

Cumberland Farms

The memorandum of January 14, 1972 asserts that Kapleau had been doing brokerage work for Cumberland Farms operated by the Haseotis Brothers and that Cumberland Farms "may be behind his appointment to the Pennsylvania Milk Board," and further that Cumberland was a cut price company and would make a bundle if retail prices were not controlled.

*Info from Kluge 4-19-73
interview*

Kluger Interview - April 19, 1973 - 4

The above statements were attributed to Kluger, therefore, he was questioned; but again, he was vague and said that Cumberland Farms was based in either Connecticut or Massachusetts. James and George Haseotis were the principals. The New Jersey place operates from either Riverside or Riverdale, New Jersey, near the Tacony Bridge. Generally speaking, Cumberland Farms is the operator of a chain of dairy product retail stores. Kluger had seen some Cumberland Farm signs on some stores in Florida recently. The stores sell bread and milk by the gallon and half-gallon on a very competitive cut price basis and, as a matter of fact, did engage in using "loss leaders" or deliberate underpricing policies to defeat their competition.

Kluger conceded that Central Dairy Products Sales, Inc. sold milk to Cumberland to be bottled during the years when Kapleau and Kluger were together. In discussing whether or not Kapleau had continued to do business with Central, Kluger conceded that Kapleau presumably continued to do so, at least up until the time he became Chairman of the Milk Control Board.

As to the benefits that would accrue to Cumberland if prices were decontrolled by the Pennsylvania Milk Control Board, Kluger readily admitted that Cumberland would stand to gain advantage. He pointed out that Cumberland was geared to sell milk cheaper, and at one time Pennsylvania consumers joined in a caravan that crossed the bridge to get Cumberland milk with considerable publicity. Cumberland has been openly advocating the discontinuance of price controls, and he believed that someone from Cumberland had testified under oath at some public hearing. Cumberland distributes through Pennsylvania outlets and no doubt lobbies for its special interests.

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Information from:
Department of State
Corporation Bureau

MEMORANDUM

Edward Hussie
April 17, 1973

File: KAPLEAU

CUMBERLAND FARMS OF NEW JERSEY, INC.
Route 130
Riverton, New Jersey

Corporation formed in New Jersey.

Application to do business in Pennsylvania filed and approved on February 6, 1964.

Proposed business site in Pennsylvania:
Post Office Box 5270, Oak Lane Station
6709 York Road
Philadelphia, Pennsylvania

Business Purpose: Milk and Dairy Products.

Officers listed:

Vice President..... Francis Alge
Secretary..... (signature not legible - appears to be either
Byron or Bryant H-----r. - *probably Harvotus*

Authorized stock issue - 500 shares; no par value; 100 shares issued.

Kapleau File
April 17, 1973

Cumberland Farms of New Jersey, Inc. - 2

The address of the corporation was changed to 911 Liberty Trust Building, Philadelphia, Pennsylvania, on January 26, 1967.

John Young, Esquire, then statutory agent.

At a meeting of the Board of Directors on January 6, 1967 at principal place of business, 777 Dedham Street, Canton, Massachusetts, a resolution was approved changing name of Statutory Agent - Alge and H-----r.

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The address of the corporation was again changed on April 27, 1970 to: 13th Floor, 21 South 12th Street, Philadelphia. This change was effective via majority vote of Board of Directors.

✓ *ED*

Information from:
Department of State
Fictitious Names
Corporation Bureau

MEMORANDUM

Edward Hussie
April 18, 1973

File: KAPLEAU

M. MAGGIO COMPANY

M. Maggio Company approved October 14, 1946.

Location of company listed as 916-18 South Main Street, Philadelphia, Pennsylvania.

Business Purpose: retail foodstuffs, meats, dairy and groceries.

Articles of Incorporation perpetual.

The authorized capital stock is listed as \$150,000, divided into 1,500 shares, with a \$100.00 par value. Business begun with \$500.00 paid capital.

First Directors and Incorporators

No. and Class of Shares

Mario Maggio 825 East Haines Street Philadelphia, Pennsylvania	One Year	1
Peter Maggio 1402 East Duval Street Philadelphia, Pennsylvania	One Year	1
Serafino Maggio 1970 Cheltenham Avenue Philadelphia, Pennsylvania	One Year	1
Michele Maggio 825 East Haines Street Philadelphia, Pennsylvania	One Year	2

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M. MAGGIO & COMPANY

Joseph Maggio
2951 South Juniper Street
Philadelphia, Pennsylvania

July 31, 1946 - Date of Dissolution or Withdrawal

Sworn and subscribed September 4, 1946

Michele Maggio
825 East Haines Street
Philadelphia, Pennsylvania

December 31, 1946 - Date of Dissolution or Withdrawal

Sworn and subscribed February 26, 1947
Approved March 6, 1947

February 3, 1947
M. Maggio, Peter Maggio and Mario Maggio swear and subscribe
they are a majority of the Board of Directors.

Swear the \$500.00 in cash fully paid.

Greensboro Ice Cream Company

Info. from Kluger 4-19-73

In reviewing the minutes book of Central Dairy Products Sales, Inc., it was noted that a meeting of the Directors of February 19, 1960 reported the authorization of Central to execute a surety agreement with Provident Tradesmen Bank and Trust Company, Philadelphia. In connection with a note given to the above bank by Greensboro Ice Cream Company, Greensboro, Maryland, in the sum of \$8,500, Kapleau and Kluger authorized to sign such agreement for Central.

When asked about this, Kluger claimed he had forgotten the ownership of Greensboro Ice Cream Company by Kluger and Kapleau. He said that a deal was presented to them to buy the company, believed to be a Maryland corporation, and both he and Kapleau put up \$7,500 each.

After running for several years, the company was unsuccessful and eventually, through the Dilworth law firm in Philadelphia, made a composition for the benefit of the creditors and went out of business. He maintained that both he and Kapleau lost their investment.

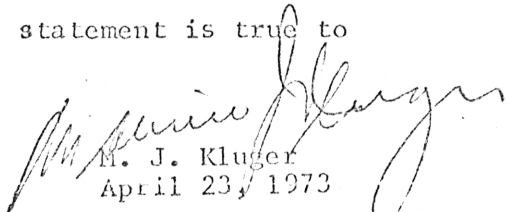
When Kluger appeared in Harrisburg on April 24, 1973, he produced a statement about Greensboro, together with a list of creditors. Xerox copies of which are attached to the original of this memorandum.

(W)

Statement of Maurice J. Kluger relative to GREENSBORO ICE CREAM COMPANY before the COMMITTEE TO INVESTIGATE THE ADMINISTRATION OF JUSTICE, Pennsylvania House of Representatives.

Greensboro Ice Cream Company was a corporation (Maryland? Delaware?) in which Mr. Kapleau and Mr. Kluger were associated with Mr. Geo. W. Heuer and Mr. Joseph Reagan. Stock ownership was: Kapleau, 20%, Kluger, 20%, Heuer, 30%, Reagan, 30%. Greensboro bought, for \$ 15,000, the assets of an ice cream company in Greensboro, Md. (I believe the name was the Philadelphia Ice Cream Company). Mr. Kapleau lent Greensboro \$ 7,500 and Mr. Kluger lent Greensboro \$ 7,500, to purchase those assets. Messrs. Reagan and Heuer initially contributed no money, but they both did later, when the company was operating. Greensboro was incorporated circa 1959 or 1960. Its two largest customers were Gaudio Bros. and Country Maid Delicatessens. Soon after incorporation (6 mos. to a year) Mr. Kapleau wanted out, and Heuer and Reagan paid him his \$ 7,500, and took over his 20% interest, thus giving each of them a 40% ownership. Kluger remained at 20%. Greensboro never made a profit. It lost the Country Maid account, and was unable to replace it with profitable business. Around 1963 or 1964 the company ceased operations. It sold off its assets and made composition with its creditors, who received, to the best of my memory, 75-90%. All this was handled by the law firm of Dilworth, Paxon, Kalish, Kohn and Dilks. Kluger, Heuer, Reagan received nothing in liquidation. I had stated to Mr. Rice that I thought I had some of the Greensboro records in my possession, but I find I do not. As company treasurer, I did have some financial records at some time, but I either turned them over to the law firm or threw them out, after dissolution.

I state, under penalties for perjury, that the above statement is true to the best of my knowledge, belief, and memory.


M. J. Kluger
April 23, 1973

LAW OFFICES

DILWORTH, PAXSON, KALISH, KOHN & DILKS

2635 FIDELITY-PHILADELPHIA TRUST BUILDING

PHILADELPHIA, PENNSYLVANIA 19109

KINGSLEY 6-3000

LOUIS E. LEVINthal
COUNSEL

December 7, 1964

RICHARDSON DILWORTH
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RICHARD J. GORDON
JOHN W. FROMMER, JR.
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WILLIAM J. HENRICH, JR.
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Mr. M. J. Kluger
Commercial Trust Bldg.
Philadelphia, Penna. 19102

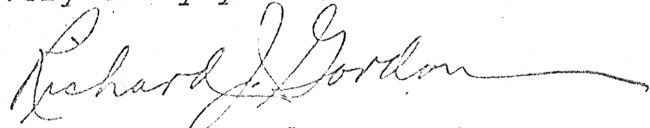
Re: Greensboro Ice Cream Company

Dear Mr. Kluger:

Enclosed is a summary and report of my activities as trustee for the creditors of the above corporation.

The book value of the equipment to be sold is unrealistic. The highest offer received so far is \$2,500.00. We are, therefore, holding these until we receive a better offer, because in our opinion the items listed should bring at least, \$10,000.00.

Very truly yours,



Richard J. Gordon

RJG: cmb

Enc.