

FINANCIAL DISCLOSURE REPORT FOR CALENDAR YEAR 2017

Report Required by the Ethics
in Government Act of 1978
(5 U.S.C. app. §§ 101-111)

1. Person Reporting (last name, first, middle initial) Krause, Cheryl A.	2. Court or Organization United States Court of Appeals for the Third Circuit	3. Date of Report 5/11/2018
4. Title (Article III judges indicate active or senior status; magistrate judges indicate full- or part-time) United States Court of Appeals Judge - Active Status	5a. Report Type (check appropriate type) ☐ Nomination ☐ Date ☐ Initial ☒ Annual ☐ Final 5b. ☐ Amended Report	6. Reporting Period 1/01/2017 to 12/31/2017
7. Chambers or Office Address United States Court of Appeals for the Third Circuit 601 Market Street Philadelphia, PA 19106		
IMPORTANT NOTES: The instructions accompanying this form must be followed. Complete all parts, checking the NONE box for each part where you have no reportable information.		

I. POSITIONS. (Reporting individual only; see pp. 9-13 of filing instructions.)

☐ NONE (No reportable positions.)

<u>POSITION</u>	<u>NAME OF ORGANIZATION/ENTITY</u>
1. Adjunct Professor of Law	University of Pennsylvania Law School
2.	
3.	
4.	
5.	

II. AGREEMENTS. (Reporting individual only; see pp. 14-16 of filing instructions.)

☐ NONE (No reportable agreements.)

<u>DATE</u>	<u>PARTIES AND TERMS</u>
1. 07/31/2012	Dechert LLP Partnership Agreement - Final distribution of 2014 Dechert LLP income made in 2015; withheld capital continued to be disbursed in part in 2017
2. 02/2017	University of Pennsylvania Law School - for teaching in 2017
3.	

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III. NON-INVESTMENT INCOME. *(Reporting individual and spouse; see pp. 17-24 of filing instructions.)***A. Filer's Non-Investment Income**☐ NONE *(No reportable non-investment income.)*

<u>DATE</u>	<u>SOURCE AND TYPE</u>	<u>INCOME</u> (yours, not spouse's)
1. 2017	University of Pennsylvania Law School - stipend for teaching in 2017	\$5,000.00
2.		
3.		
4.		

B. Spouse's Non-Investment Income - *If you were married during any portion of the reporting year, complete this section.**(Dollar amount not required except for honoraria.)*☐ NONE *(No reportable non-investment income.)*

<u>DATE</u>	<u>SOURCE AND TYPE</u>
1. 2017	Self-employed consultant - GMECI LLC (a/k/a Spotlight Labs as of June 2017)
2.	
3.	
4.	

IV. REIMBURSEMENTS *— transportation, lodging, food, entertainment.**(Includes those to spouse and dependent children; see pp. 25-27 of filing instructions.)*☐ NONE *(No reportable reimbursements.)*

<u>SOURCE</u>	<u>DATES</u>	<u>LOCATION</u>	<u>PURPOSE</u>	<u>ITEMS PAID OR PROVIDED</u>
1. Stanford Law School	1/26/2017-1/29/2017	Palo Alto, CA	Stanford Moot Court Final	Transportation, meals, hotel
2. American Inn of Court	9/14/2017-9/15/2017	Washington, DC	Middle Temple Amity Moot Court	Transportation, meals, hotel
3.				
4.				
5.				

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V. GIFTS. *(Includes those to spouse and dependent children; see pp. 28-31 of filing instructions.)*NONE *(No reportable gifts.)*

	<u>SOURCE</u>	<u>DESCRIPTION</u>	<u>VALUE</u>
1.			
2.			
3.			
4.			
5.			

VI. LIABILITIES. *(Includes those of spouse and dependent children; see pp. 32-33 of filing instructions.)*NONE *(No reportable liabilities.)*

	<u>CREDITOR</u>	<u>DESCRIPTION</u>	<u>VALUE CODE</u>
1.	Bank of America	Mortgage on Rental Property #1, Philadelphia, PA (Part VII, line 4)	L
2.	Ditech	Mortgage on Rental Property #2, Absecon, NJ (Part VII, line 5)	M
3.	Wells Fargo	Mortgage on Rental Property #4, Ventnor City, NJ (Part VII, line 7)	M
4.			
5.			

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VII. INVESTMENTS and TRUSTS – income, value, transactions (Includes those of spouse and dependent children; see pp. 34-60 of filing instructions.)

☐ NONE (No reportable income, assets, or transactions.)

A. Description of Assets (including trust assets) Place "(X)" after each asset exempt from prior disclosure	B. Income during reporting period		C. Gross value at end of reporting period		D. Transactions during reporting period				
	(1) Amount Code 1 (A-H)	(2) Type (e.g., div., rent, or int.)	(1) Value Code 2 (J-P)	(2) Value Method Code 3 (Q-W)	(1) Type (e.g., buy, sell, redemption)	(2) Date mm/dd/yy	(3) Value Code 2 (J-P)	(4) Gain Code 1 (A-H)	(5) Identity of buyer/seller (if private transaction)
1. USAA Accounts	A	Interest	N	T					
2. Wells Fargo Money Market Accounts	A	Interest	M	T					
3. Dechert LLP Salary Savings Plan (Russell 2035 Target Date Fund)		None	M	T					
4. Rental Property #1, Philadelphia PA (2002, \$85,000)	E	Rent	L	R					
5. Rental Property #2, Absecon, NJ (2003, \$184,500)	D	Rent	M	R					
6. Rental Property #3, New York, NY (2003, \$205,000)		None			Sold	03/02/17	N	G	Catherine Cicatiello
7. Rental Property #4, Ventor, NJ (2007, \$240,000)	D	Rent	M	R					
8. Bank of America Account		None	N	T					
9. Russell 2035 Target Date Fund (f/k/a Russell Global Balance Fund)		None	N	T					
10. AMARIN CORP		None	J	T					
11. APACHE	A	Dividend	L	T	Buy	06/20/17	K		
12.					Buy (add'l)	06/20/17	K		
13. APPLE INC	A	Dividend	L	T					
14. ARENA PHARMA		None	J	T					
15. BANCO SANTANDER	B	Dividend	K	T	Sold (part)	03/10/17	J	A	
16.					Sold (part)	03/10/17	J	B	
17. FIDELITY INVT MMKT	A	Dividend	J	T	Buy	09/29/17	J		

1. Income Gain Codes: (See Columns B1 and D4)	A –\$1,000 or less F –\$50,001 - \$100,000	B –\$1,001 - \$2,500 G –\$100,001 - \$1,000,000	C –\$2,501 - \$5,000 H1 –\$1,000,001 - \$5,000,000	D –\$5,001 - \$15,000 H2 –More than \$5,000,000	E –\$15,001 - \$50,000
2. Value Codes (See Columns C1 and D3)	J –\$15,000 or less N –\$250,001 - \$500,000 P3 –\$250,000.001 - \$500,000.000	K –\$15,001 - \$50,000 O –\$500,001 - \$1,000,000	L –\$50,001 - \$100,000 P1 –\$1,000,001 - \$5,000,000 P4 –More than \$5,000,000	M –\$100,001 - \$250,000 P2 –\$5,000,001 - \$25,000,000	
3. Value Method Codes (See Column C2)	Q –Appraisal U –Book Value	R –Cost (Real Estate Only) V –Other	S –Assessment W –Estimated	T –Cash Market	

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VII. INVESTMENTS and TRUSTS -- income, value, transactions (Includes those of spouse and dependent children; see pp. 34-60 of filing instructions.)

☐ NONE (No reportable income, assets, or transactions.)

A. Description of Assets (including trust assets) Place "(X)" after each asset exempt from prior disclosure	B. Income during reporting period		C. Gross value at end of reporting period		D. Transactions during reporting period				
	(1) Amount Code 1 (A-H)	(2) Type (e.g., div., rent, or int.)	(1) Value Code 2 (J-P)	(2) Value Method Code 3 (Q-W)	(1) Type (e.g., buy, sell, redemption)	(2) Date mm/dd/yy	(3) Value Code 2 (J-P)	(4) Gain Code 1 (A-H)	(5) Identity of buyer/seller (if private transaction)

18.					Buy (add'l)	11/01/17	J		
19.					Buy (add'l)	12/01/17	J		
20. FIDELITY MMKT PREMIUM	A	Dividend	K	T	Buy	01/03/17	J		
21.					Buy (add'l)	02/01/17	J		
22.					Buy (add'l)	03/01/17	J		
23.					Buy (add'l)	04/03/17	J		
24.					Buy (add'l)	05/01/17	J		
25.					Buy (add'l)	06/01/17	J		
26.					Buy (add'l)	07/03/17	J		
27.					Buy (add'l)	08/01/17	J		
28.					Buy (add'l)	09/01/17	J		
29.					Buy (add'l)	10/02/17	J		
30.					Buy (add'l)	11/01/17	J		
31.					Buy (add'l)	12/01/17	J		
32. FIREEYE		None	L	T					
33. FIRST EAGLE SOGEN GLBL	A	Dividend	K	T	Buy	05/31/17	K		
34.	B	Distribution			Buy (add'l)	05/31/17	K		

1. Income Gain Codes: (See Columns B1 and D4)	A = \$1,000 or less F = \$50,001 - \$100,000	B = \$1,001 - \$2,500 G = \$100,001 - \$1,000,000	C = \$2,501 - \$5,000 H1 = \$1,000,001 - \$5,000,000	D = \$5,001 - \$15,000 H2 = More than \$5,000,000	E = \$15,001 - \$50,000
2. Value Codes (See Columns C1 and D3)	J = \$15,000 or less N = \$250,001 - \$500,000 P3 = \$25,000,001 - \$50,000,000	K = \$15,001 - \$50,000 O = \$500,001 - \$1,000,000	L = \$50,001 - \$100,000 P1 = \$1,000,001 - \$5,000,000 P4 = More than \$50,000,000	M = \$100,001 - \$250,000 P2 = \$5,000,001 - \$25,000,000	
3. Value Method Codes (See Column C2)	Q = Appraisal U = Book Value	R = Cost (Real Estate Only) V = Other	S = Assessment W = Estimated	T = Cash Market	

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A. Description of Assets (including trust assets) Place "(X)" after each asset exempt from prior disclosure	B. Income during reporting period		C. Gross value at end of reporting period		D. Transactions during reporting period				
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35.					Buy (add'l)	11/27/17	J		
36.					Buy (add'l)	12/14/17	J		
37.					Buy (add'l)	12/14/17	J		
38. FITBIT INC		None	K	T					
39. GENERAL MILLS	B	Dividend	L	T	Buy	05/31/17	K		
40.					Buy (add'l)	05/31/17	K		
41.					Buy (add'l)	05/31/17	K		
42. GLAXOSMITHKLINE	B	Dividend	K	T					
43. GNC HOLDINGS		None	K	T	Buy	05/31/17	J		
44.					Buy (add'l)	05/31/17	J		
45.					Buy (add'l)	05/31/17	J		
46. GSE SYSTEMS		None	J	T					
47. IVA WORLDWIDE	A	Dividend	M	T	Buy	12/14/17	J		
48.	C	Distribution							
49. KKR & CO.	B	Distribution	K	T					
50. MODSYS INT'L		None	J	T					
51. MONSANTO CO	A	Dividend			Sold (part)	03/01/17	K		

1. Income Gain Codes: (See Columns B1 and D4)	A = \$1,000 or less F = \$50,001 - \$100,000	B = \$1,001 - \$2,500 G = \$100,001 - \$1,000,000	C = \$2,501 - \$5,000 H1 = \$1,000,001 - \$5,000,000	D = \$5,001 - \$15,000 H2 = More than \$5,000,000	E = \$15,001 - \$50,000
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52.					Sold (part)	03/01/17	K		
53.					Sold (part)	03/01/17	K		
54.					Sold	03/01/17	K		
55. NJ BETTER EDL TRUST aka Franklin Mutual Global Discovery 529 Portfolio		None	K	T					
56. PUTNAM DIV INCOME	A	Dividend	J	T	Buy	09/29/17	J		
57.					Buy (add'l)	10/17/17	J		
58.					Buy (add'l)	11/15/17	J		
59.					Buy (add'l)	12/15/17	J		
60. RAYONIER	B	Dividend	L	T					
61. RETRACTABLE TECH		None	J	T					
62. SEADRILL LTD		None			Sold (part)	03/20/17	J	A	
63.					Sold	03/20/17	J	A	
64. SONIC FOUNDRY INC		None			Sold	10/31/17	J	A	
65. SYNERGY PHARMA		None	J	T					
66. TEAM INC		None			Sold	10/31/17	J	A	
67. TEVA PHARMA	A	Dividend	K	T					
68. TSAKOS ENERGY	A	Dividend	K	T					

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69. US STEEL	A	Dividend			Buy	05/31/17	K		
70.					Buy (add'l)	05/31/17	K		
71.					Buy (add'l)	05/31/17	K		
72.					Sold (part)	10/31/17	K	C	
73.					Sold (part)	10/31/17	K	C	
74.					Sold	10/31/17	K	C	
75. VALEANT		None	L	T					
76. Cross Road Systems, Inc.		None	J	T					
77. inc Networks LLC		None	K	W					
78. MIT 4G LLC		None	K	W					
79. Airspace Systems, Inc. a/k/a Defense Labs, Inc.		None	L	W					

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VIII. ADDITIONAL INFORMATION OR EXPLANATIONS. *(Indicate part of report.)*

The income in Line 34 is reported as "Distribution" because FIRST EAGLE SOGEN GLBL is a mutual fund with characteristics similar to a partnership from an income reporting perspective, such that dividends, capital gains distributions, and capital gains/losses are reported to the owner but are held within the fund and not distributed. The income in Lines 48 and 49 is reported as "Distribution" because it is partnership income.

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IX. CERTIFICATION.

I certify that all information given above (including information pertaining to my spouse and minor or dependent children, if any) is accurate, true, and complete to the best of my knowledge and belief, and that any information not reported was withheld because it met applicable statutory provisions permitting non-disclosure.

I further certify that earned income from outside employment and honoraria and the acceptance of gifts which have been reported are in compliance with the provisions of 5 U.S.C. app. § 501 et. seq., 5 U.S.C. § 7353, and Judicial Conference regulations.

Signature: s/ Cheryl A. Krause

NOTE: ANY INDIVIDUAL WHO KNOWINGLY AND WILLFULLY FALSIFIES OR FAILS TO FILE THIS REPORT MAY BE SUBJECT TO CIVIL AND CRIMINAL SANCTIONS (5 U.S.C. app. § 104)

Committee on Financial Disclosure
Administrative Office of the United States Courts
Suite 2-301
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Washington, D.C. 20544