

Stempfer, Robert P.

From: Stempfer, Robert P.
Sent: Wednesday, December 19, 2007 9:47 AM
To: Jones, Candace M.; Murray, Florence
Subject: FW: Public Records Request Regarding Leader Technologies, Incorporated
Attachments: BWC v Leader Scanned 9-26-2007.pdf

FYI...I received this from Mr. Detwiler in his ongoing records request on Leader Technologies. I will file it, as I see nothing more to do. He recently had an updated request which I responded to stating there was no change in status from the prior request. If you remember Leader made an offer of \$20K over 10 yrs which was to include prior payments. **We rejected that offer.** There was no document generated as this was part of the AG's negotiations.

BSt

This "rejected" offer was never communicated to or received by Leader's attorney who made the offer, Jon Christensen, Esq. ... only silence was received.

Robert P. Stempfer
 Deputy Chief Legal Counsel
 Ohio Department of Development
 77 S. High Street
 Columbus, Ohio 43215
 614.466.1714

 This message is intended solely for use by the individual to whom it is addressed and may contain information that is privileged, confidential, and exempt from disclosure under applicable law. If the reader of this message is not the intended recipient, you are hereby notified that any dissemination, distribution, forwarding, or copying of this communication is strictly prohibited. If you have received this communication in error, please notify the sender immediately and delete the original message. Thank you.

From: Edward B. Detwiler [mailto:EBD@columbus.rr.com]
Sent: Tuesday, December 18, 2007 1:36 PM
To: vgarry@ag.state.oh.us
Cc: Stempfer, Robert P.
Subject: Public Records Request Regarding Leader Technologies, Incorporated

Ms. Victoria D. Garry,

I am in receipt of your letter dated December 14, 2007 in response to my May 29, 2007 letter to Attorney General Marc Dann requesting public records concerning Leader Technologies Incorporated from the AG's office. To be unambiguous, this is the first reply from the AG's office specifically acknowledging my request for public records.

The request for public records from the AG's office is to determine the status of all collection activity, including the collection of the 8/27/2004 judgement against Leader by the Bureau of Worker's Compensation (attached), and to determine if any investigation concerning Leader's ODOD grant or Leader's overall activities with the State of Ohio is being conducted by the AG.

A public records request response as of 12/3/2007 from the ODOD (Robert P. Stempfer, Deputy Chief Legal Counsel) shows that NO change has occurred in the original grant agreement, the repayment agreement, or that any additional payments have been made by Leader. The debt has not been forgiven and there are no public records that would show any action by either Leader or the ODOD to address the debt repayment or modification of the debt terms and conditions.

12/19/2007

This is a maliciously false statement we believe. The contingent liability is and has been disclosed... and will be until a resolution.

Leader's fiscal year ends on June 30 and Leader's annual shareholder reports were issued in December 2006 for FY 2005, and December 2007 for FY 2006. There is NO mention or reference to the ODOD debt in either shareholders report. The fact that as of December 2007 Leader is over twenty-two months in arrears on their \$4,000 monthly payments, the fact that Leader did not make the \$158,000 balloon payment due July 1, 2007, or the fact that the debt was turned over to the Attorney General's Office for collection in November 2006 seems a very significant omission by Leader corporate officers of important financial information to Leader's shareholders. This also begs the question concerning the accuracy of Leader's financial information being conveyed to new potential investors. Leader either believes they do not owe the debt or they ultimately will not have to repay the debt since Leader is purposefully not disclosing the debt obligation to their shareholders.

I strongly support Attorney General Marc Dann's commitment to open government. I also strongly believe that a company accepting public funds should be willing to accept open public scrutiny in obtaining and using those funds. It was the receipt and analysis of public records that exposed Leader's blatant non-performance with regard to the terms and conditions of the grant agreement that resulted in ODOD's demand for repayment.

I look forward to your response no later than December 28, 2007.

Sincerely,

Ed Detwiler

Edward B. Detwiler
EBD Enterprises, LLC
5361 Park Lane Drive
Columbus, Ohio 43231-4075
EBD@columbus.rr.com
(614) 895-0465

Detwiler is usurping the duly elected and constituted fiduciary duties of the Leader Board of Directors we believe. No one elected Detwiler to an office at Leader. Frankly, we believe this is attorney Benjamin S. Zacks writing. Detwiler is a retired computer mainframe guy, he does not understand most of these corporate governance issues well enough to make such a defamatory statement, which is founded on a malicious, false statement, we believe.

Detwiler is now dictating terms to ODOD?

Detwiler et al have appointed themselves the protectors of ODOD. The Feb. 19, 2009 public records disclosure to Leader proves that this Detwiler assertion is false, defamatory and malicious we believe.