

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 Doug Olson for State Rep., LLC, Douglas S. Olson,) Final Order by Default
Candidate/Treasurer, for the Second Pre-Election for the)
November 2, 2004, General Election) Case No. L8046
)

April 1, 2005

Doug Olson for State Rep., LLC (004900)
Douglas S. Olson, Candidate/Treasurer
PO Box 135
Pacific City, OR 97135

Dear Mr. Olson:

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 November 2, 2004, General Election.

On March 4, 2005, the secretary notified Doug Olson for State Rep., LLC (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 220), applicable during the reporting period, was filed with the secretary on June 18, 2004. The statement reported Douglas S. Olson, the candidate, as the treasurer and PO Box 135, Pacific City, OR 97135 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 October 21, 2004. This report was required to be filed electronically. A paper copy of the report was provided to the secretary on October 20, 2004.
3. The secretary sent the committee a notice that it had failed to file a timely report on October 22, 2004. This notice was sent by first class mail to the candidate at the above-referenced address.

4. The secretary received the electronic filing of the report on October 25, 2004, which is two business days after the date on which the report was due.
5. The committee reported total contributions of \$84,655.00 and total expenditures of \$77,054.73 during the accounting period for the report.
6. On March 4, 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 candidate/treasurer at the above-referenced address. The notice proposed a civil penalty of \$1,693.10 and allowed the committee 20 days to request a hearing. The notice sent by certified mail was received and signed for by Patricia E. Hughes on March 7, 2005.
7. The committee did not request a public hearing or submit notarized testimony in lieu of a public hearing.
8. The secretary has record of no previous late filings during the two-year period beginning September 15, 2003.

ULTIMATE FINDINGS OF FACT

Douglas S. Olson, Candidate/Treasurer, failed to file a timely second pre-election contribution and expenditure report for the November 2, 2004, General Election.

CONCLUSIONS OF LAW

Candidate/Treasurer Douglas S. Olson's failure to file a timely second pre-election contribution and expenditure report for the November 2, 2004, General Election violated ORS 260.068 and ORS 260.159.

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 one-quarter of 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 candidate and a paper copy of the report was provided by the deadline. The secretary erred in the calculation of the proposed civil penalty, as the penalty did not factor the timely filing of the paper report.

ORDER

It is ordered that a penalty of \$423.28 ($\$84,655.00 \times 1\% \times 2 \text{ days} \times 25\%$) 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 L8046 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: _____