

BILL BRADBURY
SECRETARY OF STATE



ELECTIONS DIVISION
JOHN LINDBACK
DIRECTOR
141 STATE CAPITOL
SALEM, OREGON 97310-0722
ELECTIONS—(503) 986-1518

BEFORE THE SECRETARY OF STATE
OF THE
STATE OF OREGON

In the matter of a Late Contribution and Expenditure Report)
by Oregon Sierra Club Political Action Committee, Sabrina) Final Order by Default
McDonald, Treasurer, for the Second Pre-Election for the)
May 18, 2004, Primary Election) Case No. L7695
)

May 9, 2005

Oregon Sierra Club Political Action Committee (000252)
Sabrina McDonald, Treasurer
PO Box 80785
Portland, OR 97280-1785

Dear Ms. McDonald:

This is a Final Order by Default issued by the Secretary of State (secretary) for your failure to file a timely second pre-election contribution and expenditure report for the May 18, 2004, Primary Election.

On March 11, 2005, the secretary notified Oregon Sierra Club Political Action Committee (committee), pursuant to ORS 260.232(2), that it had failed to file the report and that the secretary may impose a civil penalty. An opportunity for a hearing was provided in that notice; however, no request for a hearing was received by the secretary within the time permitted in the notice. Accordingly, after consideration of the records and files of the secretary regarding this matter, the secretary is entering the following Order.

FINDINGS OF FACT

1. The committee's Statement of Organization (SEL 221), applicable during the reporting period, was filed with the secretary on October 1, 2003. The statement reported Sabrina McDonald as the treasurer and PO Box 80785, Portland, OR 97280-1785 as the address to which all committee correspondence was to be sent.
2. The committee was required to file a second pre-election report with the secretary on May 6, 2004.
3. The secretary sent the committee a notice that it had failed to file a timely report on May 7, 2004. The notice was sent by first class mail to the treasurer at the above-referenced address.

4. On May 21, 2004, the secretary sent a letter to the committee informing them that their report had still not been received.
5. The secretary received the report on July 27, 2004, which is 56 business days after the date on which the report was due.
6. The committee reported no contributions and total expenditures of \$2,270.00 during the accounting period for the report.
7. On March 11, 2005, the secretary sent the committee a Notice of Proposed Civil Penalty. The notice was sent by both certified and first class mail to the treasurer at the above-referenced address. The notice proposed a civil penalty of \$1,000.00 and allowed the committee 20 days to request a hearing. The notice sent by certified mail was returned unclaimed and the post office indicated that it gave first notice on March 16, 2004.
8. The committee did not request a public hearing or submit notarized testimony in lieu of a public hearing.
9. The secretary has record of no previous late filings during the two-year period beginning September 15, 2003.

ULTIMATE FINDINGS OF FACT

Sabrina McDonald, Treasurer, failed to file a timely second pre-election contribution and expenditure report for the May 18, 2004, Primary Election, however upon further review of the detailed reports submitted by the treasurer, it was determined that all of the second pre-election reportable activity was disclosed on the committee's post-election report filed on June 15, 2004. Because the second pre-election activity was disclosed on the post-election report, the second pre-election report is considered filed on June 15, 2004, making it 27 business days late.

CONCLUSIONS OF LAW

Treasurer Sabrina McDonald's failure to file a timely first pre-election contribution and expenditure report for the May 18, 2004, Primary Election violated ORS 260.063.

By statute, a maximum \$10,000 civil penalty may be imposed for this violation. The *2004 Campaign Finance Manual*, which contains a penalty calculation matrix on pages 101 and 102, is designated in OAR 165-012-0005 as the procedure manual for Oregon campaign finance regulations.

Under the penalty matrix, the maximum statutory penalty of \$10,000 is reduced to 1% of the total contributions or total expenditures—whichever is greater—for each business day the report was late as this is the first late violation by the treasurer.

ORDER

It is ordered that a penalty of \$612.90 ($\$2,270.00 \times 1\% \times 27$ days) is assessed. If your payment is not received within 60 days from the date of service noted below, this Order will be sent to our accounting division for collection and may be subsequently sent to the Oregon Department of Revenue.

Please refer to case number L7695 when mailing your payment.

RIGHT TO JUDICIAL REVIEW

You have the right to appeal this Order to the Oregon Court of Appeals pursuant to ORS 183.482. To appeal you must file a petition for judicial review with the Court of Appeals within 60 days from the day this Order was served to you. Because this Order was mailed to you, the date of service is the day it was *mailed*, not the day you received it. If you do not file a petition for judicial review within the 60-day time period, you will lose your right to appeal.

Jennifer Hertel, Compliance Specialist

DATE of Service: _____