate?
 21 Q It does, both sides of the river.
 22 Are you familiar at all with any phone number, [REDACTED]
 23 [REDACTED]
 24 A I've never heard of that either. You want me to
 25 write that down, too?

Page .

1 Q 914 --
 2 A 914 --
 3 Q [REDACTED] --
 4 A [REDACTED]
 5 A Never heard of that.
 6 Q Okay.
 7 A But I imagine you people can find that out very
 8 easily, in whose name it's registered. But I never heard of
 9 those numbers. I'm terrible. I hardly remember my own
 10 number.
 11 Q Do you know the other Walter Kaye?
 12 A I have met him once or twice.
 13 Q What does he --
 14 A What happened was -- excuse me.
 15 Q I'm sorry, go ahead.
 16 A What happened was, I get a call from this guy one
 17 day. He says, "Are you Walter Kaye?" I said, "I'm Walter
 18 Kaye." He said, "I'm Walter Kaye, too." I said, "Oh, that's
 19 very nice." He says, "I'm in the finance business." He
 20 says, "I know all about you. You're in the insurance
 21 business."
 22 And he said -- and that's the way we became
 23 friendly -- not friendly. I never have seen him socially,
 24 but that's when he told me that he had an apartment in New
 25 York and also in Westchester.

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1 Q Do you know if the Lewinsky family knows the other
2 Walter Kaye?
3 A I don't know.
4 Q Okay.
5 A I don't know.
6 Q Have you ever met the other Walter Kaye face-to-
7 face?
8 A Yes. I either met him once or twice. I don't
9 think we ever -- we may have went out once socially, I don't
10 remember.
11 BY MR. WISENBERG:
12 Q But you don't know a Heidi Kaye?
13 A Never heard of her, no.
14 Q And no one that you know -- well, you don't have
15 any numbers listed in the name of Heidi Kaye.
16 A When you say I don't have any numbers? Never heard
17 of her.
18 Q Okay.
19 A I don't know who she is.
20 Q All right.
21 A Have they been charging their phones to my number?
22 (Laughter.)
23 Q That's a matter for the New York District Attorney.
24 A I apologize. I'm sorry.

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1 BY MS. WIRTH:
2 Q All right. I'm going to switch to a different
3 subject for a moment. Are you active in politics in any way?
4 A Yes, I am.
5 Q Okay. And can you tell the grand jury basically
6 what your activities in politics have been over the years?
7 A Well, I was never active in politics until I became
8 involved with the Democratic National Committee. And, of
9 course, the amount of money I gave, they gave me this great
10 title of "managing trustee."
11 Q And when was that?
12 A Again, you know, my -- I would say '93, '94.
13 Q Okay. And you said you've given a large amount of
14 money to the Democratic National Committee? Is that true?
15 A That's true.
16 Q Approximately how much have you given?
17 A Well, I never knew, but according to the papers, I
18 gave about \$300,000.
19 Q Does that sound accurate to you?
20 A That sounds about accurate.
21 Q Okay. And have you contributed to any particular
22 campaigns?
23 A I remember giving a check, was it Clinton-Gore or
24 something? But I don't remember the amount.
25 Q And this is for the '92 election?

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1 A When was the -- no, I didn't even know them yet. I
2 didn't get to know anybody till '93.
3 Q Okay. So for the '96 election then.
4 A Yeah.
5 Q Okay. So you just a moment ago that you had met
6 the Clintons?
7 A Yes, I know the Clintons.
8 Q All right. And when did you meet them?
9 A Again, you know, all approximations, you know. The
10 best of my memory, right? I imagine I met them '93, '94, at
11 the end of '93. Let's see, how did I -- I should remember
12 that vividly, I suppose. Certainly it was '93 or '94.
13 Q Okay. And where did you meet them?
14 A Now let me see what happened. I'm trying to think
15 how I met them the first time. I used to know these things
16 at my fingertips.
17 I'll tell you what happened. I was going through a
18 very, very difficult emotional period. I had suffered a
19 heart attack, and they sold the business and I was pushed out
20 right away. A very emotional thing, you know. You start a
21 business from scratch, and I don't want to brag, but we did
22 have a very nice business. And I was in bad shape.
23 And one day I went to a fundraiser, nothing to do
24 with the President and Mrs. Clinton. It's a hard story to
25 believe, but I remember that. This man was running for the

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1 mayor of Louisville, Kentucky, and -- let's see if I remember
2 his name -- Sloane. And we were friends with a couple who
3 invited us to their home to -- I don't know if you know about
4 these things, but, you know, they always have these cocktail
5 parties and things, and you make a contribution.
6 And I went to this party and I gave \$500, never
7 thinking anything more about it. That was probably in '93.
8 And about two or three weeks later, I'm having breakfast at a
9 hotel in New York, and this young woman comes up to me and
10 says to me, "Aren't you Walter Kaye?" I said, "I'm Walter
11 Kaye." She said to me, "You know, I'd like to talk to you."
12 I said, "If you're looking for money, I've given it away for
13 the whole year. I'm involved with a lot of charities."
14 She said, "No, I want to talk to you about becoming
15 active in politics." I said, "I want to tell you, if there's
16 anything I'm not interested in it's politics. Just leave me
17 alone."
18 So she says, "Can't you be polite and listen?" So
19 she said, "I would like you to meet David Wilhelm," who at
20 that time was Chairman of the Democratic Party. I don't know
21 if you remember that. I figured to myself, you know, I've
22 got plenty of time, you know. I'm not that busy.
23 So I said, "I'll tell you what. If David Wilhelm
24 will come to see me, I would be happy to talk to him." I
25 said, "I know what's going to happen" -- because I've been in

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Page 37	Page 39
<p>1 the service business my whole life. You don't really meet 2 the boss unless you -- you know, you can spend a lot of 3 money. I said, "But I'm sure that Mr. Wilhelm will -- you 4 know, will cancel the night before." She said, "Absolutely 5 not." 6 And, of course, that's what happened. Wilhelm 7 canceled, and they sent up somebody else, a young woman -- 8 I'm not even -- I don't even really remember her name, Kathy 9 something -- and she starts to give me, you know, the reasons 10 why I should become active in politics -- or make a 11 contribution, excuse me, to the Democratic National 12 Committee. 13 So I remember what I told her. I said, "Listen, 14 I'm an excitement nut. I like excitement. You offer me some 15 exciting times, I will give you a contribution." 16 And what do you think happens? She said, "I'll 17 tell you what." She said, "If you like excitement, Mrs. 18 Clinton is speaking at the Mayflower Hotel" -- was it the 19 Mayflower? Oh, yes -- "to the Women's Leadership Forum. Why 20 don't you come as our guest?" 21 You know, this is at the height of everything. 22 And, to me, listen, it was a very exciting thing to meet the 23 President's wife, you know. 24 So I go down to the Mayflower Hotel, and they 25 really set me up. I mean, they're working on me, you know.</p>	<p>1 25 people in this room. 2 We went to a private suite at the Mayflower, and 3 sure enough, she came in, and I'm very, very excited, you 4 know, and we chatted for a minute, and I was really 5 overwhelmed. I'm telling you the truth. 6 And then when I walked into the luncheon, what do 7 you think they do? They seat me at her table. I'm telling 8 you. They should be in the insurance business. 9 (Laughter.) 10 Don't laugh, because I got too much pain. And, 11 boy, I love it. I'm telling you the truth, you know. I 12 heard her speak. I was very impressed. Never looked at a 13 note, you know, and very interesting. And here I'm sitting 14 right at the same table with her. 15 So I say goodbye to her, you know, and we start 16 talking, you know, and I suppose you realize that it's easy 17 for me to make conversation. That's my business, really. 18 And right after the luncheon, David Wilhelm 19 appeared on the scene. He took me upstairs, and I gave him a 20 contribution. I became a managing trustee of the Democratic 21 Party. That was my first check, I remember that. I don't 22 remember exactly. 23 But I'll tell you what really was the clincher. On 24 Saturday morning I get a call from the White House -- I don't 25 remember who -- if you recall, this is a time that they</p>
<p>(Laughter.) 1 This is so that I can tell you just exactly what 2 happened. I'm not out of bounds or anything, right? 3 Q Okay. 4 A I'm going to tell you what I think of this. And as 5 soon as I get there, I know, boy, they're really working on 6 me. They put me in the first row for the lecture, and it's 7 the Women's Leadership Forum, and very intelligent people, 8 you know, bank presidents, college presidents, attorneys, 9 judges. And I become intrigued with the thing, and they 10 asked some terrific questions. 11 At that time they were talking about the health 12 program, and I started to enjoy it. And then at about 10:30 13 I go out to get a cup of coffee, and one of the people from 14 the Democratic Party, a young lady, says, "Mr. Kaye, we'd 15 like to invite you to meet Mrs. Clinton." Mrs. Clinton, boy, 16 that's really something. And I said, "No, I really don't" -- 17 she said, "Don't be silly. You're here. Why don't you meet 18 me back here at 11:30? We'll take you back to meet Mrs. 19 Clinton." 20 So I go. And, again, I'm telling you -- I 21 suppose -- I don't know if you people -- I never saw this 22 before. You know, the dogs sniffing out the place, the 23 Secret Service all over the place. You know, she hadn't 24 arrived yet. And there must have been -- I don't know -- 20,</p>	<p>Page 40 1 signed the peace treaty between Arafat, Rabin, and the 2 President. Remember, he brought them all together? And I 3 remember that because I got a picture of that, September of 4 '93. 5 And they said, "Mr. Kaye, we would like you to 6 attend" -- you know, it's beyond me, you know. And I got to 7 be at the White House 8:00, 9:00, and, naturally, I go. And 8 I just can't believe it. I'm telling you, I get goosebumps 9 as I tell you, although I've had such aggravation with this. 10 I go down and you walk on the grounds of the White 11 House, the flags are flying, the Marine Corps Band is 12 playing, helicopters all over -- you know, very, very 13 exciting. I happen to be a very, very patriotic guy. I feel 14 the greatest thing that happened to me was I live in this 15 country. I just love it. 16 And it must be a couple of thousand people, and the 17 excitement, you know, you have all these Arab sheiks walking 18 around in their garb, you know. Very, very exciting. 19 But I'm nothing. So they sit me way out in the 20 bleachers. I couldn't hear anything. I see Mrs. Clinton 21 there and the President, naturally, but I can't get close 22 them. 23 And then -- I had a terrific time there. I'm going 24 to tell you the truth. And then that was the beginning of my 25 experiences with them.</p>

Page 41	Page 43
1 Q Okay. And did you eventually develop a personal 2 relationship with members of the First Family?	1 Q Okay. And Debi Schiff?
3 A I sure did.	2 A Yes.
4 Q Okay. And could you describe your relationship for 5 the grand jury with the First Family?	3 Q Ann McCoy?
6 A What do you mean?	4 A Yes.
7 Q In terms of, you know, just like you would describe 8 your relationship with anything other person. You know, how 9 often you see them, are you personal friends?	5 Q And Maggie Williams?
10 A I didn't -- I mean, again --	6 A Maggie Williams, I would say yes.
11 Q Who are you close to? That sort of thing.	7 BY MR. WISENBERG:
12 A I mean, you know, as part of the DNC, I'd be 13 invited to all the DNC functions. I got to know a lot of 14 people at the White House. I would go there.	8 Q Marsha Scott?
15 Q Okay, we'll get into that in a moment.	9 A Marsha Scott? Never was out with her socially.
16 A Okay.	10 Q You know her, though?
17 Q But in terms of the First Family, the members of 18 the First Family, how would you describe your relationship? 19 Are you personal friends at the First Lady and the President?	11 A I just really met just -- it's interesting. I
20 A I would say more so Mrs. Clinton.	12 wouldn't say that Marsha Scott was one of the people I knew 13 there. I met her at the time of the election.
21 Q Okay.	14 BY MS. WIRTH:
22 A But I would never dare pick up the phone and call 23 the President, whereas, you know, I've called Mrs. Clinton a 24 number of times.	15 Q The '96 election?
25 Q Okay. And she returns your calls?	16 A The '96 election.
Page 42	17 Q Have you had any connections with her, any reason
1 A She returns the calls.	18 to talk to her, call her, that sort of thing?
2 Q Okay. And you see her from time to time?	19 A I tell you something happened that intrigued me
3 A Not recently, but I have -- yes, we've seen her 4 from time to time.	20 with her. I don't want to shock you.
5 Q And you've been to the White House on a number of 6 occasions?	21 I make a living, really, on my investments. And 22 when I saw her at the election she told me she was going to
7 A I have been to the White House, yes, many times.	23 Europe with a guy by the name of ██████████ I don't know
8 Q Okay. And you know their daughter? Have you met 9 their daughter?	24 if some of you people would know the name, but he controls an 25 insurance company called ██████████ which
10 A I know Chelsea, yeah.	Page 44
11 Q Okay.	1 is one of the great success stories of this country.
12 A Nice kid, by the way.	2 And I was intrigued by that. Here I'm in the 3 insurance business. We've never done business with them.
13 Q Okay. And who else do you know at the White House?	4 And that was really, you know -- I think I saw her 5 once after that, and I asked if she was still seeing him and
14 A Oh, God, I know a lot of people there. I know Ann 15 McCoy.	6 what kind of guy he was. I don't remember what she told me, 7 but she told me he was a very interesting man. The guy's a
16 Q Who is Ann McCoy?	8 genius, you know.
17 A Ann McCoy, when I really got to meet her she was 18 with the Visitors Office, Visitors Bureau -- or Visitors 19 Office. I met Debi Schiff, I met Betty Currie. Let me see	9 Q Does she make calls to you, though? Has she made
20 who else. Maggie Williams, whom I haven't seen in years.	10 calls to you ever?
21 Q Do you know Nancy HERNREICH?	11 A I wouldn't say she would make calls to me.
22 A Yeah, I've met Nancy HERNREICH, but never been out 23 with her socially. I've shaken her hand and --	12 Q Have you ever discussed Monica Lewinsky with her?
24 Q Have you been out socially with Betty Currie?	13 A To the best of my memory, I don't think so, but I 14 don't remember.
25 A Yes.	15 Q Okay. How about John Podesta?
	16 A Never met him. I may have met him just to shake 17 his hand. I really don't even know his name except what I
	18 see in the paper. Wasn't he the deputy chief of staff or 19 something or --
	20 MR. WISENBERG: That's correct.
	21 THE WITNESS: Mm-hmm, that's what I read in The 22 Times.
	23 BY MS. WIRTH:
	24 Q What about Karen Abramson?
	25 A Karen Abramson.

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<p>1 Q Do you know her?</p> <p>2 A She's not on top of my list. At the White House?</p> <p>3 Q Yes.</p> <p>4 A Karen Abramson. I don't remember --</p> <p>5 Q Do you know if she was someone who ran the Intern</p> <p>6 Program at the White House for a time?</p> <p>7 A Oh, now you refreshed my memory, right. I don't</p> <p>8 remember if I ever met her, I wrote to her or called her or</p> <p>9 what.</p> <p>10 Q Okay.</p> <p>11 A That's right, she was the name, right, right. See,</p> <p>12 it's a good thing you refreshed my memory.</p> <p>13 Q What about Lisa Caputo, do you remember --</p> <p>14 A I know Lisa Caputo.</p> <p>15 Q Who is she?</p> <p>16 A Who is she?</p> <p>17 Q Yes.</p> <p>18 A When I met her she was the First Lady's press</p> <p>19 officer, I think.</p> <p>20 Q Okay. Have you ever given any personal gifts to</p> <p>21 members of the First Family, not, you know, political</p> <p>22 contributions in any way, shape, or form, but just personal</p> <p>23 gifts?</p> <p>24 A You mean, like a tie to the President or a scarf</p> <p>25 for Mrs. Clinton?</p>	<p>1 conversation with them. I was shocked about the whole thing,</p> <p>2 you know, and I just didn't want to get into conversation</p> <p>3 with them, just as a -- you know, my gut reaction.</p> <p>4 Q Have you any had any contact since the Monica</p> <p>5 Lewinsky incident became public in late January -- I think</p> <p>6 January 21, 1998 -- have you had any telephone contact with</p> <p>7 anybody from the White House?</p> <p>8 A About Monica Lewinsky?</p> <p>9 Q Any telephone contact at all. Let's start there.</p> <p>10 A Yeah. I've spoken with Debi Schiff, Ann McCoy.</p> <p>11 They call me to find out how I am. You know, they want to</p> <p>12 know why I never come down anymore. And I just decided, you</p> <p>13 know, it wasn't for me anymore.</p> <p>14 Q Has the subject of Monica Lewinsky come up in any</p> <p>15 of those conversations?</p> <p>16 A I really don't remember.</p> <p>17 Q Other than Ann McCoy and Debi Schiff, have you</p> <p>18 spoken to anybody else at the White House since the Monica</p> <p>19 Lewinsky affair became public? And by that I mean --</p> <p>20 A I called Betty Currie once to find out how she is.</p> <p>21 I don't know if I spoke to her or her husband.</p> <p>22 Q Did you call her at home?</p> <p>23 A I called her at home.</p> <p>24 Q Did you discuss Monica Lewinsky during that</p> <p>25 conversation?</p>
<p>Page 46</p> <p>1 Q Yes, or money.</p> <p>2 A Never gave any money. But we've given gifts to the</p> <p>3 -- sure. I know my wife sends them Christmas presents.</p> <p>4 Q It was reported in the press recently that you gave</p> <p>5 a gift of stock, I think, to Chelsea Clinton; is that</p> <p>6 correct?</p> <p>7 A Coca-Cola.</p> <p>8 Q Okay.</p> <p>9 A Incidentally, before I did that, I checked with the</p> <p>10 White House, and they said they're going to check with their</p> <p>11 counsel. They came back and told me it's perfectly okay.</p> <p>12 The reason I like to give stock to young kids was,</p> <p>13 they get the dividend every three months, you know. I'm a</p> <p>14 great believer in common stocks.</p> <p>15 Q When is the last time you've been to the White</p> <p>16 House?</p> <p>17 A Oh, God, I haven't been there in a long time. Ever</p> <p>18 since this thing broke, I decided I didn't want to go near</p> <p>19 there or --</p> <p>20 Q Okay.</p> <p>21 A So it must be four, five months now.</p> <p>22 Q And that was your own decision?</p> <p>23 A That was my own decision, yeah.</p> <p>24 Q Why do you feel that way?</p> <p>25 A I don't know. I just didn't want to have any</p>	<p>Page 48</p> <p>1 A No. Not to the best of my memory, now. I don't</p> <p>2 want to say no emphatically. It's just like this Abramson</p> <p>3 woman you just mentioned. You know, my memory --</p> <p>4 Q You don't remember whether you spoke to Betty</p> <p>5 Currie or her husband when you --</p> <p>6 A About Monica Lewinsky?</p> <p>7 Q Well, you said, "I don't know who I spoke to. I</p> <p>8 called Betty Currie, but I don't remember who I spoke to."</p> <p>9 A I don't remember. I remember definitely speaking</p> <p>10 to him. I don't remember if I spoke to her or not.</p> <p>11 Q Okay. Has she ever called you, Betty Currie, since</p> <p>12 this happened, since this became public?</p> <p>13 A Has she ever called me? No.</p> <p>14 Q What about Bruce Lindsey?</p> <p>15 A Bruce Lindsey called me once. He called me right</p> <p>16 after the -- I never really knew him, by the way. Or I'd met</p> <p>17 him -- I shouldn't say -- yeah, I suppose I did. I met him</p> <p>18 at a couple of parties.</p> <p>19 He called me once right after this thing broke. He</p> <p>20 said, "Hey, Walter, I want to talk to you about Monica</p> <p>21 Lewinsky." So I said, "What about?" He said, "'Just a</p> <p>22 minute." He came back, he said, "Listen, I have to tak</p> <p>23 another call." He never called me back.</p> <p>24 Q Okay. And you never called him back.</p> <p>25 A Never called him back.</p>

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1 Q Okay. Do you remember when that was,
2 approximately?

3 A No. I would be sometime after -- probably right in
4 the excitement of -- you know, when it just happened, but I'm
5 not sure, I'm not sure.

6 Q Okay. Let's talk about the Lewinsky family for a
7 little while. Which member of the family -- and I'm
8 including Monica, her mother Marcia, Debra Finerman, any of
9 their spouses, excluding Monica -- who did you meet first of
10 the family?

11 A I think it was Marcia.

12 Q Marcia Lewis?

13 A Yeah.

14 Q Where did you meet her?

15 A I met her in California.

16 Q Do you have a home out there?

17 A Do I have a home there?

18 Q Yes.

19 A No.

20 Q Do you frequently --

21 A We have only one home.

22 Q Oh, okay. You frequently visit out there, though?

23 A We used to when I was active in the business. We
24 had an office out there.

25 Q I see.

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1 A But I rarely go there now.

2 Q So how did you meet Marcia? Who introduced you?

3 A A man by the name of Joseph Sinay, S-i-n-a-y.

4 Q And who is he?

5 A He's a friend of mine who was a client, you know,
6 and we became friendly, you know, typical of our business.
7 And I don't know the exact circumstances that he introduced
8 me to Marcia, but he's the one who introduced me to her.

9 Q Do you remember when that was?

10 A No. I want to say off the top of my head, maybe
11 10, 12 years ago. I don't know. I really can't remember
12 that.

13 Q Okay. And was that in the Beverly Hills/Los
14 Angeles area?

15 A Yeah.

16 Q Okay. And who did you meet next after Marcia? Did
17 you meet Monica, Debra, anybody else?

18 A I didn't meet Monica until when she arrived in
19 Washington. I met Debra next.

20 Q Okay. And where did you meet her?

21 A It's also an interesting story. Joe Sinay called
22 me one day to tell me that Marcia Lewis and her sister were
23 going to the opening of the opera, Metropolitan Opera in New
24 York. And my wife and I had been patrons for many, many
25 years, and he said, "I know you're going to be there,

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1 Walter." And he said, "I was wondering if Marcia Lewis and
2 her sister" -- I didn't even know Marcia too well at that
3 time. I really, again, don't remember.

4 He says, "You think they could join you for
5 dinner?" I said, "Listen, we have a full table. We just
6 can't do it." He said, "Can't you invite them up for a drink
7 at intermission?" So, you know, client, you know, and -- so
8 we invited them up, and that's where I saw Debra Finerman the
9 first time.

10 Q Okay. And how long after you met Marcia did you
11 meet Debra? Soon after or a long time or --

12 A It's hard for me to say.

13 Q In the vicinity of 10 years ago, we're talking?

14 A God, it's just very difficult for me to pin down
15 the time. What's your question again? Give me --

16 Q Well, you said you met Marcia, you think maybe,
17 something like 10 years ago. Was Debra around that time or
18 later?

19 A Well, I didn't meet her originally till I saw them
20 in New York. So that had to be years later.

21 Q It was years after you met Marcia?

22 A Yeah. How many? I don't remember.

23 Q Okay. Can you tell the grand jury what your
24 relationship with Marcia Lewis has been over the years. Were
25 you friends right away, not right away?

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1 A Yeah, we became friendly right away.

2 Q Did you see her from time to time? She was living
3 in Los Angeles at that time?

4 A I never really saw her -- maybe take her out to
5 dinner once in a while, but not on a regular basis or
6 anything like that.

7 Q And there came a time -- you brought some documents
8 here today. There came a time when you invested in a
9 magazine that Marcia and Debra started, right?

10 A That's right. By that time I had met Debra.

11 Q Okay. And that magazine was called the Beverly
12 Hills Magazine?

13 A What year was that?

14 Q Well, these two exhibits, WK-10 and WK-11, have
15 dates.

16 MR. WISENBERG: Let me say that WK-11 has -- which
17 is Volume 1, No. 2, says, "Hillary's Inaugural Ball
18 Makeover." So that would at least indicate --

19 THE WITNESS: There's no date to the magazine.

20 MS. WIRTH: For the record, not on the cover.

21 MR. WISENBERG: On page 1 it says, "Copyright
22 1992." That's WK-11. Copyright '92, but the story is
23 "Hillary's Inaugural Ball Makeover." So that would at least
24 imply that the President had been elected --

25 THE WITNESS: The first term.

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<p>1 MR. WISENBERG: -- the first term. 2 BY MS. WIRTH: 3 Q And, in fact, on WK-11, which is Volume I, No. 2, 4 it looks like page 3, there's a page entitled, "Message to 5 the Editors." That's a picture of Marcia Lewis and Debra 6 Finerman, correct? 7 A Right. 8 Q Okay. So, anyway, you invested in this magazine, 9 and you brought documents which indicated that you invested 10 \$30,000 in that magazine? 11 A Right. 12 Q Was that a loan or an investment? 13 A No, that was an investment. 14 Q Okay. 15 THE FOREPERSON: Ms. Wirth, it's time for a break. 16 MS. WIRTH: Sure. 17 BY MS. WIRTH: 18 Q Can you check those phone numbers for us? 19 A Sure. 20 Q We're going to take a break and -- 21 A There's only one thing I want to tell you, that my 22 secretary is not in today. I'll try to reach her. 23 Q We'll try. Anybody else that -- 24 A Is there a phone booth outside? 25 Q Yes. There's a phone in the hallway.</p>	<p>1 of ours. 2 BY MS. WIRTH: 3 Q And when you say "of ours," you mean Kaye Insura 4 LP? 5 A Kaye Insurance, yeah. 6 Q All right. 7 A And the [REDACTED] is our fax number. 8 Q Okay. When you say "our," that's the business fax 9 number? 10 A Yeah, again, the business fax number. 11 Q All right. Do you have any knowledge as to when 12 that switchboard number -- 13 A No. I could find out for you. 14 Q -- was in effect or -- 15 A Because I don't remember dates. 16 Q Okay. But it's been within the past few years that 17 it's been an active number. 18 A You mean the [REDACTED] or the other one? 19 Q No, [REDACTED] that's been used till fairly -- 20 A Until we went to this new number, which I don't 21 even remember how long ago it is. 22 Q Is it within the last year, the switch? 23 A Probably more than a year. There's no problem if I 24 get the office manager to find out. 25 Q Okay.</p>
<p>Page 54</p> <p>1 A You want me to walk out and do it now? 2 Q Yes. 3 MR. WISENBERG: We'll come get you when we're ready 4 to start. 5 BY MS. WIRTH: 6 Q We'll come get you when we're ready. 7 A In other words, you don't want me to come back 8 automatically. 9 Q Right. We'll come and get you. 10 MR. WISENBERG: Thank you, Mr. Kaye. 11 THE WITNESS: You're welcome. 12 (A brief recess was taken.) 13 (Witness excused. Witness recalled.) 14 MR. WISENBERG: Madam Foreperson, do we have a 15 quorum? 16 THE FOREPERSON: Yes, we do. 17 MR. WISENBERG: Are there any authorized human 18 beings in the grand jury room. 19 THE FOREPERSON: There are no unauthorized human or 20 even non-human beings in the jury room. 21 MR. WISENBERG: Thank you. 22 THE FOREPERSON: Mr. Kaye, you're still under oath. 23 THE WITNESS: Yes. 24 I just want to report back to you about the 25 numbers. The [REDACTED] number was a former switchboard number</p>	<p>Page .</p> <p>1 A But it's -- that definitely was our old switchboard 2 number. 3 Q Okay, all right. I think when we broke we were 4 talking about the Beverly Hills Magazine, correct? 5 A Right. 6 Q And you brought with you -- one of the documents 7 you brought with you is a copy of a check. And this is Grand 8 Jury Exhibit WK-4 that I'm going to show you for a moment, 9 right? 10 A Yes. 11 Q And that reflects a \$30,000 contribution -- 12 A Investment. 13 Q -- investment, excuse me -- 14 A What's the date on that check? 15 Q -- to the Beverly Hills Magazine. You can read the 16 date. What is it? 17 A Yeah, '93, April 21, '93. 18 Q April 21st of 1993. 19 A Yeah. That was the investment I made in the 20 magazine. 21 Q And you were also a minority shareholder in the 22 magazine. Is that true? 23 A You think I know? Whatever I was there. 24 Q Pardon me? 25 A Yeah, I was a minority stockholder.</p>

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1 Q Okay.

2 BY MR. WISENBERG:

3 Q I take it that the investment didn't pay off?

4 A I would say you're 100 percent right.

5 BY MS. WIRTH:

6 Q I'm going to show you Grand Jury Exhibit WK-6 for a

7 moment, which is that S Corporation Election or

8 Termination/Revocation document that Mr. Wisenberg showed you

9 earlier, that we don't quite know exactly what it is. But it

10 reflects here under item -- it looks like item -- I don't

11 know -- anyway, the last listed items.

12 There are three names listed: Marcia Lewis, Debra

13 Finerman, and Walter Kaye. And number of shares, Marcia

14 Lewis, 500; is that correct?

15 A That's what it says, yeah.

16 Q Debra Finerman, 500; is that correct?

17 A Right.

18 Q And Walter Kaye, 50.

19 A Right. So I was really a minority stockholder.

20 Q All right. And this document -- it states at the

21 top it's effective for the incoming year beginning April 19th

22 of '93.

23 A I assume that's right.

24 Q That's what it says, okay.

25 All right. Why did you invest \$30,000 in this

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1 magazine?

2 A I had gotten to know them, and they -- I just

3 wanted to be very nice.

4 Q Okay. And when you say "them," you mean the two

5 sisters, Marcia and Debra?

6 A Yeah, more so Debra.

7 Q More so Debra. Of the two sisters, you were closer

8 to her than you were to Marcia.

9 A Yes.

10 Q All right. Tell us about your relationship with

11 Monica Lewinsky. When do you remember first meeting her?

12 A I remember meeting her, I think, after she had

13 graduated from college. So, I don't know, two, three years

14 ago, I suppose, when they moved to Washington.

15 Q Okay. When you say "they," you mean she and her

16 mother.

17 A She and her mother moved to Washington.

18 Q And they lived in the Watergate Apartments?

19 A They lived in the Watergate.

20 Q Okay. And after they moved to Washington, did you

21 see them on a regular basis?

22 A Not on a regular basis. I would see them once in a

23 while.

24 Q Okay. About how often?

25 A I can't tell you that.

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1 Q Okay. Can you describe your relationship for the

2 grand jury with Monica? What was it like?

3 A Young kid, you know, and it was really because of

4 her mother and her aunt I even knew her.

5 Q Okay. How did she refer to you? Did she call you

6 "Mr. Kaye" or "Walter" or "Uncle Walter" or --

7 A Never called me Uncle Walter.

8 BY MR. WISENBERG:

9 Q To your face, at least.

10 A Huh?

11 Q To your face.

12 BY MS. WIRTH:

13 Q To your face.

14 A Never called me that to my face, never.

15 Q Okay. How did she refer to you?

16 A She probably called me Walter. You know, I don't

17 even remember. Walter or Mr. Kaye, but not Uncle Walter.

18 I'd be very sensitive about that.

19 Q Okay. Now, you're familiar with the internship

20 program at the White House?

21 A Not 100 percent, but I know they have a lot of

22 these young interns working there.

23 Q Okay. And have you recommended people for jobs as

24 interns in the White House during the Clinton Administration?

25 A Yes.

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1 Q And about how many people have you recommended, if

2 you know?

3 A Off the top of my head, just two.

4 Q And who are they?

5 A Monica Lewinsky and my grandson.

6 Q And did your grandson also have a job as an intern

7 in the White House during this Administration?

8 A Yes.

9 Q What is your grandson's name?

10 A [REDACTED]

11 Q Okay. And [REDACTED] is with [REDACTED]?

12 A [REDACTED]

13 Q [REDACTED]

14 A Yes.

15 Q All right. And when was he an intern in the White

16 House?

17 A Sometime in this period. I can't tell you exactly

18 when.

19 Q Was it during the first term of the Clinton

20 Administration?

21 A Yeah, it was the first term, because the second

22 term -- yeah, I would say it was during the first term. Even

23 now I'm not 100 percent sure.

24 Q Okay. Tell the grand jury what you know about

25 Monica's application to be an intern in the White House. How

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<p>1 did you first find out that she was interested in this?</p> <p>2 A Either she asked me or her mother asked me.</p> <p>3 Q And what did they ask you?</p> <p>4 A If it's possible to get her a job as an intern.</p> <p>5 Q Do you know if they asked you in person or on the</p> <p>6 telephone?</p> <p>7 A I can't tell you that. I don't remember.</p> <p>8 Q Okay. Do you recall which one or if both of them</p> <p>9 spoke to you about it?</p> <p>10 A I can't tell you exactly which one or both or --</p> <p>11 Q Okay. And do you remember what your response was</p> <p>12 when they asked you?</p> <p>13 A My usual response is, "I'll try."</p> <p>14 Q Okay. And what did you do?</p> <p>15 A I went to the DNC to see if they could help her get</p> <p>16 a job.</p> <p>17 Q Who did you speak to there?</p> <p>18 A Jennifer Scully.</p> <p>19 Q Who is she?</p> <p>20 A She worked for the DNC at that time.</p> <p>21 Q Do you know what her job was?</p> <p>22 A She was just -- I don't know what their official</p> <p>23 title is, but account exec? No, I don't remember. They had</p> <p>24 an awful lot of these young kids working there, you know,</p> <p>25 and --</p>	<p>1 the White House about getting Monica an internship?</p> <p>2 A I may have. I don't remember. You know, I don't -</p> <p>3 - I mean, there's so many people there.</p> <p>4 Q And why would go through the DNC as opposed to jus-</p> <p>5 calling someone at the White House?</p> <p>6 A Because the power comes from the DNC. I mean, if</p> <p>7 you're a large contributor, you know -- and Jennifer Scully</p> <p>8 worked for the DNC.</p> <p>9 Q Okay. So how many calls did you make or how many</p> <p>10 conversations did you have about Monica with Jennifer Scully?</p> <p>11 A It's hard to remember that.</p> <p>12 Q Okay. Do you remember -- did you ultimately learn</p> <p>13 that Monica got an internship at the White House?</p> <p>14 A Yeah, sure.</p> <p>15 Q Do you remember how you learned?</p> <p>16 A I don't remember that either. Somebody must have</p> <p>17 called to tell me, you know. Jennifer Scully could have</p> <p>18 called me or her mother or she.</p> <p>19 Q Do you remember when, approximately, Monica got an</p> <p>20 internship at the White House?</p> <p>21 A I don't remember the dates at all.</p> <p>22 Q Do you remember the year? Does the summer of 19 --</p> <p>23 A I could try to work it out backwards, you know,</p> <p>24 or --</p> <p>25 Q Okay.</p>
<p>Page 62</p> <p>1 Q How did you know her?</p> <p>2 A She was my contact there. How did I know her? I</p> <p>3 met her as a result of the -- oh, she was the young lady who</p> <p>4 told me that she was going to introduce me to Mrs. Clinton at</p> <p>5 the --</p> <p>6 Q All right.</p> <p>7 A That was the first time I met her.</p> <p>8 Q Okay. At the Women's Forum?</p> <p>9 A Right, Women's Leadership Forum.</p> <p>10 Q And is Jennifer Scully the person you spoke to when</p> <p>11 -- if you spoke to anybody, when your grandson got an</p> <p>12 internship at the White House?</p> <p>13 A Probably spoke to Jennifer Scully.</p> <p>14 Q Who got the internship first, Monica or your</p> <p>15 grandson?</p> <p>16 A I don't remember.</p> <p>17 Q Okay. Do you remember what you said to Jennifer</p> <p>18 about Monica when you spoke to her?</p> <p>19 A I probably just said, "Listen, I need to get a job</p> <p>20 for this kid. If you can help me out, I'd appreciate it."</p> <p>21 Q Did you speak to anybody else besides Jennifer</p> <p>22 Scully, either in the DNC or in the White House or anywhere</p> <p>23 else?</p> <p>24 A I may have. I don't remember.</p> <p>25 Q Okay. Do you know whether you spoke to anybody at</p>	<p>Page 64</p> <p>1 A Let's see. He came back in, say, '94. I would say</p> <p>2 probably somewhere around '95, '95, '96.</p> <p>3 Q Does the summer of 1995 sound right to you, or</p> <p>4 sound more or less accurate?</p> <p>5 A Possibly, right. I just said '95.</p> <p>6 Q Did you meet with Monica at or about the time that</p> <p>7 she was applying for this internship? When you recommended</p> <p>8 her, did you talk to her about it in person, that you</p> <p>9 remember?</p> <p>10 A I don't remember.</p> <p>11 Q Did you ever look at a resume that she had?</p> <p>12 A The truth?</p> <p>13 Q Yes.</p> <p>14 A I mean, totally truth. I really don't remember</p> <p>15 that.</p> <p>16 Q Okay. Do you know anything about her --</p> <p>17 A She probably applied directly to them. I think</p> <p>18 that's the procedure. That is the procedure. Somebody just</p> <p>19 called me recently. I said, "Listen, I have nothing to do</p> <p>20 with that."</p> <p>21 Q Do you know anything, or did you know anything at</p> <p>22 that time about her educational background?</p> <p>23 A I just knew that she had graduated from college.</p> <p>24 Q Do you know which one, or did you know which one</p> <p>25 back then?</p>

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<p>1 A At that time I didn't know, but I since have 2 learned from, you know, reading -- it was up in Oregon or 3 something. 4 Q Did you know what her degree was back then? 5 A No. I still don't know. 6 Q Did you know anything about her employment history 7 at that time? 8 A No. 9 Q So you were just making this recommendation based 10 on your relationship with her family? 11 A That's right. 12 Q All right. Do you have any knowledge as to what 13 effect your efforts to get her this internship had on the 14 ultimate decision to hire her as an intern? 15 A I imagine it was, you know, pretty -- it was an 16 important effect. I was, you know, giving money like -- you 17 know, I was giving them a lot of money and -- 18 Q All right. There came a time when Monica began to 19 work at the White House as an intern, correct? 20 A Right. 21 Q And did you have any contact with her during the 22 time she was working as an intern, either in person or on the 23 phone? 24 A Again, we probably all went out and had dinner once 25 in a while or --</p>	<p>1 Q Okay. 2 A Probably not. I don't know, but I don't remember. 3 Q Would you talk to her mother on a regular basis 4 during that period? 5 A Not her mother on a regular -- you know, like on a 6 social event or something like that. 7 Q Of the two of them, Marcia Lewis, Monica Lewinsky, 8 during this period of time when Monica was working at the 9 White House, would either of them call you on the phone from 10 time to time? 11 A I don't seem to remember that. I don't know. 12 Q Okay. 13 A Sure, I spoke to both of them on the phone, but 14 whether I originated the call or -- 15 Q All right. When Monica got the internship, did 16 anybody from -- either her or her family express any 17 gratitude to you for your help in getting her an internship? 18 A I don't remember specifically. They probably 19 called to say thanks. I don't know. 20 Q Okay. But you don't remember specifically? 21 A No. 22 Q Okay. During the time that Monica was working at 23 the White House as an intern, did the subject ever come up in 24 any discussions that you had with her or with her mother or 25 her aunt about the prospect of Monica getting a permanent job</p>
<p>Page 66</p> <p>1 Q Okay. You knew that she lived at the Watergate, 2 right? 3 A Yes. 4 Q And you knew she lived with her mother? 5 A Yes. 6 Q Okay. Do you know if anybody else was living with 7 them at the time? 8 A That I don't know. 9 Q Okay. Do you have any recollection of ever 10 visiting Monica at the White House when she was an intern 11 there? 12 A Only specifically to visit her? 13 Q Well, while you there maybe doing other things, did 14 you ever stop by and say hello to her? 15 A No, I never -- I didn't know where her office is. 16 I bumped into her once, I remember, or twice in the corridor, 17 but -- 18 Q In the White House. 19 A In the White House. 20 Q When she was working there. 21 A Yeah. 22 Q Okay. Do you know whether you had any telephone 23 contact with her during the period she was an intern at the 24 White House? 25 A I absolutely don't remember.</p>	<p>Page 68</p> <p>1 at the White House? 2 A Yes. Her mother spoke to me about it, and also the 3 aunt. 4 Q Her mother and Aunt Debra? 5 A Right. 6 Q Debra Finerman. 7 A Right. 8 Q What do you remember about those conversations? 9 A I just remember them telling me that she needed a 10 permanent -- a salary-paying job. That the conditions were 11 very bad, and she couldn't give her any more money, her 12 father wasn't going to give her any money. 13 Q When you say, "She couldn't give her any money," 14 you mean her mother? 15 A Marcia, Marcia. 16 Q So when you say conditions were bad, you mean 17 financial circumstances? 18 A Financial, yeah. I was led to believe that, yeah. 19 Q So you were led to believe she needed a permanent 20 paying job -- 21 A Yes. 22 Q -- for purposes of supporting herself. 23 A Yeah. I remember once she told me that she has to 24 get a permanent job because her father didn't want to support 25 her anymore.</p>

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<p>1 Q Had you ever met her father?</p> <p>2 A Never met her father. Saw him on TV the first time</p> <p>3 a few months ago.</p> <p>4 Q And you've never met him.</p> <p>5 A (Shaking head.)</p> <p>6 Q So when that subject was raised and you said her</p> <p>7 mother -- you remember her mother talking to you about the</p> <p>8 fact that Monica needed a permanent job at the White House,</p> <p>9 did Monica also talk to you about that?</p> <p>10 A I don't remember specifically, but I'm sure she</p> <p>11 did. She was really looking for a job.</p> <p>12 Q What did you say to her mother when her mother said</p> <p>13 to you Monica needs a permanent job?</p> <p>14 A I said, "I can't help you with that."</p> <p>15 Q Why did you say that?</p> <p>16 A I just -- I didn't even know how to go about</p> <p>17 getting her a permanent job.</p> <p>18 Q Well, you made efforts on her behalf to get her the</p> <p>19 internship, right?</p> <p>20 A Yeah.</p> <p>21 Q Okay. And you could have similarly picked up the</p> <p>22 phone and made a call to anybody --</p> <p>23 A I really don't remember doing that.</p> <p>24 Q Well, let me ask you something. Going back to your</p> <p>25 conversation with Marcia, you said you have a memory of</p>	<p>1 Q Okay. But what I'm asking you is about your</p> <p>2 conversations with her mother, or conversation with her</p> <p>3 mother when her mother asked you for help in getting Monica a</p> <p>4 permanent job at the White House. What was your responsa..</p> <p>5 MR. WISENBERG: It's page 9 of the chronos, relevant</p> <p>6 to some of --</p> <p>7 THE WITNESS: It's hard for me to remember, but --</p> <p>8 I don't remember already I had cooled off about them and --</p> <p>9 BY MS. WIRTH:</p> <p>10 Q Okay.</p> <p>11 A I remember her mother asking me to try to get her -</p> <p>12 - help get her a job. That a definitely remember.</p> <p>13 Q At the White House, while Monica was an intern.</p> <p>14 A I'm not sure if she was still an intern or she had</p> <p>15 already, you know, left the job as an intern. I can't</p> <p>16 pinpoint --</p> <p>17 Q But it was around that period of time.</p> <p>18 A Around that period, yeah.</p> <p>19 Q And you remember her mother asking you for help</p> <p>20 to --</p> <p>21 A Right, right.</p> <p>22 Q -- get her a permanent job at the White House.</p> <p>23 A Right.</p> <p>24 Q And do you have any memory if that was in person or</p> <p>25 on the phone?</p>
<p>1 telling her, "I can't do anything," right?</p> <p>2 A (Nodding.)</p> <p>3 Q Is there some reason why you said that?</p> <p>4 A When she was going from the -- when she was leaving</p> <p>5 the intern's job, right?</p> <p>6 Q Well, whenever the subject came up that Monica</p> <p>7 would like to get a permanent job at the White House, a</p> <p>8 permanent paying job, when that subject came up and you were</p> <p>9 asked for assistance by her mother in that regard, what do</p> <p>10 you remember about what you said, what your response was?</p> <p>11 A I probably said I would try.</p> <p>12 Q Well, a moment ago you said, "I told her I couldn't</p> <p>13 help her."</p> <p>14 A That's right. And then I told her I couldn't help.</p> <p>15 I don't know if I even really tried. I'm trying to remember</p> <p>16 who I actually called, if anybody.</p> <p>17 But I -- I think that after she left the intern's</p> <p>18 job, I think she did get a job, a paying job.</p> <p>19 Q But I'm asking you about --</p> <p>20 A Which I had nothing to do with, by the way.</p> <p>21 Q You had nothing to do with her getting a permanent</p> <p>22 job at the White House.</p> <p>23 A Right.</p> <p>24 Q Is that what you're saying?</p> <p>25 A Right.</p>	<p>Page</p> <p>1 A I don't remember that.</p> <p>2 Q And do you remember what your reaction was? Was it</p> <p>3 positive or negative, do you remember?</p> <p>4 A It could have still been positive. Eventually it</p> <p>5 turned negative, but it wasn't the most important thing in my</p> <p>6 life, whatever the reason was.</p> <p>7 Q I understand. But do know whether you made any</p> <p>8 efforts on her behalf to get Monica a permanent job at the</p> <p>9 White House?</p> <p>10 A I may have made a call or two. I don't remember.</p> <p>11 Q You don't remember.</p> <p>12 A I don't remember.</p> <p>13 Q You said a moment ago that at some point you cooled</p> <p>14 off in terms of your feelings towards --</p> <p>15 A Yeah, I think later on.</p> <p>16 Q Who did you cool off towards?</p> <p>17 A The whole situation.</p> <p>18 Q Meaning the whole family?</p> <p>19 A (Nodding.)</p> <p>20 Q Why?</p> <p>21 A I had heard stories that, you know, Monica had</p> <p>22 become very aggressive in the White House, you know, and</p> <p>23 just felt uncomfortable with it.</p> <p>24 Q Okay. When you said you heard stories about Monica</p> <p>25 becoming aggressive in the White House, who had you heard</p>

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<p>1 that from?</p> <p>2 A It may have been Debi Schiff or Ann McCoy, probably</p> <p>3 more so Debi.</p> <p>4 Q Were those things told you in person or over the</p> <p>5 telephone?</p> <p>6 A Could have been in person or the telephone, very</p> <p>7 likely. I don't know. I don't remember anybody calling to</p> <p>8 tell me, you know, "Walter, she's become very aggressive,"</p> <p>9 or --</p> <p>10 Q But the subject came up.</p> <p>11 A The subject came up, yeah.</p> <p>12 Q Do you know if it was both Debi Schiff and Ann</p> <p>13 McCoy who told you those things?</p> <p>14 A I can't tell you exactly.</p> <p>15 Q But do you have a memory of --</p> <p>16 A I do remember a rumor around that it was Sylvia</p> <p>17 Lieberman, if you know her name --</p> <p>18 Q Evelyn Lieberman?</p> <p>19 A Evelyn Lieberman, excuse me, who had become very</p> <p>20 unhappy with her. But she never told me that personally.</p> <p>21 Q Evelyn never did.</p> <p>22 A No.</p> <p>23 Q Did you know Evelyn?</p> <p>24 A I know her.</p> <p>25 Q Have you known her from before her days at the</p>	<p>1 A No, I thought that, you know, it was just -- it was</p> <p>2 just unbelievable to me.</p> <p>3 BY MS. WIRTH:</p> <p>4 Q Was that told to you in the manner of a complaint</p> <p>5 or a concern or just gossip?</p> <p>6 A I don't know.</p> <p>7 BY MR. WISENBERG:</p> <p>8 Q Well, you would be a person -- I'm sorry, did I cut</p> <p>9 you off?</p> <p>10 A No, you didn't cut me off. .</p> <p>11 Q Would it be fair to say you would be a person that</p> <p>12 the White House and people in the White House would not want</p> <p>13 to go out of their way to alienate? Is that a fair</p> <p>14 statement?</p> <p>15 A Yeah, I would say they tried to be nice to me.</p> <p>16 Q You're not only a friendly guy, as we can tell, but</p> <p>17 you're giving a lot of money to the party.</p> <p>18 A Right. I would say they were trying to please me.</p> <p>19 They wouldn't want to alienate me.</p> <p>20 Q So was this more along the lines of, "Mr. Kaye,</p> <p>21 Walter, we've got a problem with someone who we know you've</p> <p>22 kind of sponsored. We've kind of got a problem here."</p> <p>23 A They didn't say -- I remember that. Nobody ever</p> <p>24 said that to me at that time. I looked to remember who told</p> <p>25 me that, but -- I just couldn't believe it. This young kid,</p>
<p>Page 74</p> <p>1 White House?</p> <p>2 A No.</p> <p>3 Q Just since her association with the White House.</p> <p>4 A Right.</p> <p>5 Q Have you ever discussed Monica Lewinsky with Evelyn</p> <p>6 Lieberman?</p> <p>7 A Never remember discussing her with Monica Lewinsky.</p> <p>8 BY MR. WISENBERG:</p> <p>9 Q You've mentioned a couple of things. One, that</p> <p>10 somebody told you, either Debi Schiff or Ann McCoy, that</p> <p>11 Monica was very aggressive around the White House. And the</p> <p>12 other thing is that somebody told you Evelyn Lieberman wasn't</p> <p>13 happy with her.</p> <p>14 What did they -- let's take the first thing first.</p> <p>15 What did they tell you other than she's being aggressive?</p> <p>16 Tell us all the things you can remember them telling you</p> <p>17 about the problems with Monica.</p> <p>18 A In fact, I don't know who told -- you know, who it</p> <p>19 came from, but I remember one expression I remember, that she</p> <p>20 was stalking the President. Who told me that I don't</p> <p>21 remember.</p> <p>22 Q Did that disturb you?</p> <p>23 A I thought they were nuts. I mean, I couldn't</p> <p>24 imagine this kid stalking the President.</p> <p>25 Q You thought the people telling you that were nuts.</p>	<p>Page 76</p> <p>1 in an unimportant job, how she could be stalking the</p> <p>2 President.</p> <p>3 Because I've been to the White House, you know.</p> <p>4 It's a very secure area, you know, and --</p> <p>5 Q How did you take stalking to mean? How did you --</p> <p>6 I mean --</p> <p>7 A Stalking, when you read about these nuts that stalk</p> <p>8 somebody, you know, out to kill them or something, you know.</p> <p>9 Q Okay.</p> <p>10 BY MS. WIRTH:</p> <p>11 Q Do you remember what your response was then you</p> <p>12 were told that? Did you say anything to the person?</p> <p>13 A I probably went, "Eh." I don't know. I don't</p> <p>14 remember. I'm still in a state of shock about it. I mean,</p> <p>15 I --</p> <p>16 Q Of the list of possible people who could have told</p> <p>17 you that, who would be on that list?</p> <p>18 A Any one of the people who were at the White House</p> <p>19 that I know.</p> <p>20 Q That you mentioned? Are there any names at the top</p> <p>21 of that list who are the most likely candidates of people who</p> <p>22 told you that?</p> <p>23 A (Shaking head.)</p> <p>24 Q Did you ever have a conversation with Debi Schiff</p> <p>25 about Monica Lewinsky?</p>

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1 A I may have, I may have.
 2 Q What do you remember?
 3 A Just that I think Debi let me sort of -- told me
 4 that she was a very aggressive young lady. I don't know if
 5 that's the exact term, you know. You can't hold that to me.
 6 Q But that was the sense of the conversation.
 7 A Yeah.
 8 Q When Ms. Schiff told you, in essence, that Monica
 9 was very aggressive, was she more specific than that?
 10 A No.
 11 Q What did you take "aggressive" to mean, or terms to
 12 that effect?
 13 A Aggressive people. For example, I don't know if at
 14 that time I heard she was going all over the place looking
 15 for a job. She went to see everybody. Who told me that I
 16 don't know.
 17 Q Looking for a job in the White House?
 18 A In the White House, yeah.
 19 Q Was that after she had left and was working at the
 20 Pentagon or before that?
 21 A Before. Because by the time she went to the
 22 Pentagon, I never spoke to her, or very rarely. I hoped my
 23 memory was better, but I --
 24 Somebody did mention to me that -- I remember
 25 hearing the story that Evelyn Lieberman sent her home one

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1 day, that she was improperly attired. I remember that.
 2 Q Do you remember who you heard that from?
 3 A (Shaking head.)
 4 Q Did you ever discuss any of this with her mother,
 5 Monica's mother?
 6 A No.
 7 Q When you were asked by Monica's mother if you would
 8 assist Monica in getting a permanent job at the White House,
 9 had you heard some of these things about Monica being
 10 aggressive and going all over looking for a job and being
 11 improperly attired? Had you heard any of those things?
 12 A I don't think I had heard it at that time yet. I
 13 don't think so. Or it could be, because I really didn't do
 14 anything to get her a paying job at the White House.
 15 MR. WISENBERG: Can I interrupt?
 16 MS. WIRTH: Go ahead.
 17 BY MR. WISENBERG:
 18 Q But knowing that you were who you were, is it
 19 possible that -- let me preface this by saying the job that
 20 she got at the White House after her internship --
 21 A A paying job.
 22 Q -- or paying job was a relatively low-level one.
 23 A I don't even know. I assume --
 24 Q I'm prefacing my question by letting you know that
 25 And do you think it's possible that --

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1 A In other words, you're letting me know that it was
 2 a low-paying job.
 3 Q It was a low-level job.
 4 A Low-level job, excuse me.
 5 Q And I'm letting you know that as a preface to my
 6 next question. In other words, it wasn't a super-important
 7 job, or even an important job.
 8 A Right.
 9 Q Do you think it's possible that just even a slight
 10 interest by you, even maybe a letter or a phone call by you
 11 to somebody at the White House at that time, could have been
 12 enough, given who you were, to help land her a low-paying
 13 job, in the same sense that you had helped to get the intern
 14 job?
 15 A I don't think so.
 16 Q Okay.
 17 A I don't think I was ever that important.
 18 Q But your influence helped her get -- and I'm not
 19 indicating that there's anything wrong with this. Your
 20 influence helped her get the intern job.
 21 A I would say you're 100 percent right, no question
 22 about that.
 23 Q She never thanked you -- to your recollection, she
 24 never thanked you for helping her get her paying job at the
 25 White House.

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1 A No. I don't remember. That I remember, I had
 2 nothing to do with that. The next thing I heard a short time
 3 later that she was out of that job.
 4 BY MS. WIRTH:
 5 Q All right. Mr. Kaye, I show you two documents that
 6 I've marked as --
 7 MR. WISENBERG: Hold on a second. We have a
 8 question.
 9 THE FOREPERSON: There's a question.
 10 MS. WIRTH: Oh, I'm sorry. Go ahead.
 11 A JUROR: Sir, do you think that there was anyone
 12 else helping her to get a low-paying job?
 13 THE WITNESS: I don't know. She may have made some
 14 contacts. I wasn't aware of it.
 15 A JUROR: She never mentioned anything to you about
 16 it.
 17 THE WITNESS: No, not that I remember. The next
 18 thing I heard, that she had gotten a paying job. But I
 19 certainly never remember, you know, my calling anybody for
 20 her or -- who else could have helped her, I don't know. You
 21 know, she probably had a lot of friends there, I don't know.
 22 She probably made a lot of friends.
 23 (Grand Jury Exhibit Nos. WK-12 and WK-13
 24 were marked for identification.)

1 BY MS. WIRTH:
 2 Q Anyway, I'm going to show you two documents that
 3 we've marked Grand Jury Exhibits WK-12 and WK-13. The first
 4 one is a memorandum to you, to Walter Kaye, and it gives us
 5 that fax number, 212-338-2296.
 6 A Yeah, she sent it by fax.
 7 Q And from Ann McCoy, who you told us you know,
 8 correct?
 9 A Sure, I know her.
 10 Q And it says, "Re: Resume of Monica Lewinsky,"
 11 correct?
 12 A Yeah.
 13 Q Okay. And then there's a two-line message on this
 14 memorandum that says, "Today I received the enclosed memo
 15 from Patsy Thomasson, Deputy Director of the Office of
 16 Presidential Personnel." Is that correct? Is that what it
 17 says?
 18 A That's right, yeah.
 19 Q And then the next line is, "I will let you know
 20 immediately if I have any further information from Patsy's
 21 office." Is that correct?
 22 A Right.
 23 Q Okay. And the WK-13 is a memo to Ann McCoy from
 24 Patsy Thomasson. And, by the way, this WK-12 is dated
 25 October 12, 1995; is that right?

1 Q Do you remember receiving this?
 2 A I really don't remember.
 3 Q Do you remember receiving any written
 4 communications from Ann McCoy about Monica's job prospects at
 5 the White House?
 6 A Off the top of my head, I don't remember any of
 7 this.
 8 Q Okay. Do you know Patsy Thomasson?
 9 A I have met Patsy Thomasson a few times. I don't
 10 know her well. Except when I think of it, I may have once
 11 mentioned to Patsy Thomasson about getting a job for Monica
 12 Lewinsky.
 13 Q You did. What do you remember about that?
 14 A Just that I mentioned it in a very casual way at a
 15 party, you know, one of these cocktail parties or something
 16 like that.
 17 Q And this was during the time that Monica's mother
 18 had asked for your assistance?
 19 A I would assume it was the same time. But I'm not
 20 100 percent sure.
 21 Q Okay. Do you have any recollection of any response
 22 that Ms. Thomasson had at that time?
 23 A I don't remember her ever responding to me.
 24 Q Okay. And you have no memory of either of these
 25 documents, WK-12 or 13.

1 A Right.
 2 Q And this second document, WK-13, is dated
 3 October 17, 1995. It's a memo from Patsy Thomasson to Ann
 4 McCoy; is that correct?
 5 A Right.
 6 Q And the date is correct that I read?
 7 A Right.
 8 Q Okay. And it's re: Resume of Monica Lewinsky,
 9 correct?
 10 A Right.
 11 Q And there's a cc to Maggie Williams, correct?
 12 A (Nodding.)
 13 Q Yes?
 14 A Yes.
 15 Q Okay. And then there's the following text: "Thank
 16 you for taking the time to forward the resume of Monica
 17 Lewinsky. The job situation is very tight with a lack of
 18 budgets throughout the government. We will keep her resume
 19 on file and forward to appropriate agencies if openings
 20 become available."
 21 Did I read that right?
 22 A Yes, you did.
 23 Q Okay. So WK-12, let's take that first. That's the
 24 memo to you from Ann McCoy.
 25 A Right.

1 A In fact, as I look at these, I never remember
 2 seeing this. May have, may have.
 3 But I know my secretary did a thorough search when
 4 we got the subpoena, and she went through everything, and she
 5 evidently didn't come across it.
 6 Q Okay. This memo, WK-13, from Patsy to Ann McCoy,
 7 would you agree that the gist of what Ms. Thomasson has
 8 written here is that, basically, it's very unlikely that
 9 Monica Lewinsky will get a job in the White House?
 10 A Absolutely right.
 11 Q Okay.
 12 A What's the date of the letter?
 13 Q October 17, 1995; is that correct? That's what's
 14 written here?
 15 A Yeah, right, that's correct, yeah.
 16 Q And this comes first. and then the October 23,
 17 1995, memo to you attaching a memo from Patsy Thomasson.
 18 A I absolutely don't remember either one of these
 19 memos.
 20 Q Okay. Do you ever remember, you know, hearing from
 21 anyone at the White House that things were really tight, and
 22 it's unlikely Monica will get a job here?
 23 A I had heard that, yeah.
 24 Q Do you remember who you heard that from?
 25 A I could have heard it from Ann McCoy.

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1 Q Do you have any idea what changed Monica's
2 prospects at the White House so that she did get a job, a
3 permanent job there?
4 A That I don't know.
5 Q Do you have any idea whether it was anything that
6 you did that changed the prospects?
7 A Absolutely not.
8 Q It's your opinion that nothing you did changed her
9 prospects.
10 A Nothing.
11 Q Okay. Because you have no memory of taking any
12 steps to help her.
13 A I didn't do a thing.
14 Q Okay.
15 BY MR. WISENBERG:
16 Q Do you remember her, Monica, bothering you -- or
17 maybe "bothering" is to rugged a word -- calling you at the
18 time to try to get your help?
19 A I think she did, but, again, I'm not 100 percent
20 sure.
21 Q And do you remember what she said?
22 A This is when she started to look for a paying job.
23 Q Right.
24 A I'm surmising now, but I suppose at that time she
25 was telling me she needed a job.

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1 Q Do you recall whether or not she or anyone on her
2 behalf expressed an interest in going to the White House
3 Social Office?
4 A I don't remember that. That I don't remember at
5 all. In fact, I would say I'm pretty sure she never
6 mentioned that to me.
7 Q Okay.
8 BY MS. WIRTH:
9 Q We'll mark as Grand Jury Exhibit --
10 A You know it bothers me I never saw that memorandum.
11 I never remember seeing that memorandum.
12 Q By that, you mean --
13 A Those two memos.
14 Q -- WK-12 and WK-13. You're certain of that.
15 A Pretty certain. I won't say 100 percent, as,
16 again, I tell you, you know --
17 Q Are these the kinds of records that you would have
18 kept if you had received them?
19 A Maybe yes, maybe no.
20 BY MR. WISENBERG:
21 Q They're fairly perfunctory, are they not, in
22 nature?
23 A Yeah. Now that I look at them, it's as if they
24 were just giving her the brush-off, you know. It wasn't
25 somebody that was on top of their priority list.

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1 Q And she wasn't on the top of yours at that point
2 either, was she?
3 A I'm trying to remember. That's a good question, if
4 by that time I had become more and more disillusioned with
5 her. See, I was embarrassed when I heard about Sylvia
6 Lieberman, is that her name?
7 Q Evelyn.
8 A Evelyn-Lieberman. Because, you know, I thought it
9 would reflect on me. You know, the kid doesn't even know how
10 to come in and dress, you know, and -- I think somebody told
11 me she was wearing short skirts, you know, and --
12 I suppose by that time I was, you know, losing
13 interest. Is that the right term? I don't know.
14 Q Even if you weren't disillusioned yet, based on
15 these things that you heard, if I'm understanding you
16 correctly, you do not recall making any kind of a major
17 effort to help get her a paying job at the White House.
18 A I didn't know who to talk to, and I just didn't do
19 it, I didn't. I'm trying to remember why I didn't want to do
20 it. I don't remember why.
21 Q Could it have been related to the Three Tenors
22 book?
23 A Yeah, I was very disillusioned when the mother came
24 out with that book.
25 Q And why is that?

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1 A Because I just don't think that's what you write
2 about, Domingo having an affair or something like that.
3 I think I told the grand jury in Little Rock that
4 I'm somewhat involved with the opera, and for many, many
5 years -- I just didn't think that's the proper thing to do.
6 BY MS. WIRTH:
7 Q Did you feel that any information you had imparted
8 to either Marcia or her sister was in that book?
9 A About the -- no.
10 Q No?
11 A You know, now that you refresh my memory here, when
12 I spoke to her -- when I saw her once at dinner or something,
13 you know, she was telling me the book is such a phenomenal
14 success, you know, and --
15 BY MR. WISENBERG:
16 Q She was telling you that?
17 A Yeah. When did she write the book, do you
18 remember? Am I allowed to ask you that or I'm not allowed to
19 ask you?
20 Q Well, it really doesn't matter whether you are or
21 not because I don't know the answer offhand.
22 A Okay.
23 Q But if I knew it offhand, I'd let you know.
24 A I know I have a copy of the book.
25 BY MS. WIRTH:

1 Q Do you have any memory whether around this time
 2 that Monica was asking for a permanent job whether that book
 3 had come out at that point, do you know?
 4 A I can't really tell you. I just don't remember
 5 that time.
 6 Q Okay.
 7 A But I seem to remember more about it when they let
 8 her go, and she was looking for a job.
 9 Q When "they," the White House let her go?
 10 A Yeah. Or I didn't know if they let her go. What I
 11 had heard was, they discontinued -- can you people hear me? -
 12 - that they had discontinued the office that she was in. I
 13 didn't know -- it wasn't my business, you know, and --
 14 BY MR. WISENBERG:
 15 Q Who do you think told you that?
 16 A I just thought the kid was very aggressive, you
 17 know. She -- I just felt uncomfortable with them -- her.
 18 Say your question again?
 19 Q You said you had heard that they discontinued the
 20 office. Do you recall who told you that?
 21 A I think she told me that.
 22 Q Monica did?
 23 A I think, or her mother. If I recall, she had
 24 something to do with the Legislative Office or something.
 25 BY MS. WIRTH:

1 in other words.
 2 A No, I can't pinpoint the date.
 3 BY MS. WIRTH:
 4 Q Do you have a sense that she was at the White House
 5 working either as an intern or as a permanent employee when
 6 you heard that?
 7 A Well, she was either an intern or a permanent
 8 employee.
 9 Q When you heard that.
 10 A Yeah.
 11 Q Did she keep in contact with you during the time
 12 she was working at the Office of Legislative Affairs? Did
 13 she speak to you from time to time?
 14 A Yeah, maybe once in a while. I don't remember if
 15 she spoke to me -- I would go down there very often. I would
 16 do a lot of entertaining in Washington, and at that time I
 17 was still intrigued by it, and they would join us sometimes.
 18 Q How did you hear that she had lost her job at the
 19 White House?
 20 A I'm not -- I'm assuming now, okay, because I can't
 21 tell you that. That either came from her mother or her aunt.
 22 I can't imagine Ann McCoy calling me to tell me that Monica
 23 Lewinsky lost her job.
 24 Q Okay. Do you know how soon after Monica lost her
 25 job they called you?

1 Q During the time she was at -- it was the Office of
 2 Legislative Affairs? Does that sound familiar?
 3 A That sounds right, absolutely right.
 4 Q And I think you said earlier that your memory was
 5 that she wasn't there very long.
 6 A I think that her stay there was a very short
 7 period.
 8 Q Did you ever see her there? Did you ever visit her
 9 there?
 10 A No.
 11 Q No?
 12 A Never.
 13 Q During the time that she was working at the Office
 14 of Legislative Affairs, did you hear any information or
 15 feedback about how she was doing?
 16 A No. Not that I remember, again, you know. One of
 17 the unimportant things was Monica Lewinsky telling me about
 18 her job.
 19 Q Did you continue to hear things like she's
 20 aggressive, she's a stalker, during the period of time that
 21 she was working at the Office of Legislative Affairs?
 22 A I can't even tell you exactly when they told me
 23 that, but --
 24 BY MR. WISENBERG:
 25 Q You're not even sure when you first found that out,

1 A I don't remember.
 2 Q Did they in any way request your assistance in
 3 trying to undo the decision to fire her or transfer her?
 4 A I'm trying to remember if they asked me if I could
 5 be of help to her to get a job, you know. But if I recall,
 6 again, you know, from, you know, reconstructing this thing,
 7 it was a short time after that that she went to work in the
 8 Pentagon.
 9 Q At the time she was either fired or transferred
 10 from the White House, did you ever receive any calls from her
 11 or from her mother or her aunt asking you intercede on her
 12 behalf so that she wouldn't be fired or transferred?
 13 A I don't remember that. I don't remember that.
 14 BY MR. WISENBERG:
 15 Q Let me -- some of our investigators have some
 16 information to the effect that during this period when she
 17 was transferred out, basically --
 18 A After she left the White House.
 19 Q Well, right around the time where she's told,
 20 "You're going to be let go," from the White House, that she
 21 is making desperate efforts to stay at the White House to
 22 counteract that decision, even so much as to agree to work
 23 there voluntarily.
 24 And my question to you is, do you recall her or
 25 anyone on her behalf during this time period calling you and

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1 enlisting your aid in that effort?
 2 A They may have, but it's -- I doubt it. I don't
 3 know. I know one thing, I didn't do anything, I mean, to,
 4 you know, to help her, you know --
 5 THE FOREPERSON: May I ask a question?
 6 MR. WISENBERG: Sure.
 7 THE FOREPERSON: I know this may require a little
 8 guesswork on your part, but did you ever get the impression
 9 that she may have been dropping your name quite a bit around
 10 the White House?
 11 THE WITNESS: I didn't realize it then, but now,
 12 you know, the stuff about Uncle Walter, you know, and bull
 13 like that, I realize now that she may have been doing that.
 14 MR. WISENBERG: Did you say "bull"?
 15 THE WITNESS: Bull, I said b-u-l-l, because I
 16 became incensed when I saw that. My grandkids --
 17 THE FOREPERSON: Can I ask you --
 18 THE WITNESS: Sure.
 19 THE FOREPERSON: -- if you ever use the terminology
 20 "bubula"?
 21 THE WITNESS: I sure do.
 22 THE FOREPERSON: Thank you.
 23 THE WITNESS: I use it very often.
 24 THE FOREPERSON: Okay.
 25 MR. WISENBERG: How do you pronounce it?

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1 THE WITNESS: Do you know what the term means?
 2 Bubula, it's a Jewish term -- in case you people don't know,
 3 I'm Jewish -- and it's a term -- I use it as an expression of
 4 endearment. I use it very often. I could have called her
 5 bubula at some time.
 6 MR. WISENBERG: But you said you -- I'm sorry.
 7 THE FOREPERSON: It's in the chron, page 14.
 8 MR. WISENBERG: Did I cut you off?
 9 THE FOREPERSON: No, no. Because maybe when you're
 10 hanging up on the phone with somebody, "Call me bubula." Do
 11 you ever --
 12 THE WITNESS: Say that again?
 13 THE FOREPERSON: "Call me bubula." Do you ever --
 14 THE WITNESS: Say to me? Nobody ever says it to
 15 me.
 16 THE FOREPERSON: No, no, no. But when you're
 17 winding up a telephone conversation.
 18 THE WITNESS: So I'll say, "Goodbye, bubula." I'll
 19 do that, absolutely right.
 20 MR. WISENBERG: "Give me a call some time, bubula."
 21 THE WITNESS: Bubula, absolutely right. I taught a
 22 lot of people Yiddish at the White House, a few words anyhow,
 23 and the Army. It's hard to believe, but -- it's a term I
 24 use. How do I spell it? I don't know.
 25 MR. WISENBERG: Do you spell it with or without the

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1 "h"? I'm just kidding.
 2 (Laughter.)
 3 THE WITNESS: I never knew there was an "h" or
 4 bubula.
 5 MR. WISENBERG: My lips are sealed.
 6 THE WITNESS: You try to be nice to somebody.
 7 BY MR. WISENBERG:
 8 Q You said that you became incensed --
 9 A I was getting angry at her because, you know, here
 10 I knew that she -- you know, that she was -- the intern's job
 11 was over, and she was looking desperately to get a job.
 12 BY MS. WIRTH:
 13 Q When you say looking desperately to get a job, do
 14 you mean within the White House?
 15 A Yeah.
 16 Q Yes?
 17 A In the White House, yeah, so --
 18 BY MR. WISENBERG:
 19 Q Well, I meant -- what I was referring to was -- I
 20 think just a couple minutes ago you said, if I understood
 21 you, you got incensed when you determined at some point in
 22 time that she was maybe dropping your name, and you
 23 referenced with Uncle Walter business.
 24 And I guess I'll ask you, number one, when did you
 25 hear that she might have referred to you around the White

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1 House as Uncle Walter?
 2 A The only time I knew about it was when I read about
 3 it in the papers.
 4 Q Okay.
 5 A Nobody ever told me that at the White House.
 6 Q And why did that incense you?
 7 A It just bothers me, because she's trying to
 8 intimate that she was closer to me than she really was. The
 9 only people who call me Uncle Walter are my nieces and
 10 nephews, you know, and it was just -- I just felt it wasn't
 11 proper.
 12 Q As I understand what you're saying, she wasn't
 13 particularly close to you at all. Is that a fair statement?
 14 A I wouldn't say she was real close to me. And what
 15 do you mean "close," you know. I wouldn't say she was one of
 16 my close, intimate friends. A young kid.
 17 Q I take it you would have been quite taken aback if
 18 she had called you Uncle Walter to your face.
 19 A Absolutely. I probably would have told her not to
 20 do it. I don't know why that bothers me so. Not about her,
 21 but anybody about that.
 22 BY MS. WIRTH:
 23 Q Did you ever feel that either Monica or her moth-
 24 imposed on your time too much, either pestered you too much
 25 or --

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1 A Oh, I felt as -- you know, when she was looking for
2 a job, they were becoming a damn pain in the neck.
3 Q Too many phone calls?
4 A Phone calls or messages or -- Debra Finerman would
5 call me once in a while, "I'm sure you could do something,"
6 you know. I said, "I can do it."
7 Q If I told you that our records showed, for example,
8 that on September 6, 1995, which I'll represent to you was
9 during the period of time that Monica was working as an
10 intern at the White House, September 6, 1995, that there were
11 a total of ten calls made on that day alone to your office
12 phone number, the last of which was at midnight, do you have
13 any recollection of anything like that happening?
14 A You mean from Monica's phone in the White House?
15 Q No, these are actually calls from a phone in
16 Monica's apartment.
17 A Oh, in the apartment.
18 Q So I can't say, you know, whether these were calls
19 made by her or by her mother.
20 A Her mother.
21 Q But we're talking on September 6th of '95, a total
22 of ten calls made to your office phone from the apartment
23 shared by Monica and her mother at the Watergate.
24 A But I wasn't in the office, right?
25 Q I don't know.

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1 MR. WISENBERG: We obviously don't know whether or
2 not anybody actually connected or just left messages or
3 things like this.
4 THE WITNESS: It's highly unlikely I was in the
5 office until midnight.
6 BY MS. WIRTH:
7 Q Do you remember days like that, though, when you
8 got lots of phone calls?
9 A This is interesting. That your records show that
10 from their apartment -- one after another, you mean, or --
11 Q These phone calls begin at 8:36 in the morning
12 and --
13 A 8:36 a.m.?
14 Q Yes, and end at midnight.
15 A I certainly don't remember that.
16 Q On April 9th of 1996, which I'll represent to you
17 is Monica's last day working at the Office of Legislative
18 Affairs at the White House, if I told you that our records
19 show that on that day there were three phone calls made to
20 your office --
21 A From her office?
22 Q -- from -- again, from the apartment shared by
23 Monica and her mother. Do you have any recollection of those
24 phone calls, of receiving phone calls on her last day?
25 A I remember her calling me looking for a job, you

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1 know, anywhere. I also think she had told me already that
2 she had a job at the Pentagon. I said, "Why don't you go to
3 the Pentagon?" I remember that. So she said, "Eh, it's a
4 long subway ride, a train ride, you know," and --
5 Q Did she ever say to you, "What I really want to do
6 is stay in the White House. I don't want to leave?"
7 A I remember her telling me that.
8 Q Did she ask you to help her try to stay there?
9 A She probably did. Probably that's why she called
10 me. But, again, I just can't remember that specifically.
11 Q Did you ever do anything to assist her that you
12 recall to stay there?
13 A Absolutely not, that I remember.
14 Q Okay.
15 MR. WISENBERG: Can I --
16 MS. WIRTH: Oh, yes. Go ahead.
17 BY MR. WISENBERG:
18 Q As an example, there is a call from the apartment
19 to you, or to your number, and it indicates the call was --
20 A Is this the office or the house?
21 MS. WIRTH: The office.
22 BY MR. WISENBERG:
23 Q The [REDACTED], which you told us was the old
24 switchboard --
25 A Yeah, that was the old switchboard, yeah.

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1 Q -- 2:18 p.m., duration, 19 minutes. And not only
2 was this her last day at the White House, but this would have
3 been shortly after a meeting she had at the White House with
4 Patsy Thomasson about where she was going to be. And I'll
5 just tell you that at that time they were already planning to
6 send her to the Pentagon.
7 So your memory that you -- this is consistent with
8 what you just told us, that you already -- you think you
9 heard that she was already going to the Pentagon.
10 A Yeah, that she was going to the Pentagon, yeah.
11 Q And if I understand -- I don't want to put words in
12 your mouth --
13 A That's okay.
14 Q But if I understand what you've just said, you do
15 remember Monica or somebody on Monica's behalf asking you
16 if -- telling you that she wanted to stay in the White House.
17 A Right.
18 Q But you don't have a very detailed memory of that?
19 A But I also remember telling her, "What's wrong with
20 the Pentagon," you know.
21 Q Right.
22 A At that time I was so involved with the Army, you
23 know. I think they're great.
24 BY MS. WIRTH:
25 Q And this was Monica telling you, "It's a long

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<p>1 subway ride. I don't want to do that?"</p> <p>2 A It was either Monica, again, or her mother.</p> <p>3 BY MR. WISENBERG:</p> <p>4 Q You're not sure whether it was Monica or her</p> <p>5 mother.</p> <p>6 A (Nodding.)</p> <p>7 Q Is that a -- I couldn't hear you.</p> <p>8 A Oh, it was either Monica or her mother.</p> <p>9 Q Okay.</p> <p>10 BY MS. WIRTH:</p> <p>11 Q As I said a moment ago, our records show three</p> <p>12 calls from their apartment to your office on April 9th of</p> <p>13 1996. Our records also show that on April 10th, the next</p> <p>14 day, 1996, there is a ten-minute call, again, from the</p> <p>15 apartment to your office, followed by a call on April 12th</p> <p>16 and a call April 15th.</p> <p>17 A She was pretty desperate.</p> <p>18 Q Do you have any memory of Monica during this period</p> <p>19 of time speaking to you on the phone and seeming either</p> <p>20 upset, or did she cry? Do you remember any reaction that she</p> <p>21 had to leaving the White House?</p> <p>22 A As I think back now, she probably was very</p> <p>23 emotional. But I know one thing, I didn't do anything. I</p> <p>24 mean, I didn't, you know --</p> <p>25 BY MR. WISENBERG:</p>	<p>1 A Yes.</p> <p>2 Q What did you hear?</p> <p>3 A I heard a couple of women call me to say, "Wal</p> <p>4 you know what's going on? Monica Lewinsky is having an</p> <p>5 affair with the President." I said, "Oh, you're nuts," you</p> <p>6 know, or something like that.</p> <p>7 Q Who were these women?</p> <p>8 A I'll give you their names. I happen to remember</p> <p>9 them. And I'll tell you who else. The names were -- oh,</p> <p>10 God, I can't believe it. She's now treasurer of the -- I'll</p> <p>11 think of it.</p> <p>12 One was Ronnie Ginott, G-i-n-o-t-t, comes from New</p> <p>13 York, and they were active in the Women's Leadership Forum.</p> <p>14 And what's the other lady? Pensky, Carol Pensky.</p> <p>15 Q And were these things told to you when Monica was</p> <p>16 still working at the White House or after?</p> <p>17 A God, again, I don't remember.</p> <p>18 Q Do you have any memory of when these conversations</p> <p>19 took place?</p> <p>20 A No.</p> <p>21 BY MR. WISENBERG:</p> <p>22 Q Did you say you'll tell us somebody else?</p> <p>23 A Yeah. Her aunt told me that her mother had told</p> <p>24 her that she was getting calls from the President. I</p> <p>25 absolutely though it was off the -- you know.</p>
<p>Page 102</p> <p>1 Q Did she tell you why she was -- well, I think</p> <p>2 you've already said --</p> <p>3 A When she was leaving.</p> <p>4 Q Yes. I think you've already said that someone told</p> <p>5 you, you think Monica, that the position was being</p> <p>6 eliminated.</p> <p>7 A She told me -- no, the whole office.</p> <p>8 Q The whole office.</p> <p>9 A They shut down the office.</p> <p>10 Q Okay. Did she give you any other reason at the</p> <p>11 time for why she was having to move?</p> <p>12 A I don't remember.</p> <p>13 Q Okay.</p> <p>14 A But I was shocked they were shutting down an</p> <p>15 office. But I didn't even inquire. I mean, it was, you</p> <p>16 know --</p> <p>17 BY MS. WIRTH:</p> <p>18 Q During any of this time -- you told us earlier that</p> <p>19 you heard things like Monica is aggressive, she doesn't dress</p> <p>20 appropriately. You told us that you'd been told she was</p> <p>21 stalking the President.</p> <p>22 Did you ever hear anything about any relationship</p> <p>23 between her and the President?</p> <p>24 A From anybody.</p> <p>25 Q From anybody.</p>	<p>Page 104</p> <p>1 Q In other words, Debra Finerman told you that Marcia</p> <p>2 Lewis had told Debra --</p> <p>3 A Right.</p> <p>4 Q -- that Monica was getting phone calls from the</p> <p>5 President?</p> <p>6 A Right.</p> <p>7 Q And what was your reaction when you heard that?</p> <p>8 A My reaction? I went into a state of -- I just</p> <p>9 couldn't believe it. I just couldn't believe it.</p> <p>10 BY MS. WIRTH:</p> <p>11 Q Do you remember how that subject came up with you</p> <p>12 and Debra?</p> <p>13 A No.</p> <p>14 Q Do you remember whether it was in the context of</p> <p>15 Debra asking you whether Monica could attend a fundraiser</p> <p>16 that you were sponsoring at the Waldorf?</p> <p>17 A That I was sponsoring at the Waldorf?</p> <p>18 Q Yes. Have you ever sponsored a fundraiser at the</p> <p>19 Waldorf? Have you ever bought a table at the fundraiser?</p> <p>20 A I've bought tables, I've bought plenty of tables.</p> <p>21 That was almost like a regular routine.</p> <p>22 Q Did Debra Finerman ever ask you whether Moni</p> <p>23 could sit at your table?</p> <p>24 A Yes.</p> <p>25 Q Do you remember when that was?</p>

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<p>1 A I don't remember if she asked me if she could sit 2 at the table or we could get her in to the function. 3 Q Do you remember when the function was? 4 A It was either at the Radio City Music Hall or at 5 the -- one of the hotels. 6 Q Do you remember a function at the Waldorf? 7 A That Monica was there? 8 Q No, well -- 9 A I remember Monica calling me once also -- and I 10 don't remember exactly when -- about getting in to see the 11 President at a function. I said, "Listen, buy a table. Buy 12 a table like anybody else." 13 Q In New York. 14 A In New York, yeah. 15 Q Do you remember whether it was in the context of 16 Debra Finerman asking you whether Monica could either attend 17 a function or sit at your table at a function in New York 18 that this conversation took place where Debra advised you 19 that the President had been calling Monica? 20 A At that time? 21 Q Yes. Do you know if that's when it came up. 22 A I don't remember. 23 Q Okay. Do you remember whether Debra Finerman told 24 you that the President was calling Monica at night? 25 A She told me that.</p>	<p>1 A -- and I recall her -- I remember it now, you see. 2 That I had said that her niece was very aggressive, I had 3 heard she was very aggressive. She became very upset at 4 that. 5 Q Okay. And is that when she relayed -- 6 A That I can't tell you. I don't remember that. 7 Q Okay. 8 A Possible. I don't remember. But I do remember she 9 got very upset about that, that I would call her niece 10 aggressive. 11 BY MS. WIRTH: 12 Q So when you said earlier that these two people, 13 Carol Pensky and Ronnie Ginott, I guess her name is -- 14 A Yeah. 15 Q -- that they, in essence, told you that Monica was 16 having an affair with the President, that there was a third 17 person, and that was Debra Finerman, did you then infer from 18 the fact that these calls were being made by the President, 19 or at least that Debra Finerman said they were being made, 20 that something was going on? 21 A I was so shocked, I'll tell you, I -- 22 Q Did Debra Finerman tell you anything else other 23 than the fact that the President was calling Monica? 24 A Not that I remember. 25 Q But she did tell you those phone calls were made at</p>
<p>Page 106</p> <p>1 MR. WISENBERG: Can I interrupt again? 2 MS. WIRTH: Yes. 3 BY MR. WISENBERG: 4 Q Did she just tell you out of the blue, "Marcia says 5 the President's calling Monica"? Or do you remember if it 6 was in reaction to something you said to her? 7 A I don't remember. 8 Q What I'm wondering is -- for instance, you've said 9 that at some point you heard from people such as Debi 10 Schiff -- or I think you said it would have been one of these 11 two, you think, Debi Schiff or Ann McCoy that Monica's 12 being -- you know, being or was aggressive around the White 13 House, the stalker, you've told us about the stalker, Evelyn 14 Lieberman and the dress incident. 15 Is it possible that you relayed that at some point 16 to Debra Finerman -- 17 A I could have. 18 Q -- and that in reaction to that -- in other words, 19 you're kind of -- 20 A Yeah, maybe you're right. 21 Q She asks you for a favor about Monica. You say, 22 "Monica's too aggressive," or something like that. 23 A You're refreshing my memory. She got damned 24 angry -- 25 Q Okay. Tell us about that.</p>	<p>Page 108</p> <p>1 night? 2 A Yeah. 3 Q Did she tell you the middle of the night? 4 A She may have said the middle of the night. I don't 5 recall exactly. But I do remember for some reason it was at 6 night. 7 Q Okay. 8 BY MR. WISENBERG: 9 Q Do you remember if you -- now, you've told us two 10 different people -- and, of course, Debra Finerman is the 11 aunt -- but you've also got two DNC types, I take it, who 12 have told you -- 13 A Yeah, these two other women. 14 Q -- who have told you there's an affair going on. 15 Do you repeat this to anybody? 16 A You mean, did I tell anybody about this? 17 Q Right, this information that you had learned, 18 either that there was a rumor of an affair or that the 19 President was making nighttime phone calls to Monica? 20 A I really don't remember. I doubt it. I don't 21 know. Possible. 22 Q I mean, it strikes me there are different ways in 23 which a person could tell. One, it's gossip. I'm repeating 24 some gossip. 25 A Yeah, at first, you know, I said to myself it could</p>

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<p>1 be gossip, you know. Even this thing with Debra Finerman 2 could be gossip, you know. 3 Q But I'm talking in terms of repeating that kind of 4 information. You could either be repeating it -- I'm not 5 saying that you did, but I'm positing two different things. 6 One is, you could pass it along. It's an 7 interesting piece of information. 8 A Sure is. 9 Q The second would be to warn somebody. As an 10 example, to warn Monica, "These rumors are going around. You 11 better do something about it." 12 A I'd never do that. 13 Q I'm just trying to jog your memory -- 14 A I understand. 15 Q -- and I'm not saying you have a memory. 16 A I don't remember that. 17 Q Do you remember -- 18 A I never remember calling anybody, either Monica 19 or -- 20 Q Okay. You don't remember telling anyone about 21 these rumors you heard. 22 A I'm just trying to remember who I could have told. 23 I don't remember who I could have told. I know I wasn't 24 going to talk about it at home, you know.</p>	<p>1 Q Okay. 2 MS. WIRTH: Go ahead. 3 A JUROR: Did you conjecture as to how this car 4 about? 5 THE WITNESS: You mean the job at the Pentagon? 6 A JUROR: Yes. 7 THE WITNESS: I was surprised she got it, because I 8 know I never made any calls. 9 A JUROR: But did you have any ideas about what 10 could have happened? 11 THE WITNESS: I just thought somebody got her the 12 job, you know. 13 A JUROR: Do you know who that might be? 14 THE WITNESS: No. 15 BY MR. WISENBERG: 16 Q Did you put together the rumors you heard about the 17 affair and the fact that she got a nice job at the Pentagon? 18 A I may have, but it doesn't stick in my mind, 19 doesn't -- but I was surprised that she got a job like that, 20 because Ken Bacon is the -- he's the number one spokesman, 21 isn't he? 22 And your question to me was, did I put two-and-two 23 together -- 24 A JUROR: Yes. 25 THE WITNESS: -- and say that maybe somebody at the</p>
<p>Page 110</p> <p>1 BY MS. WIRTH: 2 Q All right. After Monica went to work at the 3 Pentagon, do you have any memory of speaking to her during 4 that period of time that she -- 5 A I think I spoke to her a couple of times. 6 Q Did she tell you how she was doing? 7 A She told me she -- I'm trying to remember. In 8 fact, I even met her at a couple of Pentagon functions. I 9 was amazed the kid got a big job there. I don't know if you 10 call that a big job, but next thing I heard, she was 11 traveling with the Secretary of the Army, you know. I travel 12 with the Secretary of the Army, I pay. 13 But I was surprised because a young kid. I imagine 14 she must have been about -- at that time 22, 23. 15 Q And it seemed like a pretty good job to you that 16 she had? 17 A I thought it was a very exciting job. And then she 18 worked directly for this guy -- what's his name? 19 MR. WISENBERG: Bacon? 20 THE WITNESS: Ken Bacon, right. 21 BY MS. WIRTH: 22 Q Do you know Mr. Bacon? 23 A Do I know Mr. Bacon? 24 Q Yes. Do you know Mr. Bacon? 25 A I met him once, with her.</p>	<p>Page 111</p> <p>1 White House got her the job? 2 A JUROR: Yes. 3 THE WITNESS: I may have thought about it, but I 4 really don't remember. 5 I know one thing. I had made up my mind that I was 6 doing nothing. 7 BY MR. WISENBERG: 8 Q And why was that? 9 A I don't know. I just felt uncomfortable about the 10 whole thing, you know. It was just -- 11 But I also do remember she wanted to remain at the 12 White House. 13 BY MS. WIRTH: 14 Q So during these conversations that she had with you 15 when she was working at the Pentagon, she raised with you 16 that she wanted to go back to work at the White House? 17 A Yeah, she told me that. When exactly, I don't 18 remember. 19 Q Did she ever ask you if you would help her get back 20 in? 21 A She probably did, but I don't remember exactly. 22 BY MR. WISENBERG: 23 Q But you had determined in your mind that you 24 weren't going to do that? 25 A That's right.</p>

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1 Q You said "because of the whole thing."
 2 A I was upset about the book, I was -- it just made
 3 me feel uncomfortable, the whole situation.
 4 Q Were you upset about the rumors you were hearing?
 5 A I was in a state of shock.
 6 BY MS. WIRTH:
 7 Q Did she ask you on more than one occasion to help
 8 her get back into the White House?
 9 A I don't remember specifically, but I would assume
 10 she did. But I was talking to her less and less and seeing
 11 her less and less. What was that, '95, is that what you're
 12 saying?
 13 BY MR. WISENBERG:
 14 Q She's actually -- she goes over to the Pentagon in
 15 April of '96.
 16 A April of '96?
 17 Q Yes.
 18 BY MS. WIRTH:
 19 Q Did Monica ever discuss the President with you?
 20 Did she ever --
 21 A Never.
 22 Q Did she ever tell you --
 23 A She just said he's a great guy, you know, and --
 24 MR. WISENBERG: By the way, any time you need to
 25 take a break, not just to talk to your attorney, but if you

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1 just need to take a break --
 2 THE WITNESS: No. If you can handle this, I can
 3 handle it. I'm no youngster, but I -- except I can't hear, I
 4 can't see. Other than that, I'm all right.
 5 BY MS. WIRTH:
 6 Q If you would take a look at Grand Jury WK-9, that
 7 check that you talked about earlier for \$10,000.
 8 A Yeah.
 9 Q Correct?
 10 A Right.
 11 Q It's dated November 25, 1996, and it's made out to
 12 Marcia Lewis, correct?
 13 A Right.
 14 Q And it's drawn on your account.
 15 A Right.
 16 Q What is the Walter Kaye Special Account?
 17 A That's the name of the account I've been using for
 18 years.
 19 Q Okay.
 20 A And this bank that's the only account I have.
 21 Q Okay. Now, you said that this was a gift, correct?
 22 A Yes, it was a gift.
 23 Q Okay. And it's a gift that you made in November of
 24 '96, correct?
 25 A Yeah.

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1 Q Now, you told the grand jury just a little bit ago
 2 that you were at this time not having good feelings about
 3 this whole family.
 4 A Yeah, but I also felt sorry for them, and I knew
 5 the aunt, you know, and she was very close to her sister. So
 6 what the heck, you know. I don't know what to say, you know,
 7 but I'm rather comfortable, and I give away lots of money.
 8 Q Was there any specific reason that you gave this
 9 money?
 10 A Not that I remember.
 11 Q Did anyone tell you, "We need money for 'x'" or --
 12 A [REDACTED]
 13 [REDACTED]
 14 [REDACTED]
 15 Q This is Marcia Lewis?
 16 A Yeah.
 17 Q This was not a loan, it was a gift.
 18 A It was a gift.
 19 Q Have you made similar gifts to her?
 20 A I think this is the only gift I've ever given to
 21 her. Again, I said "I think." I have to double-check. But
 22 that was the only check -- that was the only thing that was
 23 find, you know, pertaining to Monica Lewinsky.
 24 Q Do you know if this money was intended for Monica
 25 in any way or was it for her mother?

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1 A It was intended strictly for her mother.
 2 You know, I'd love to -- could I get a glass of
 3 water or something?
 4 Q Oh, sure, okay.
 5 A Is it all right if I go out and --
 6 MR. WISENBERG: Sure.
 7 MS. WIRTH: You want to take a break?
 8 THE FOREPERSON: Yes.
 9 MS. WIRTH: Fifteen minutes.
 10 THE FOREPERSON: Yes.
 11 MS. WIRTH: Okay, thank you.
 12 THE FOREPERSON: Take as long as you need.
 13 THE WITNESS: No, I just want to get a glass of
 14 water. You have it right in here? I don't even have to go
 15 out.
 16 MR. WISENBERG: I'll tell you what. There's a
 17 machine downstairs with bottled water.
 18 THE WITNESS: No, I'm okay.
 19 MR. WISENBERG: What we can do is get some water
 20 fountain water in a cup. We'd be happy to do that.
 21 THE WITNESS: I would chew a piece of gum, but I
 22 don't think that would be polite or proper. Is that all
 23 right? Then I don't need the water.
 24 MR. WISENBERG: Okay. We don't stand on ceremony
 25 here.

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1 THE WITNESS: I didn't think it was proper, you
2 know.

3 THE FOREPERSON: No, it's just fine.

4 THE WITNESS: Thank you.

5 BY MS. WIRTH:

6 Q Did Monica ever discuss with you any efforts she
7 was making to get a job in the National Security Advisor's
8 Office at the White House?

9 A No. I haven't heard this, in fact, until just now.

10 Q Okay. Did she ever ask you if you would serve as a
11 reference on her behalf in any efforts that she was making to
12 get back into the White House?

13 A I don't remember her doing that. And I don't think
14 I ever gave her a reference. I don't remember.

15 Q Do you know whether Monica had any meetings with
16 anybody at the White House about getting back in to work
17 there?

18 A No, I don't.

19 Q Do you know whether she ever met with Marsha Scott
20 in an effort to get back to the White House?

21 A That I don't know. She never told me that.

22 Q Neither Marsha Scott nor Monica?

23 A Neither one of them. I don't think I've had more
24 than two or three conversations with Marsha Scott.

25 BY MR. WISENBERG:

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1 Q I want to go back a little bit in time now. Do you
2 ever remember Monica telling you -- calling you to tell you
3 that she had met the President, like maybe the first time she
4 actually really met him or talked to him?

5 A I don't remember that. But I did -- you know,
6 again, from rumors and things like that, that she had become
7 very close to the President.

8 Q Right. No, I meant more like Monica calling you.
9 For instance, there's some indication that she chatted with
10 him, delivered pizza to him during one of the government
11 shutdowns.

12 Did she ever call you all excited to tell you that?

13 A You mean, I should deliver the pizza, too?

14 Q Pardon?

15 A I said maybe she wanted me to deliver the pizza.
16 No, she never did. First time I heard about that.

17 I tell you, in some ways this is rather
18 interesting.

19 MR. WISENBERG: I'm sorry for interrupting.

20 MS. WIRTH: That's fine.

21 BY MS. WIRTH:

22 Q After Monica left the White House and was working
23 at the Pentagon, did you ever hear anything from anybody
24 anywhere that she was back at the White House visiting?

25 A No, never heard that.

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1 Q Did you ever hear from anybody that she saw the
2 President at the White House after she left?

3 A No, never heard that. In the papers, you know,
4 the newspapers.

5 Q Independent of the newspapers. No?

6 A No. When did she leave -- was she in the Pentagon
7 in '96?

8 BY MR. WISENBERG:

9 Q Our information is that she left the Pentagon on or
10 about December 26, 1997.

11 A '97? Just a few months ago, really.

12 BY MS. WIRTH:

13 Q Did you ever hear from anywhere about any efforts
14 by Monica to get a job in New York?

15 A No. First time I saw that, again, is when I read
16 it in the papers.

17 Q Did you ever call Monica and ask her whether she
18 needed any help getting a job in New York, or whether there
19 was anything you could do for her?

20 A I don't think so. I don't remember exactly,
21 though.

22 Q When is the last time that you remember speaking to
23 her?

24 A I would say somewhere about the time -- I think I
25 may have spoken to her once -- oh, wait a minute. Excuse me.

Page 1.

1 I went to a promotion ceremony at the Pentagon, and there she
2 was with Mr. Bacon.

3 Q Is that General Myers' promotion?

4

5 A General Myers, that's right. Very good.

6 Q And when was that, approximately?

7 A General Myers probably became a two-star general --
8 I don't know -- six, eight, nine months ago.

9 Q And this was at the Pentagon?

10 A This was at the Pentagon.

11 Q And Monica was there.

12 A She was there.

13 Q And you saw her.

14 A And we saw her.

15 Q Okay.

16 A In fact, that's where she introduced me to --

17 Q Mr. Bacon?

18 A -- Mr. Bacon, whom had never met before.

19 Q Do you remember anything about your conversations
20 with her that day?

21 A It was a big crowd of people, you know, and --

22 Q Were you friendly to her that day?

23 A I was friendly. I'm friendly to everybody, you
24 know. Yeah, and my wife was there.

25 Q Do you remember anything you discussed with her

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1 that day at all?

2 A That day, no.

3 Q Just small talk?

4 A I don't think I discussed -- unimportant things, if

5 I even discussed it with her. I was surprised to see her

6 there. But I also attributed that to her aggressiveness.

7 She knows how to, you know, get around.

8 Q Did anybody, from the White House or anywhere else,

9 including Monica's family, tell you Monica wants to move to

10 New York, she wants a job in New York?

11 A I don't remember.

12 Q Did you know that her mother had moved to New York?

13 A I found out about it later on.

14 Q Later when the story broke?

15 A Yeah.

16 Q But you didn't know that Marcia Lewis had moved to

17 New York?

18 A No. Actually, I'm trying to remember. Somebody

19 may have mentioned to me that they bumped into her. She's

20 taking a -- I didn't know anything about it.

21 Q That they'd bumped into her in New York City?

22 A In New York or, you know -- I was very surprised to

23 hear that she had -- very surprised, because I never knew

24 what they were going to do. I still don't know to this day,

25 and I don't care, really, if she lives in New York,

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1 Washington or Timbuktu.

2 Q Do you have any memory whatsoever of calling Monica

3 on the telephone and asking her if there's anything you could

4 do for her -- or anything you could for her in New York?

5 A I don't remember that. It's hard for me to

6 remember that -- not remember. It's hard for me to believe I

7 would say that. Because by that time -- I didn't even know

8 her mother moved to New York. What I had read was that she

9 was thinking of moving to New York for a job or something

10 and --

11 Q But that's after the story broke.

12 A After the story broke.

13 Q Let's talk about like last fall, the fall of '97,

14 September, October, November, December. Do you remember

15 calling Monica at all? Have you ever picked up the phone and

16 called Monica?

17 A I think I have.

18 Q Okay. Have you done that --

19 A I don't believe that recently, though. That's

20 pretty recent.

21 Q Last fall. Have you done that last fall?

22 A Possible. Maybe I just felt sorry for her. I try

23 to help people who, you know, I think are having a rough

24 time.

25 Q Do you ever remember picking up the phone and

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1 asking her if there's anything you could do for her?

2 A I don't remember that, but it is possible, because

3 that's the way I am.

4 Q But you have no knowledge whatsoever of any desire

5 or efforts on her part to get a job in New York prior to

6 anything in the papers?

7 A No, I don't remember ever her discussing that with

8 me.

9 Q Or anybody discussing it with you.

10 A No, I don't remember.

11 Q Did anybody at the White House ever pick up the

12 phone --

13 A No.

14 Q -- and say, "Mr. Kaye" --

15 A No.

16 Q -- "Monica's trying to get a job in New York" --

17 A "Get Monica a job in New York"?

18 Q Well, "Monica's trying to get a job in New York.

19 Can you do something -- is there anything you can do to try

20 and help her?"

21 A I don't remember that at all.

22 BY MR. WISENBERG:

23 Q Do you remember anybody ever calling you from the

24 White House and saying, basically, something to this effect.

25 And I'm not necessarily talking about the exact same time

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1 period that Ms. Wirth is.

2 But somebody calling you from the White House and

3 saying, "Look, Monica's been trying to get back here, and we

4 just don't think we're going to do it, that we're going to be

5 able to do it." Either without giving you a reason or just

6 saying she's too aggressive, she's too hot to handle. "Can

7 you do anything for her?"

8 Do you remember any kind of a conversation like

9 that?

10 A Maybe it happened, but I really don't remember

11 that.

12 Q But, I mean, that would be something, if it

13 happened in the last year, you would be likely to remember.

14 A Maybe. Listen, sometimes I don't know what I had

15 for breakfast in the morning.

16 Q Well, yes, me, too. But --

17 A That's it. You've got another 70 years to go.

18 Q Thanks, I hope so. That would make me 124.

19 A Oh, I believe young people like all you people will

20 live to be 140.

21 Q You believe that?

22 A I believe that. That's why you're all supposed to

23 buy drug stocks.

24 Q Okay.

25 A Pardon me. You've got to withdraw that.

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1 (Laughter.)
 2 I almost find this interesting in some ways.
 3 Q Why is that?
 4 A I think it's America at its best. No other country
 5 like this where a group of ordinary citizens, you know,
 6 enforce the law, really. That's the way -- I'm not a lawyer
 7 or anything, but I just think it's -- I get goosebumps as I
 8 tell it to you. I can't say enough great things about this
 9 country.
 10 It has plenty of faults like everybody -- you know,
 11 but it's just great, that a group of ordinary people conduct
 12 an investigation like this and --
 13 Nobody ever asked me about getting a job in New
 14 York.
 15 MR. WISENBERG: I want to note for the record that
 16 Mr. Kaye called me "ordinary."
 17 THE WITNESS: I apologize. I'm sorry, I apologize.
 18 MR. WISENBERG: There's nothing abnormal about me.
 19 THE WITNESS: There I go.
 20 (Laughter.)
 21 MR. WISENBERG: I'm very thankful for the
 22 statement, you understand?
 23 THE WITNESS: I don't mean that. I know you're
 24 very talented.
 25 MR. WISENBERG: No, no, I'm perfectly happy to be

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1 called normal.
 2 THE WITNESS: I'm really embarrassed. No more. I
 3 won't volunteer anything any more. I really apologize.
 4 MR. WISENBERG: No, no, no. You don't need to
 5 apologize. I was attempting to be humorous.
 6 BY MR. WISENBERG:
 7 Q All right. But the point is, to the best of your
 8 recollection, you don't remember someone calling you -- you
 9 remembered a bunch of other things, but you don't remember
 10 somebody, because of your position, calling you and saying,
 11 "Walter, Mr. Kaye, we're just not going to be able to get her
 12 back here. She's too hot to handle," anything like that.
 13 A I don't remember.
 14 Q Okay.
 15 A JUROR: Did you ever hear anything about
 16 aggressive behavior on Monica's part before she came to
 17 Washington, D.C.?
 18 THE WITNESS:..Never. I didn't know her, I really
 19 didn't know her. I really got to know her after she
 20 graduated. Her mother started to put pressure on me to get
 21 the kid a job.
 22 A JUROR: Did you ever hear of any stories about
 23 Monica's aggressiveness at the Pentagon comparable to what
 24 went on at the White House?
 25 THE WITNESS: No, I never heard that. You see,

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1 it's interesting about the Pentagon. I'm associated with the
 2 Army only, and I really have no contact with, you know, the
 3 Department of Defense.
 4 For example, I'd never met Mr. Bacon. General
 5 Myers, for example, I know. He's the equivalent. He's the
 6 PA officer. But I really don't know people at the Department
 7 of Defense.
 8 I saw Secretary Cohen yesterday at a retirement
 9 ceremony right here in Washington.
 10 BY MR. WISENBERG:
 11 Q So your answer was, you didn't hear any
 12 comparable --
 13 A No.
 14 Q -- stuff, but that you might not have been in the
 15 same position because you didn't have the contacts at the
 16 Pentagon that you had at the White House. Is that a fair
 17 statement?
 18 A That's a fair statement.
 19 BY MS. WIRTH:
 20 Q Since the story became public, January 21, 1998,
 21 have you had any contact at all with Monica Lewinsky?
 22 A No, absolutely not.
 23 Q Have you spoken to Marcia Lewis?
 24 A No.
 25 Q Have you spoken to Debra Finerman?

Page 1.

1 A No.
 2 Q Have they attempted to reach you?
 3 A No.
 4 Q No one has made a call to you?
 5 A No.
 6 BY MR. WISENBERG:
 7 Q You sound very firm in your answers.
 8 A Because I made up my mind I wasn't going to -- you
 9 know, absolutely wouldn't talk to them. I didn't want to
 10 have anything to do with them.
 11 Q Has anybody attempted to contact you on their
 12 behalf?
 13 A Absolutely not.
 14 Q Has Monica's attorney contacted you, Mr. Ginsburg
 15 or Mr. Speights?
 16 A No, never. Never saw them except on TV.
 17 Q Other than the call from Bruce Lindsey that you
 18 told us about earlier --
 19 A Right.
 20 Q -- have you had any contact with anybody at the
 21 White House since this story broke about Monica Lewinsky?
 22 A No.
 23 Q Have you ever discussed Monica Lewinsky with the
 24 First Lady?
 25 A No, absolutely not.

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1 Q Do you recall being interviewed by the FBI in late
2 March of '98?
3 A Yeah, just a couple of months ago, for that matter.
4 Q A couple of agents from our office --
5 A Right.
6 Q -- from the Office of Independent Counsel?
7 A Three agents, I remember that.
8 Q Did you discuss the fact that you were going to be
9 interviewed with anybody other than your attorney before you
10 had that interview?
11 A Say that again?
12 Q Did you discuss the fact that you were going to be
13 interviewed with anybody other than your attorney before you
14 had that interview?
15 A I don't understand your question.
16 Q Did you talk to anybody about the fact that you
17 were going to be interviewed by the FBI?
18 A About the FBI, or before the FBI?
19 Q Right.
20 A I told my wife, I told my kids, you know.
21 Q Other than that?
22 A Hmm?
23 Q Other than that, anybody else.
24 MR. WISENBERG: Or your attorney. We don't want to
25 hear --

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1 THE WITNESS: Oh, my attorney I --
2 MR. WISENBERG: No, we don't want to -- other than
3 your attorney.
4 BY MS. WIRTH:
5 Q Other than your attorney.
6 A Knowing myself, I probably told 50 people about it.
7 Q Okay. Did you discuss it with anybody at the White
8 House?
9 A Never.
10 Q After the interview did you discuss it with anybody
11 at the White House?
12 A Not that I remember. No. I was somewhat annoyed,
13 I was getting a little angry, you know. And then when they
14 called me back again, you know -- not angry. I was just, you
15 know -- because sometimes I feel as if -- I'm not going to
16 say that. Go ahead. You ask the questions.
17 BY MR. WISENBERG:
18 Q That's okay. Sometimes you feel as if what?
19 A Oh, I feel as if, you know, I'm made to look as if
20 I was trying to overthrow the United States Government. You
21 know what's been going on with me with newspapers and things
22 like that?
23 Q You've been bothered?
24 A Bothered? We had to change our phone number. One
25 day between the office and the house we got 122 calls. Park

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1 Avenue is blocked off with police.
2 Q Because the press was trying to get to you?
3 A That's right. I finally went down, you know. I
4 can't stay in the house indefinitely, you know.
5 But I still think, listen, this is America, free
6 press. You know, I think it's a great thing directly
7 affecting you, so --
8 THE FOREPERSON: And you asked for excitement.
9 THE WITNESS: The what?
10 THE FOREPERSON: You asked for excitement.
11 THE WITNESS: I don't know you, but I love you.
12 (Laughter.)
13 Can I say something off the record here?
14 MR. WISENBERG: It has to be on the record.
15 THE WITNESS: Yesterday I had one of the most
16 exciting experiences of my life. I end up on an aircraft
17 carrier 150 miles out of the Port of New York. I fly in in a
18 helicopter, and I'm having a heck of a good time. I like
19 that, you know.
20 I never forget my background, you know. I'm
21 nothing but a Jewish guy from The Bronx, and I can't believe
22 this. I'm really very excited.
23 BY MS. WIRTH:
24 Q Have you discussed your appearance today with
25 anyone other than your family and your lawyer?

Page 132

1 A Probably 50 or 100 people.
2 Q Friends? Anyone at the White House?
3 A No. Anybody at the White House? Yesterday I saw
4 Ann McCoy -- see, I'd never think of this -- at this
5 ceremony. It was a ceremony for the retirement of Togo West,
6 who was the Secretary of the Army and has just become
7 Secretary of Veterans Affairs. I've got to say this, one of
8 the greatest Americans that's ever lived, a terrific guy, and
9 the most eloquent speaker I've ever heard. I told Ann McCoy
10 that.
11 In fact, you want to know something? Debi Schiff
12 was there, too, and I probably told it to her, too.
13 Q Did either of them say anything to you about it?
14 A No.
15 MR. WISENBERG: Can we take a -- what we're going
16 to do is ask if you will step outside --
17 THE WITNESS: Sure.
18 MR. WISENBERG: -- back to where your attorney is
19 for a few minutes.
20 THE WITNESS: Sure.
21 MR. WISENBERG: And we'll come get you in a few
22 minutes.
23 THE WITNESS: Could I just ask you one question?
24 MR. WISENBERG: Absolutely. I don't know if I'll
25 be able to answer it.

Page 133

1 THE WITNESS: No. We happen to have a dinner party
2 tonight in New York, and I was wondering if you have any idea
3 if I'd be able to make -- get back to New York in time for
4 it.

5 MR. WISENBERG: Is it a late dinner?

6 (Laughter.)

7 MR. WISENBERG: I don't think it will be a problem.
8 I don't think so.

9 THE WITNESS: You're all invited. I'm going to a
10 dinner party on another aircraft carrier.

11 And you're going to call me?

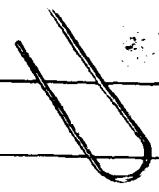
12 MR. WISENBERG: We'll come get you.

13 (The witness was excused.)

14 (Whereupon, at 12:36 p.m., the taking of the
15 testimony in the presence of a full quorum of the Grand Jury
16 was concluded.)

17 * * * * *

1994 Income from Passthroughs



TYPE: S CORPORATION

ACTIVITY INFORMATION:

100% DISPOSITION AT A NET LOSS

ORDINARY INCOME (LOSS)

-10854

SCHEDULE E ACTIVITY INCOME (LOSS)

-10854

PAL CARRYOVER FROM 1993 - SCHEDULE E

-17739

SCHEDULE E ACTIVITY NET LOSS

-28593

TAX PREFERENCE ITEMS:

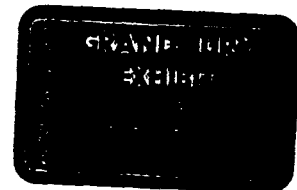
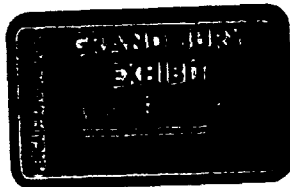
AMT PAL CARRYOVER FROM 1993 - SCHEDULE E

17013

1226-DC-00000017

1226-DC-00000018

↓ From 1994
Tax Return



MAY-14-1998 14:16

M.L. RAPID RESPONSE

P.02/02

WIKI
VISION

WALTER KAYE
SUMMIT ACCOUNT

CMA Cash Management Account 0996

April 21, 93

Pay to the order of Beverly Hills Magazine \$ 30,000⁰⁰

For Merrill Lynch

Walter Kaye

00000000000000000000

DEPOSIT SLIP

AMOUNT \$ 30,000.00

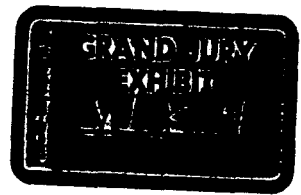
DATE 4/21/93

BRANCH

Signature: Beverly Hills Magazine

Signature: Merrill Lynch

1226-DC-00000019



SCHEDULE K-1
(Form 1120S)

Shareholder's Share of Income, Credits, Deductions, etc.

OMB No. 1545-0130

1993

Department of the Treasury
Internal Revenue Service

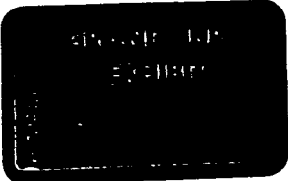
▶ See separate instructions for Form 1120S
For calendar year 1993 or tax year
beginning 1 - 1, 1993, and ending 12 - 31, 19

Shareholder's identifying number ▶ [REDACTED]
Shareholder's name, address, and ZIP code
Walter Kaye
[REDACTED]

Corporation's identifying number ▶ [REDACTED]
Corporation's name, address, and ZIP code
Beverly Hills Magazine
700 N Trenton Dr
Beverly Hills, CA 90210

- A Shareholder's percentage of stock ownership for tax year (see Instructions for Schedule K-1) %
B Internal Revenue Service Center where corporation filed its return ▶ Fresno CA
C Tax shelter registration number (see Instructions for Schedule K-1) ▶
D Check applicable boxes: (1) Final K-1 (2) Amended K-1

		(a) Pro rata share items	(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1	Ordinary income (loss) from trade or business activities	1	See Shareholder's Instructions for Schedule K-1 (Form 1120S). Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) or (g) Sch. D, line 13, col. (f) or (g) (Enter on applicable line of your return.) See Shareholder's Instructions for Schedule K-1 (Form 1120S). (Enter on applicable line of your return.)
	2	Net income (loss) from rental real estate activities	2	
	3	Net income (loss) from other rental activities	3	
	4	Portfolio income (loss):		
	a	Interest	4a	
	b	Dividends	4b	
	c	Royalties	4c	
	d	Net short-term capital gain (loss)	4d	
	e	Net long-term capital gain (loss)	4e	
	f	Other portfolio income (loss) (attach schedule)	4f	
	5	Net gain (loss) under section 1231 (other than due to casualty or theft)	5	See Shareholder's Instructions for Schedule K-1 (Form 1120S). (Enter on applicable line of your return.)
	6	Other income (loss) (attach schedule)	6	
Deductions	7	Charitable contributions (see instructions) (attach schedule)	7	Sch. A, line 13 or 14 See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	8	Section 179 expense deduction	8	
	9	Deductions related to portfolio income (loss) (attach schedule)	9	
	10	Other deductions (attach schedule)	10	
Investment Interest	11a	Interest expense on investment debts	11a	Form 4952, line 1 See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	b(1)	(1) Investment income included on lines 4a, 4b, 4c, and 4f above	b(1)	
	b(2)	(2) Investment expenses included on line 9 above	b(2)	
Credits	12a	Credit for alcohol used as fuel	12a	Form 6478, line 10 1226-DC-00000020 Form 8586, line 5 GRAND JURY EXHIBIT See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	b	Low-income housing credit:		
	(1)	From section 42(j)(5) partnerships for property placed in service before 1990.	b(1)	
	(2)	Other than on line 12b(1) for property placed in service before 1990	b(2)	
	(3)	From section 42(j)(5) partnerships for property placed in service after 1989	b(3)	
	(4)	Other than on line 12b(3) for property placed in service after 1989	b(4)	
	c	Qualified rehabilitation expenditures related to rental real estate activities (see instructions).	12c	
	d	Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities (see instructions)	12d	
e	Credits related to other rental activities (see instructions)	12e		
	13	Other credits (see instructions)	13	
Adjustments and Tax Preference Items	14a	Depreciation adjustment on property placed in service after 1986.	14a	See Shareholder's Instructions for Schedule K-1 (Form 1120S) and Instructions for Form 6251
	b	Adjusted gain or loss	14b	
	c	Depletion (other than oil and gas)	14c	
	d(1)	(1) Gross income from oil, gas, or geothermal properties	d(1)	
	d(2)	(2) Deductions allocable to oil, gas, or geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	14e	



93-2

INCOME YEAR

1993 S Corporation Election or Termination/Revocation

3560

Effective for income year beginning 4 | 19 | 93 and ending 12 | 31 | 93

Part I		Part II	
California corporation number <u>[REDACTED]</u>	Federal employer identification number <u>[REDACTED]</u>	Check the applicable box.	
Corporation name <u>BEVERLY HILLS MAGAZINE, INC.</u>		<input checked="" type="checkbox"/> 1. Report of federal S corporation election	
Address <u>10790 Wilshire Bl. #1401</u>		<input type="checkbox"/> 2. Election by a federal S corporation to become a California C corporation (will be treated as a revocation)	
City <u>Los Angeles</u>	State <u>CA</u>	<input type="checkbox"/> 3. Election by a California C corporation, that is a federal S corporation, to become a California S corporation	
	ZIP code <u>90024</u>	<input type="checkbox"/> 4. Report of federal termination/revocation	
		<input type="checkbox"/> 5. Notification of California termination/revocation	

Part III			
A. Federal tax year (month and day) <u>12/31</u>	C. Principal business activity <u>MAGAZINE</u> Principal product or service <u>same as above</u>	D. Date of federal election (mo., day and year) <u>4-15-93</u>	F. Place of incorporation <u>CALIFORNIA</u>
B. California income year (month and day) <u>12/31</u>		E. Date of incorporation <u>4-1-93</u>	G. Date of qualification in California <u>4-19-93</u>

H. Is the corporation the outgrowth or continuation of any form of predecessor? Yes No
If "Yes," state name of predecessor, type of organization, period of its existence and California corporation number, if any ▶ _____

L. Selected income year: Annual return will be filed for income year ending (month and day) ▶ 12/31/93
The selected income year must be a permitted income year. See Specific Instructions.

J. Name of shareholder, person having a community property interest in the corporation's stock, and tenant in common, joint tenant and tenant by the entirety, on the date of the election. A husband and wife (and their estates) are counted as one shareholder in determining the number of shareholders, without regard to the manner in which stock is owned.	K. Shareholders' Consent Statement. We, the undersigned shareholders, consent to the corporation's election to be treated as: <input checked="" type="checkbox"/> an "S corporation" under R & TC Section 23801(a)(4) (IRC Section 1362(a)). <input type="checkbox"/> a "C corporation" under R & TC Section 23801(a)(4) or 23801(f) (IRC Section 1362(d)). (Shareholders must sign below)	L. Stock owned		M. Social security number or federal employer identification number	N. Shareholder's taxable year end (month and day)
		Number of shares	Dates acquired		
<u>MARCIA LEWIS</u>	<u>[Signature]</u>	<u>500</u>	<u>4-19-93</u>	<u>[REDACTED]</u>	<u>12/31</u>
<u>DEBRA FINERMAN</u>	<u>[Signature]</u>	<u>500</u>	<u>4-19-93</u>	<u>[REDACTED]</u>	<u>12/31</u>
<u>WALTER KAYE</u>	<u>[Signature]</u>	<u>50</u>	<u>4-19-93</u>	<u>[REDACTED]</u>	
1226-DC-00000021					

Attach additional sheets if necessary

Part IV
Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is

SCHEDULE K-1
(Form 1120S)

Shareholder's Share of Income, Credits, Deductions, etc.

OMB No. 1545-0130

▶ See separate instructions.

Department of the Treasury
Internal Revenue Service

beginning

For calendar year 1994 or tax year

1, 1, 1994, and ending

12, 31, 19

Shareholder's identifying number ▶

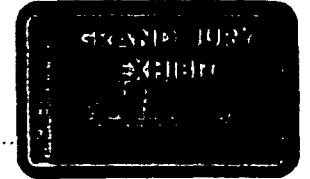
Corporation's identifying number ▶

Shareholder's name, address, and ZIP code

Corporation's name, address, and ZIP code

Walter Kaye

Beverly Hills Magazine



- A Shareholder's percentage of stock ownership for tax year (see Instructions for Schedule K-1) ▶ %
- B Internal Revenue Service Center where corporation filed its return ▶ Fresno, CA
- C Tax shelter registration number (see Instructions for Schedule K-1) ▶
- D Check applicable boxes: (1) Final K-1 (2) Amended K-1

	(a) Pro rata share items	(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	See Shareholder's instructions for Schedule K-1 (Form 1120S).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) or (g) Sch. D, line 13, col. (f) or (g) (Enter on applicable line of your return.) See Shareholder's Instructions for Schedule K-1 (Form 1120S). (Enter on applicable line of your return.)
	a Interest	4a	
	b Dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss)	4e	
	f Other portfolio income (loss) (attach schedule)	4f	
5 Net gain (loss) under section 1231 (other than due to casualty or theft)	5	See Shareholder's Instructions for Schedule K-1 (Form 1120S). (Enter on applicable line of your return.)	
6 Other income (loss) (attach schedule)	6		
7 Charitable contributions (see instructions) (attach schedule)	7	Sch. A, line 15 or 16	
8 Section 179 expense deduction	8	See Shareholder's Instructions for Schedule K-1 (Form 1120S).	
9 Deductions related to portfolio income (loss) (attach schedule)	9		
10 Other deductions (attach schedule)	10		
Credits	11a Interest expense on investment debts	11a	Form 4952, line 1
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	b(1)	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	(2) Investment expenses included on line 9 above	b(2)	
	12a Credit for alcohol used as fuel	12a	Form 6478, line 10
	b Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	b(1)	
	(2) Other than on line 12b(1) for property placed in service before 1990	b(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	b(3)	
	(4) Other than on line 12b(3) for property placed in service after 1989	b(4)	
	c Qualified rehabilitation expenditures related to rental real estate activities (see instructions)	12c	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities (see instructions)	12d	
	e Credits related to other rental activities (see instructions)	12e	
	13 Other credits (see instructions)	13	
14a Depreciation adjustment on property placed in service after 1986	14a	See Shareholder's instructions for Schedule K-1 (Form 1120S) and instructions for Form 6251	
b Adjusted gain or loss	14b		
c Depletion (other than oil and gas)	14c		
d (1) Gross income from oil, gas, or geothermal properties	d(1)		
(2) Deductions allocable to oil, gas, or geothermal properties	d(2)		
e Other adjustments and tax preference items (attach schedule)	14e		

1226-DC-0000022

NUMBER

3

INCORPORATED UNDER THE LAWS OF

SHARES

50

THE STATE OF CALIFORNIA



BEVERLY HILLS MAGAZINE

10,000 SHARES COMMON STOCK, NO PAR VALUE

This Certifies that

WALTER KAYE

is the owner of

*****Fifty (50)*****

fully paid

and non-assessable Shares of the Capital Stock of the above named Corporation transferable only on the books of the Corporation by the holder hereof in person or by duly authorized Attorney upon surrender of this Certificate properly endorsed.

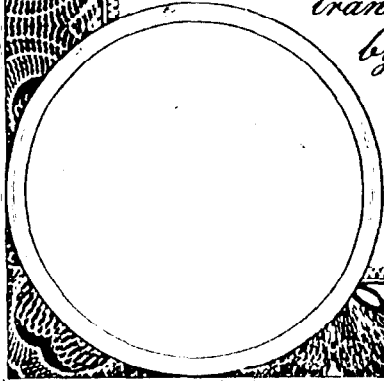
In Witness Whereof, the said Corporation has caused this Certificate to be signed by its duly authorized officers and its Corporate Seal to be hereunto affixed this 19th day of April A. D. 1993

Marcia Lewis
MARCIA LEWIS

SECRETARY/TREASURER

Debra Finerman
DEBRA FINERMAN

PRESIDENT



1226-DC-0000023

2060

The following abbreviations, when used in the inscription of ownership on the face of this certificate, shall be construed as if they were written out in full according to applicable laws or regulations. Abbreviations, in addition to those appearing below, may be used:

JT TEN As joint tenants with right of survivorship and not as tenants in common
TEN COM As tenants in common

TEN ENT
UNIF GIFT MIN ACT
CUST

As tenants by the entireties
Uniform Gifts to Minors Act
Custodian for

For Value Received, _____ hereby sell, assign and transfer unto

PLEASE INSERT SOCIAL SECURITY OR OTHER IDENTIFYING NUMBER OF ASSIGNEE

[Empty box for identifying number of assignee]

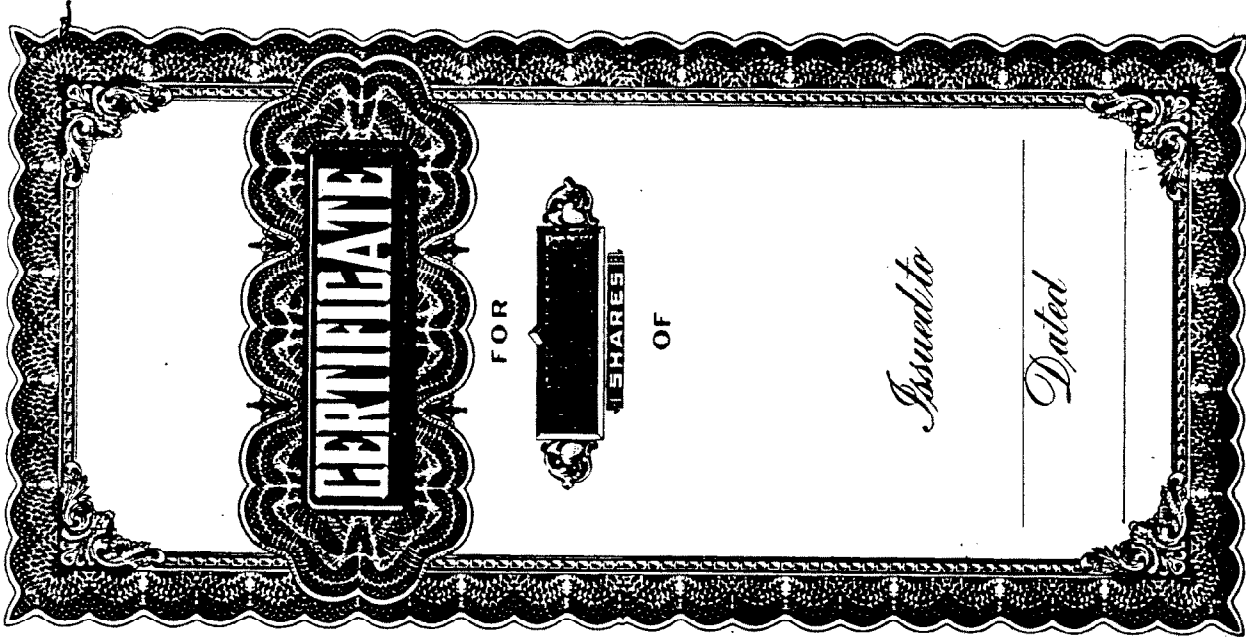
_____ Shares represented by the within Certificate, and do hereby irrevocably constitute and appoint

_____ Attorney to transfer the said Shares on the books of the within named Corporation with full power of substitution in the premises.

Dated _____ 19 _____

In presence of _____

NOTICE: THE SIGNATURE OF THE ASSIGNEE MUST CORRESPOND WITH THE NAME AS WRITTEN UPON THE FACE OF THE CERTIFICATE IN GREAT PARTICULAR WITHOUT ALTERATION OR ENLARGEMENT OR ANY CHANGE IN NUMBER



1226-DC-00000024

THE WALTER KAYE
SPECIAL ACCOUNT

7332

DATE Nov. 25, 1996 1-12-0937
210

PAY TO THE ORDER OF Marcia Lewis

Ten Thousand 44/100

\$10,000 ⁴⁴/₁₀₀

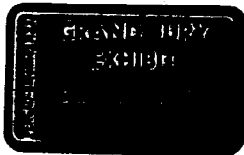
DOLLARS

CHEMICAL
CHEMICAL BANK
633 THIRD AVENUE
NEW YORK, NY 10017

Walter Kaye

FOR _____

⑈000 1000000⑈



1226-DC-00000025

*Pay to the order of
Debra Finerman
Keller Finerman*



PROCESSED BY
BANK OF AMERICA
12/15/96

DEC - 19 '96

RIGGS BANK N.A.
12/04/96

12/05/96

BEVERLY HILLS MAGAZINE

VOL. 1 NO. 1

PREMIER ISSUE

\$2.95

ESCADA • BH SEXIEST MAN POLL • POLO

*Is it better
than Chanel?*

PASTA LA VISTA, BABY!

Schatzi on Main

1226-DC-0000027



BEVERLY HILLS MAGAZINE

VOL. 1 NO. 2

\$2.95



1226-DC-00000028



Prada & Gabbana

2066

DOCUMENT ① h:\data\ann\ patsy



MEMORANDUM

October 23, 1995

TO: Walter Kaye
[REDACTED] fax

FROM: Ann McCoy

RE: Resume - Monica Lewinsky

Today I received the enclosed memo from Patsy Thomasson, Deputy Director of the Office of Presidential Personnel.

I will let you know immediately if I have any further information from Patsy's office.

V006-DC-00003748

HB 004660

2067

THE WHITE HOUSE
WASHINGTON

COPY OF ENCLOSURE WITH DOCUMENT ①

MEMORANDUM

October 17, 1995

OCT 23 1995



TO: ANN McCOY
FROM: PATSY THOMASSON
RE: RESUME - MONICA LEWINSKY

cc: Maggie Williams

Thank you for taking the time to forward the resume of Monica Lewinsky. The job situation is very tight with the lack of budgets throughout the government.

We will keep her resume on file and forward it to appropriate agencies if openings become available.

V006-DC-00003749

A standard 1D barcode with vertical black bars of varying widths on a white background.
HB 004661

OK - Beverly Hills Magazine.

4/26/93

Publishing - ^{NHC} Incorp In L.A. -
 Not Incorporated -
 Sub. S - Tax
 at 30% as an investment -

Two Siblings + wk -

↓

Writing/Publishing
 Low Overhead No office - Unpaid Writers
 Art Director - Independent Contractor
 Small Staff

Two issues to date - Quarterly

LOS ANGELES / BEVERLY HILLS -

1226-DC-00000001



OFFICE COPY

COHEN AND RANDALL
COUNSELLORS AT LAW

NORMAN H. COHEN*
MARTIN E. RANDALL
*ALSO MEMBER OF FLORIDA BAR -

FELIX G. LANGER (1901-1991)
OF COUNSEL

OUT OF STATE: 800-223-6840
TELEX: 668166 UW
TELECOPIER: 616-877-2736

FROM:
NEW YORK CITY OFFICE
THREE PARK AVENUE
NEW YORK, NEW YORK 10016
212-686-1261

GARDEN CITY OFFICE
1100 FRANKLIN AVENUE
GARDEN CITY, NEW YORK 11530
516-877-2720
718-343-0910

March 26, 1993

Mr. Walter Kaye
475 Park Avenue
New York, NY 10022

RE: Beverly Hills Magazine

Dear Walter:

At your suggestion, Deborah Lewis called me today to discuss operations of the Magazine and your proposed investment or loan of \$30,000.

Deborah and her sister are publishing the Magazine as partners. At my suggestion, they will speak with their accountant and an attorney (to be recommended by their accountant) regarding formation of a corporation, primarily to protect them from personal liability for debts of the Magazine, including possible libel suits. I told them that I would be available to their accountant and/or attorney if questions arise.

It is probable that they will elect to be taxed as an "S Corporation", but this is not a certainty. They now know that the corporation should be organized before monies are received from you, to avoid their having personal liability on a loan from you. At the same time, you do not want to be a general partner of the partnership. In summary, from your view and theirs, your check for \$30,000 should not be sent until a corporation is organized and it is determined whether you are to be a stockholder or creditor. I assume that they will contact you directly in this regard.

At my request, Deborah is sending me a sample issue of their publication.

If I hear from them again, I shall tell you.

Sincerely yours,

1226-DC-00000002

Norman H. Cohen

Beverly Hills Magazine

10790 Wilshire Boulevard
Suite #1401, Los Angeles, CA 90024
Tel (310) 276-8252 • Fax (310) 470-4714

March 26, 1993

Mr. Norman Cohen
Cohen & Randall
1100 Franklin
Garden City, N.Y. 11530

Dear Mr. Cohen,

It was a pleasure talking to you on the phone today. Please find enclosed two issues of our magazine. Response has been very good, as we fill a niche here in Beverly Hills. There is no other four color glossy metropolitan magazine here in our city.

Our attorney has started proceedings for incorporation and expects it to be completed by Tuesday, March 30th. I hope we can complete anything you feel necessary. If there is something you think we should do, we will do it as speedily as possible.

Thank you so much for your invaluable advice, and I hope to be talking to you soon.

Best regards,



Debra Lewis Finerman
Editor

1226-DC-00000003

DLF:sd

Wt

Beverly Hills Magazine

2/13 - Rec call from Deborah Lewis [redacted]

① Incorporation as of 3/29/95.

DL spoke w/ atty on 7/6 immediately after speaking with NHC

② DL questioned - Loan or Stock for by Wt - NHC told her Wt wants to do what is best for DL + Sister.

Call back from DL and her acct.

Deanna Decker CPA / Deborah Lewis Conf Call w/ NHC

DD suggests Corp - (90% certainty changed to 100% certainty)

Fixed Term loan with interest -

longer Term Note w/ option to prepay

NHC: offering several specific interest rates

5 Yr Term w/ option to prepay -

MER

ASAP please prepare Note

\$ 30,000

5 Yr Term

M.S. term

Fixed Rate

Option to Prepay

MER Note not used Stock purchased

WK

Beverly Hills Magazine, Inc.

4/1/93. Fall from Detroit here -

12³⁰ PM ① BEVERLY HILLS MAGAZINE, INC. is name of corp.

② DL & Sister spoke w/ WK/SK over weekend - DL believes WK prefers Sub S investment -

③ DL wants to do whatever pleases Walter.

Sp MER - MER already dropped note w/ Name of Corp. Missing

2073

LAW OFFICES OF
HARRY C. TAUB
A PROFESSIONAL CORPORATION

HARRY C. TAUB*
DOUGLAS A. FRYMER
PETER G. BUREGA
KRISTINE M. FRIEDMAN

2049 CENTURY PARK EAST, SUITE 710
LOS ANGELES, CALIFORNIA 90067
TELEPHONE (310) 288-0102
FACSIMILE (310) 288-0117

P.O. BOX 1030
SANTA CRUZ, CALIFORNIA 95073
TELEPHONE (408) 479-5485
FACSIMILE (408) 479-5489

*ADMITTED TO U.S. TAX COURT

April 13, 1993

FAXED

Via Facsimile & U.S. Mail
516-877-2736

Mr. Norman Cohen
COHEN & RANDALL
1100 Franklin Avenue
Garden City, New York 11530

Re: Beverly Hills Magazine

Dear Mr. Cohen:

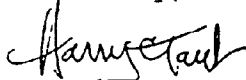
We enclose herewith the following items for your review and action purposes and pursuant to our telephonic discussion of the 13th day of April, 1993:

1. Articles of Incorporation of BEVERLY HILLS MAGAZINE;
2. Stock Purchase Agreement for execution by your client;
3. Form 2553 "Election by a Small Business Corporation" to be executed by your client as an additional shareholder. You will note that we need not only your client's signature but also your client's Social Security Number on this particular Election form.

It is our understanding that your client will be transmitting the \$30,000.00 purchase price directly to Mrs. Finerman. Once we are informed of the receipt of the payment by your client then, in that event, we will ensure the issuance of shares to your client (based upon our receipt of Stock Certificates from the lithographer).

We thank you for your anticipated cooperation in this matter.

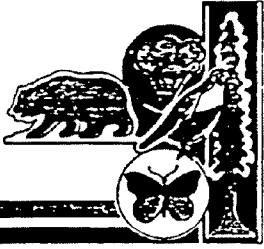
Sincerely,



HARRY C. TAUB

HCT/dlk
Enclosures

1226-DC-00000006



State of California

OFFICE OF THE SECRETARY OF STATE

1722754

CORPORATION DIVISION

I, *MARCH FONG EU*, Secretary of State of the State of California, hereby certify:

That the annexed transcript has been compared with the corporate record on file in this office, of which it purports to be a copy, and that same is full, true and correct.

IN WITNESS WHEREOF, I execute
this certificate and affix the Great
Seal of the State of California this

APR 1 1993



March Fong Eu

Secretary of State

1226-DC-00000007

1722754

COPY

ENDORSED
FILED

ARTICLES OF INCORPORATION

In the office of the Secretary of State
of the State of California

OF

MAR 31 1993

BEVERLY HILLS MAGAZINE

MARCH FONG EU, Secretary of State

I

The name of this corporation is BEVERLY HILLS MAGAZINE.

II

The purpose of this corporation is to engage in any lawful activity for which a corporation may be organized under the General Corporation Law of California other than the banking business, the trust company business or the practice of a profession permitted to be incorporated by the California Corporations Code.

III

The name and address in the State of California of this corporation's initial agent for service of process is: Harry C. Taub, Esq., 2049 Century Park East, Suite 710, Los Angeles, California 90067.

IV

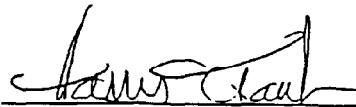
This corporation is authorized to issue only one class of shares of stock; and the total number of shares which this corporation is authorized to issue is 10,000.

Dated: March 31, 1993



HARRY C. TAUB, Incorporator

I hereby declare that I am the person who executed the foregoing Articles of Incorporation, which execution is my act and deed.



HARRY C. TAUB

1226-DC-00000008

STOCK PURCHASE AGREEMENT

THIS STOCK PURCHASE AGREEMENT ("AGREEMENT"), made effective as of this 15th day of April, 1993, between BEVERLY HILLS MAGAZINE, a California corporation (hereinafter called "Seller" or "Corporation") and WALTER KAYE (hereinafter called "Purchaser").

W I T N E S S E T H:

In consideration of the promises and mutual agreements hereinafter contained, Seller and Purchaser agree as follows:

1. Representations and Warranties. Seller represents and warrants to the Purchaser that this Agreement is made in reliance on the following:

(a) BEVERLY HILLS MAGAZINE (the "Company") has been duly incorporated and is validly existing and in good standing as a corporation under the laws of California.

(b) The Company has a total of 10,000 shares of capital stock (the "Shares"). The Company has no outstanding obligations, understandings or commitments regarding the issuance of any additional shares or any options, rights or warrants concerning the issuance of any additional shares or securities convertible into shares.

(c) Seller has good, marketable and indefeasible title to and full power of disposition over and has full right to sell and transfer to the Purchaser all Shares to be sold by such Seller; and the Shares are free of all liens, claims, debts, or other

encumbrances, and shall be free of all such liens, claims, debts, or other encumbrances upon their transfer to the Purchaser under this Agreement.

(d) Seller is authorized to enter into this Agreement.

2. Sale of Shares. At the Closing, Seller shall sell, transfer, and deliver to the Purchaser 50 shares for a purchase price of \$30,000.00 (for the terms set forth in Exhibit "A" hereto).

3. Closing. The sale and purchase of the Shares shall be consummated at Los Angeles, California on April 15, 1993 at 10:00 a.m., or as soon thereafter as possible, by delivery to Purchaser of: (1) certificates for the Shares duly ~~endorsed for assignment~~ ^{REGISTERED IN} ~~and transfer, or accompanied by duly executed stock powers;~~ ^{NAME OF PURCHASER;} (2) against payment and transfer of consideration identified herein. The time of delivery and payment is herein called the "Closing Date".

4. Conditions of Purchaser's Obligations. Purchaser's obligation to purchase the Shares from Seller is subject to the following conditions:

(a) The representations and warranties of the Seller stated in Paragraph 1 shall be true as of the Closing Date and there shall have been no material adverse changes in the financial conditions or affairs of the Company between the date of this Agreement and the Closing Date; and a certificate to all of such effects signed by the Sellers shall be delivered to Purchaser on the Closing Date.

1226-DC-00000010

(b) All of the Shares shall be concurrently sold to Purchaser.

5. Survival of Representations and Warranties. The representations, warranties and covenants of Seller herein shall remain in full force regardless of any investigation or approval by Purchaser, and shall survive the delivery of the Shares to Purchaser.

6. Assignment. This Agreement shall be binding upon, inure to the benefit of, and be enforceable by the heirs, administrators, executors, and assigns of Seller and Purchaser.

7. Governing Law. This Agreement shall be governed by the laws of the State of California.

8. Entire Agreement. This Agreement contains the entire agreement of the parties hereto, and supersedes any prior written or oral agreements between them concerning the subject matter contained herein. There are no representations, agreements, arrangements or understandings, oral or written, between and among the parties hereto, relating to the subject matter contained in this Agreement, which are not fully expressed herein.

9. Attorney's Fees. In the event it becomes necessary to commence any proceeding or actions to enforce the provisions of this Agreement, or any and all of the terms and conditions thereof, the Court or other tribunal before which the same shall be tried, reviewed, and/or arbitrated, shall award to the prevailing party all costs and expense thereof including, but not limited to any and all actual attorneys fees, costs, and/or other expenses and/or

interest in connection therewith.

IN WITNESS WHEREOF, this Agreement has been fully executed by the parties hereto on the date first above written at Los Angeles, California.

BEVERLY HILLS MAGAZINE

By *Debra Finerman*
DEBRA FINERMAN, President

"Seller"

By *Walter Kaye*
WALTER KAYE

"Buyer"

1226-DC-00000012

EXHIBIT "A"

Total purchase price of \$30,000.00, payable in cash, on April 15, 1993.

1226-DC-00000013

WALTER KAYE
SUMMIT ACCOUNT



CMA™ Cash Management Account

0996

April 21, 1993

$\frac{25.80}{440}$

Pay to the
order of

Beverly Hills Magazine

\$ 30,000⁰⁰~~XX~~

Trusty Howard and

Dollars

Merrill Lynch

BANK ONE, COLUMBUS, N.A. COLUMBUS OHIO 43271

Memo

San Jose

Walter Kaye



2082

1226-DC-00000015

6/9/93 - NAC called Tumb -
He did not know that we had
signed a release Form 2553 - A
Second Jim is not required.

2083

LAW OFFICES OF
HARRY C. TAUB
A PROFESSIONAL CORPORATION

2049 CENTURY PARK EAST, SUITE 710
LOS ANGELES, CALIFORNIA 90067
TELEPHONE (310) 288-0102
FACSIMILE (310) 288-0117

P.O. BOX 1030
SANTA CRUZ, CALIFORNIA 95073
TELEPHONE (408) 479-5485
FACSIMILE (408) 479-5489

HARRY C. TAUB*
DOUGLAS A. FRYMER
PETER G. BUREGA
KRISTINE M. FRIEDMAN

*ADMITTED TO U.S. TAX COURT

May 17, 1993

Certified Mail
Return Receipt Requested

Norman H. Cohen, Esq.
COHEN AND RANDALL
1100 Franklin Avenue
Garden City, New York 11530

Re: Beverly Hills Magazine

Dear Mr. Cohen:

We enclose herewith, for your information and action purposes, the following documents with respect to the captioned entity and your client's (Walter Kaye's) interest therein:

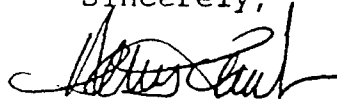
1. An Election by Small Business Corporation. Please ensure that you obtain Mr. Kaye's signature at the red check mark and return the originally executed Form 2553 to our offices for further processing with the Internal Revenue Service.

2. Stock Certificate Number 3, issued to Walter Kaye, for 50 shares of BEVERLY HILLS MAGAZINE. Please ensure that Mr. Kaye executes the "receipt" portion of the Stock Certificate and detaches same from the original Certificate. The original Stock Certificate should be kept in a place of safekeeping by Mr. Kaye; the executed "receipt" stub should be returned to our offices for placement into the Corporate Minute Book.

3. A fully executed copy of the STOCK PURCHASE AGREEMENT for your client's records.

If you have any questions regarding this matter, please do not hesitate to call at any time. We thank you at this time for your continuing cooperation and assistance.

Sincerely,



HARRY C. TAUB

1226-DC-00000016

HCT/dlk
Enclosures

