## Case 1:22-cr-00032-JPC Document 46-1 Filed 07/27/22 Page 1 of 12

From: Adrian Segar Date: July 22, 2022 at 7:57:30 AM EDT To: "Olsen, Wendy (USANYS)" Subject: [EXTERNAL] To the prosecutors of Case Number [1:22-cr-00032-JPC-1 - Andrew, Seth]

Dear Wendy,

I would be grateful if you could pass the following statement on to the prosecutors of Case Number [1:22-cr-00032-JPC-1 - Andrew, Seth]. And would be so kind as to let me know you have done so? Thank you!

\_\_\_\_\_

To the prosecutors of Case Number [1:22-cr-00032-JPC-1 - Andrew, Seth]:

I wish to share my experience of the character of Seth Andrew, which is very different from that portrayed in his July 14, 2022 Sentencing Memorandum. I also comment on "his acceptance of responsibility" and "the lack of a need for further deterrence" claimed on Page 1.

My brief but intense experience of Seth Andrew began on May 28, 2020, the day it was announced his non-profit, Democracy Builders, had purchased the former Marlboro College campus. I have decades of experience working with non-profits and it was easy for me to research the public financials of his two relevant non-profits, Democracy Builders and Democracy Builders Fund. What I found was unusual. Neither non-profit had recently filed timely 990 returns as required by law, and those older returns available showed no conceivable financial resources to handle the approximately one million dollars of annual operating outgoings needed to maintain the 550-acre college campus.

I wondered if the late filings had been an oversight and/or the non-profits had been given some massive donations since their last reports. However, that evening, Seth went on Facebook to introduce himself to the Marlboro College alumni (of which I am one as a former professor at the school for ten years) so I had the opportunity to ask him.

As you can see below, Seth was extraordinarily evasive about my simple questions. He kept trying to change the subject. Finally, he said, "I don't think we're going to be much more productive here, so I'm going to log off."

At this point, it was clear to me that Seth Andrew was hiding something.

The resulting conversation is still available at

https://www.facebook.com/groups/marlborocollegealumni/permalink/10159985940127782, with one important change. Seth recently deleted all his comments from it. But I have a screenshot of the core portion, plus a pdf of the longer conversation (our exchange starts on page 3).

[cid:a8fbef6c-f3c8-4822-b32f-96f3f3aed104@NAMP110.PROD.OUTLOOK.COM]

We now know that Seth had stolen \$218,005 from Democracy Prep in March -April 2019, moved the funds through a series of personal accounts, and finally, in his own words "transferred all of the funds to an account of Democracy Builders Fund" a few days before Democracy Builders Fund purchased the former Marlboro College campus for \$225,000. Seth was probably disconcerted that I was asking about the missing financials for his non-profits right after he had purchased the campus with the stolen money.

Regardless, Seth's theft enabled his non-profit, Democracy Builders Fund, to buy the Marlboro College campus in May 2020. He said he was going to use it for a new College, "Degrees of Freedom"

<https://www.degreesoffreedom.org/<https://protect2.fireeye.com/v1/url? k=08f857eb-57636eba-08ff730e-ac1f6b01770e-

48b1eeed5cd82cb6&q=1&e=2614e449-5ff8-444e-8e76-

a17ab6d517b1&u=https%3A%2F%2Fwww.degreesoffreedom.org%2F>> which "students from disenfranchised communities" would be able to attend for free.

What ensued was a nightmare for the inhabitants of the Town of Marlboro, Vermont, that continued long after his arrest in April 2021. Someone could write a book about the bizarre consequences, which included Seth "selling" the campus to Adrian Stein a secretive Canadian cryptocurrency creator, and shortly afterward claiming he still owned it. (See https://www.sevendaysvt.com/vermont/a-secretivecryptocurrency-creator-could-hold-the-future-of-marlboro-college-in-hishands/Content?oid=33106955<https://protect2.fireeye.com/v1/url?k=12e7acef-4d7c95be-12e0880a-ac1f6b01770e-9696346367e06c76&q=1&e=2614e449-5ff8-444e-8e76-

a17ab6d517b1&u=https%3A%2F%2Fwww.sevendaysvt.com%2Fvermont%2Fasecretive-cryptocurrency-creator-could-hold-the-future-of-marlboro-college-in-hishands%2FContent%3Foid%3D33106955>.) Both parties then claimed they owned the property, making it impossible for the Marlboro Music Festival, a town fixture since 1951 with a 99-year lease to use the campus each summer, to know whom to pay rent. Democracy Builders Fund was unable to pay maintenance costs on the campus, and the Marlboro Music Festival was forced to go to court and work out an expensive agreement to take charge of the campus after Seth had been arrested.

Seth also lied publicly about his involvement with Democracy Prep after former staff and students criticized his tenure there (see https://vtdigger.org/2020/07/09/questions-raised-about-

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<https://protect2.fireeye.com/v1/url?k=cf2c7240-90b74b11-cf2b56a5ac1f6b01770e-82b7a4c20dd0f726&q=1&e=2614e449-5ff8-444e-8e76a17ab6d517b1&u=https%3A%2F%2Fvtdigger.org%2F2020%2F07%2F09%2Fquestionsraised-about->marlboro-college-buyer-in-11th-hour/), telling the Marlboro School Board on June 29, 2020, that he "left in 2013" {there is a recording of him saying this} while in reality, he was paid more than \$400,000 by Democracy Prep during 2015 - 2017.

I could go on.

All this documented history belies the contents of Seth's July 14, 2022, Sentencing Memorandum. Without knowing any of the above, a reader would conclude that Seth Andrew must be a saint (albeit one who has pleaded guilty to stealing money but blames "financial mismanagement" at Democracy Prep for making him do it.)

He clearly is not. Even my limited experience with him shows that he is a smart, fast-talking guy who lies fluently. In addition, his submission clearly shows he is still refusing to take full responsibility for his actions. Finally, these kinds of shenanigans have happened before. Seth has a checkered history of unscrupulous dealings in education (see, for example, this 2010 report on his charter school in Rhode Island <a href="http://www.tuttlesvc.org/2010/12/notes-on-democracy-prep-fiasco.html<https://protect2.fireeye.com/v1/url?k=340fea73-6b94d322-3408ce96-ac1f6b01770e-5520616c708cab6c&q=1&e=2614e449-5ff8-444e-8e76-a17ab6d517b1&u=http%3A%2F%2Fwww.tuttlesvc.org%2F2010%2F12%2Fnotes-on-democracy-prep-fiasco.html>> and the corresponding Wikipedia entry <a href="https://en.wikipedia.org/wiki/Mayoral\_Academies">https://en.wikipedia.org/wiki/Mayoral\_Academies></a>).

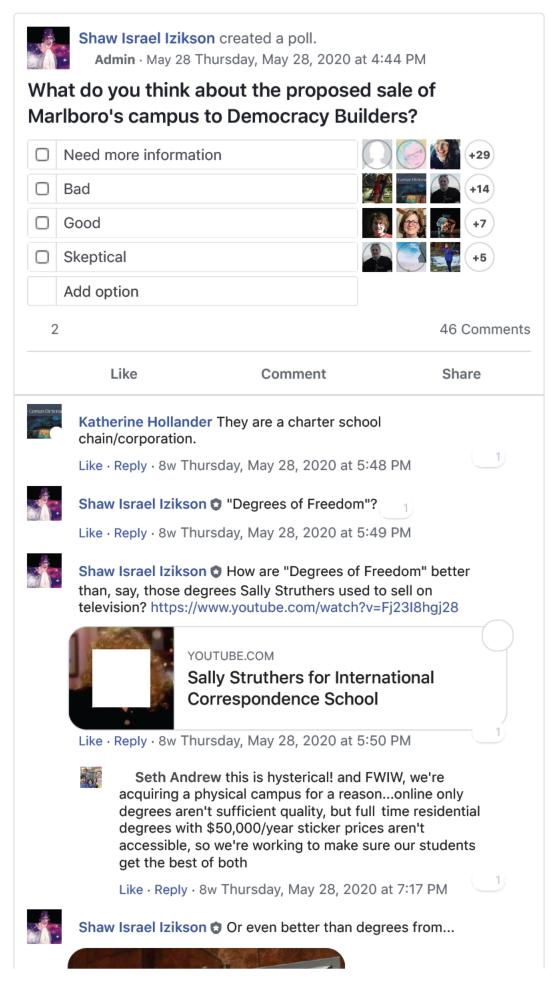
Seth Andrew's past actions and attempts to justify them demonstrate that he remains defiant despite being caught. If he escapes jail time after his brazen theft, his past actions and attempts to justify them demonstrate that getting caught has not deterred him. For him to claim that there is a "lack of a need for further deterrence" is simply not borne out by the record. I believe he should spend time in jail.

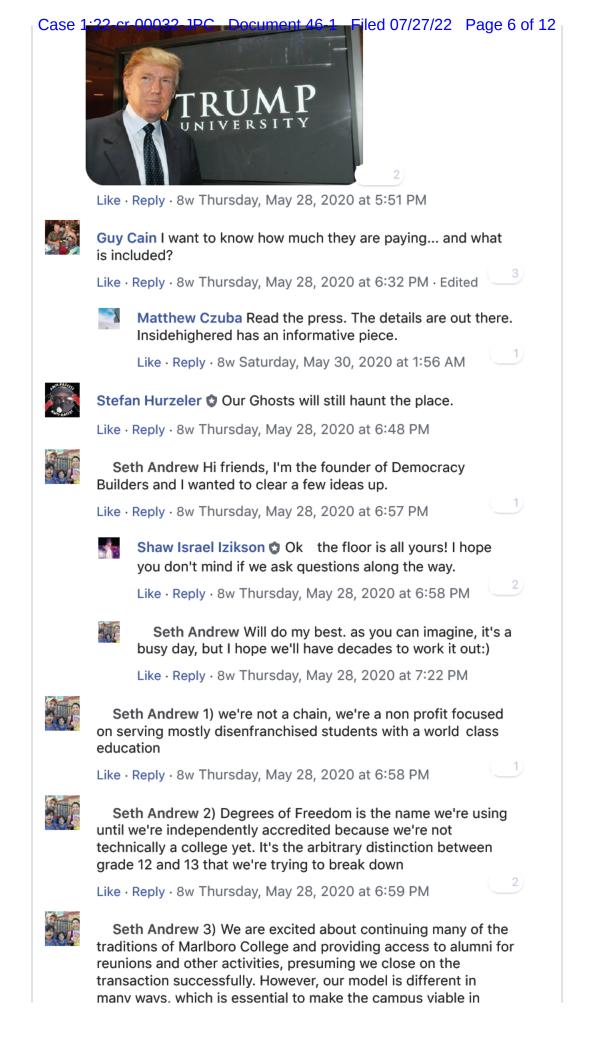
With thanks and best wishes,

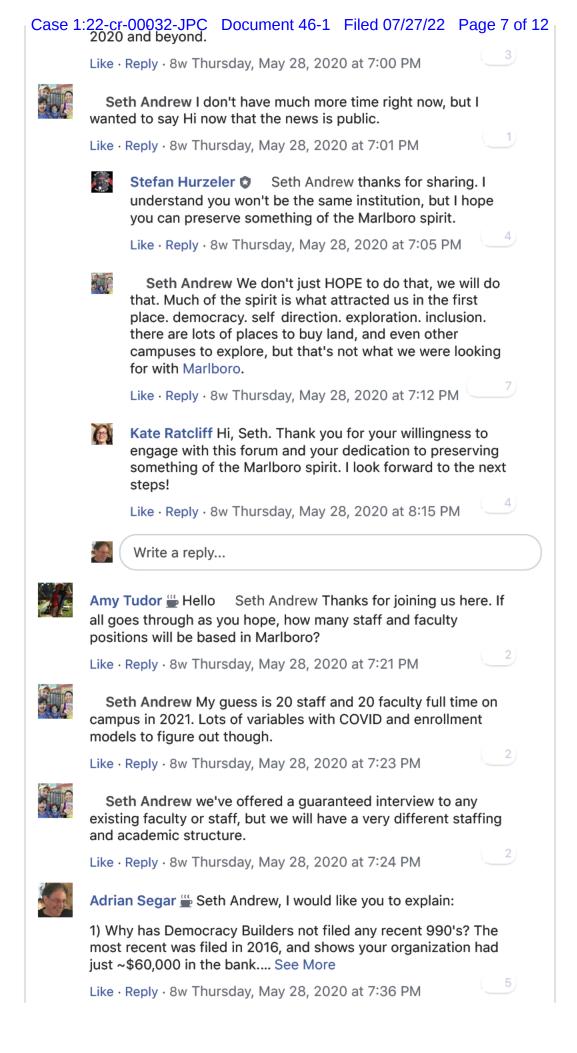
-Adrian Segar-

Founder, Conferences That Work, Marlboro, VT |

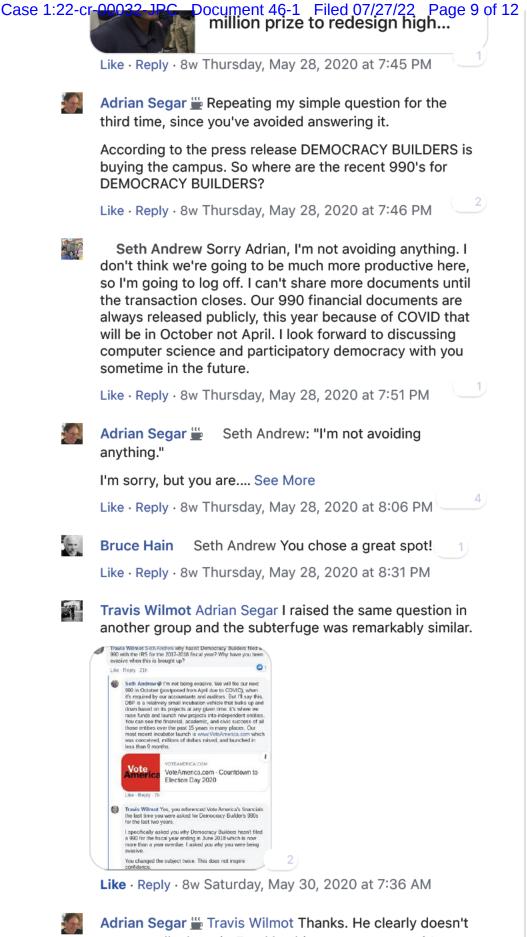
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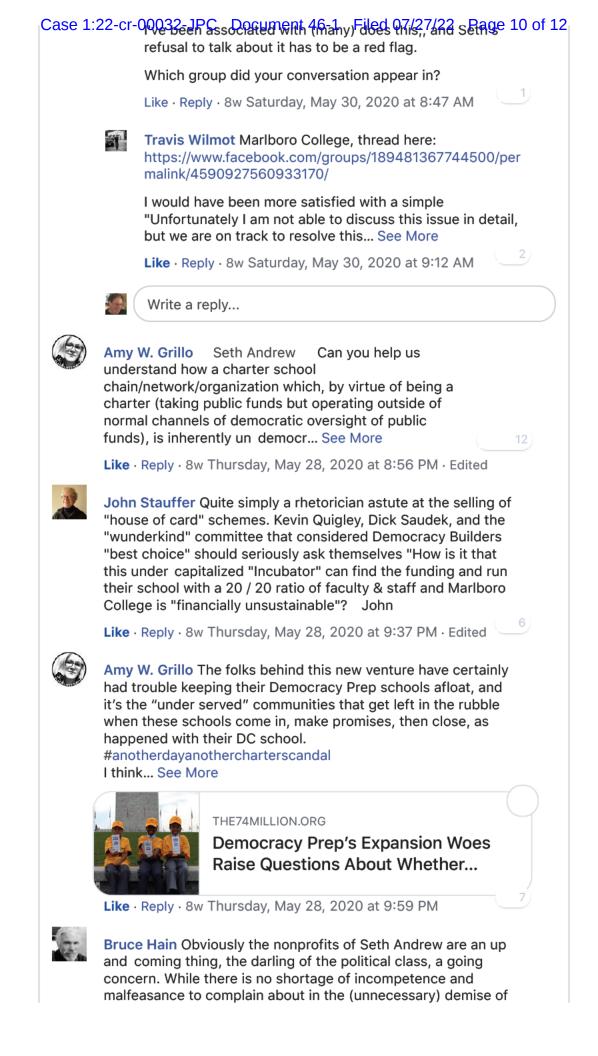


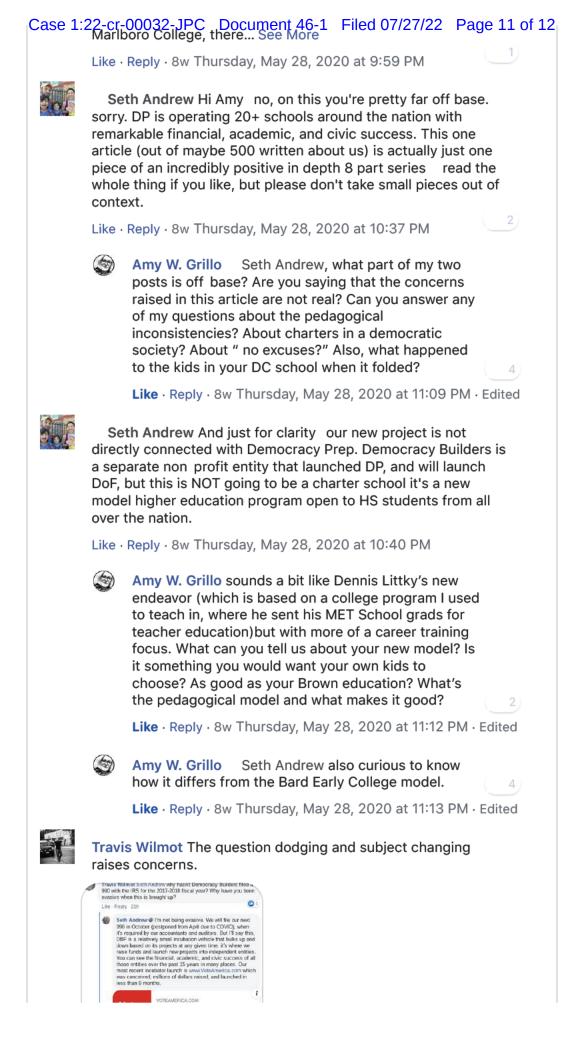


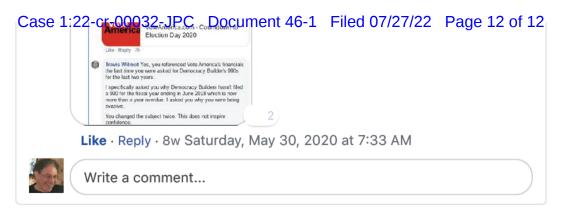
## Case 1:22-cr-00032-JPC Document 46-1 Filed 07/27/22 Page 8 of 12 **Hide 14 Replies** Seth Andrew Thanks adrian Cal Like · Reply · 8w Thursday, May 28, 2020 at 7:38 PM Seth Andrew 1) 990's are always delayed by 2 or more 201 years. the next 2will be posted in October 2020. Like · Reply · 8w Thursday, May 28, 2020 at 7:38 PM Col Seth Andrew 2) Democracy Builders is an Incubator we choose a project to advance our mission raise funds for that project and then launch the project as an independent stand alone organization once it is ready and has all its government approvals and independent ... See More VOTEAMERICA.COM VoteAmerica.com - Countdown to Election Day 2020 Like · Reply · 8w Thursday, May 28, 2020 at 7:40 PM · Edited a Seth Andrew 3) we aren't willing to share publicly until the transaction has closed, we have shared more details with the trustees and campus working group and their finance and legal professionals. Like · Reply · 8w Thursday, May 28, 2020 at 7:41 PM Adrian Segar 🎬 Seth Andrew Um, telling me about the 990's of another non profit is irrelevant. According to the press release DEMOCRACY BUILDERS is buying the campus. So where are the recent 990's for DEMOCRACY **BUILDERS?** Like · Reply · 8w Thursday, May 28, 2020 at 7:42 PM Cal Seth Andrew I can't share projections for 98 years into the future, no one can, but I can show you a track record of two decades of launches of non profit organizations that are financially strong and advancing our mission. This may not satisfy you yet, but after we complete the transaction, we're happy share more. Like · Reply · 8w Thursday, May 28, 2020 at 7:42 PM Seth Andrew Dal https://www.washingtonpost.com/.../3a47ee20 7698 11e6... WASHINGTONPOST.COM D.C. charter school wins \$10



want to talk about it. Frankly, this concerns me it's a basic financial and legal obligation for all non profits to file annual tax returns in a timely manner. Every non profit







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