

SUPPLEMENTAL REPORT

ORIGINATING AGENCY: Pierce County Prosecutor's Office

CASE NUMBER: SI 96-0040

REPORT TITLE: Douglas Schafer Complaint - Summary Report

SUBJECT OF REPORT:

NAME: Judge Grant L. Anderson

NARRATIVE:

2-9-96 We opened this special investigation at the request of John Ladenburg per a complaint he had received from Douglas Schafer.

I talked with Mr. Schafer and asked him to meet in our office and provide all the documented evidence he had pertaining to this complaint.

2-12-96 Chief Criminal Investigator Bruce Jackson, Criminal Investigator Bill Garrison and I met with Mr. Schafer who outlined his complaint against Judge Anderson. He stated his belief in a conspiracy to milk the Chuck Hoffman estate by Grant Anderson who was handling same. Said estate included the Surfside Inn and Condos in Ocean Park and Pacific Lanes Bowling Alley in Tacoma. This investigation by Mr. Schafer arose out of a problem Mr. Schafer encountered with Judge Anderson's ruling against him which resulted in Mr. Schafer filing an order Granting Partial Relief to Motion of Prejudice February 2, 1996. (See attached motion of same date)

Mr. Schafer alleged that Judge Anderson wrongfully administered the estate, illegally profited from it's sale and administration of the estate and was involved in a conspiracy whereby the estate was divided among his friends and associates without lawful payment for said property. The final divestiture of this property did not take place for several months after Judge Anderson assumed the bench. (See "Declaration Under Penalty of Perjury" dated 2-16-96)

Mr. Schafer provided this office copies of hundreds of pages of documents dealing with the Hoffman estate and his investigation, including deeds, court documents and statements. I have been in regular contact with Mr. Schafer on a weekly and often on a daily basis since February. I have reviewed all the documents and statements he has provided. *lie!*

He has made these same complaints to the Washington State Attorney General, the Washington

State Bar Association and the Council for Judicial Review and now to the press.

on 4/25/96.
D. Schafer

Mr. Schafer's criminal allegations focus on the following:

- 1) Violations of the Timeshare Act. That is that 10 condos were sold to "straw men" who did not actually buy them but was the result of a paper only transaction whereby Grant Anderson arranged fraudulent transfers and signed documents under penalty of perjury to the effect that an actual transfer took place and money's changed hands.
- 2) Grant Anderson accepted a (5) five figure "campaign contribution" from a business partner, William Hamilton which he presumed to be Grant Anderson's Cadillac.

There were many other complaints of ethical wrong doing in the handling of the estate by Grant Anderson but the above were the basis of Mr. Schafer's criminal complaints.

I reviewed the evidence with Mr. Schafer during February, March and April of 1996. See MEMO dated February 28, 1996 and March 7, 1996 for further explanation of the complaints by Mr. Schafer.

In the attached MEMO dated March 6, 1996 Mr. Schafer admits being unable to deliver documented proof of violations.

Later in April Mr. Schafer admitted that he was able to confirm that the 10 condos he had suspected of being bought and sold by "straw men" appeared to be legitimate buyers but there could still be a conspiracy.

We found that the "straw men" were in fact genuine buyers and there was no basis in fact to substantiate probable cause to believe any crime had occurred.

I later learned that prior to complaining to Mr. Ladenburg, Mr. Schafer had made this complaint to the Attorney General of Washington. See attached letter from the Attorney General to Mr. Schafer dated February 12, 1996. In this letter Mr. Schafer is advised that any complaint of breach of duty would be best be made by the beneficiaries and not by a third party.

Deductions and Conclusions:

Based on the statements and documents provided by Mr. Schafer there does not appear to be probable cause to believe any crime occurred during the handling of this estate by Judge Anderson.

Disposition:

Case Unfounded

May, 1, 1996

Franklin Clark

Rpt Time/Date Investigator's Signature