

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 Friends of Ron Saxton, Ron Saxton, Candidate, Felix B.) Final Order by Default
Schein, Treasurer, for the Second Supplement to the Second)
Pre-Election for the May 16, 2006, Primary Election) Case No. L9063

March 9, 2007

Friends of Ron Saxton (003503)
Ron Saxton, Candidate / Felix B. Schein, Treasurer
6187 SE Taylor Ct
Portland, OR 97215

Dear Mr. Saxton:

This is a Final Order by Default issued by the Secretary of State (secretary) for your failure to file a timely second supplement to the second pre-election contribution and expenditure report for the May 16, 2006, Primary Election.

On November 30, 2006, the secretary notified Friends of Ron Saxton (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 November 18, 2005. The statement reported Felix B. Schein as the treasurer and PO Box 163, Portland, OR 97207 as the mailing address for both candidate and committee correspondence.
2. The committee submitted a timely second supplement to the second pre-election report on May 12, 2006. However, an additional expenditure (\$144.30 to Paychex on May 10, 2006) should have been included on the report.
3. The committee first reported the expenditure required to be included on the second supplement to the second pre-election report on its post-election report filed on June 14, 2006, making this portion of the report 22 business days late.

4. On November 30, 2006, 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 and was sent by first class mail to the treasurer at the above-referenced address. The notice proposed a civil penalty of \$95.26 and allowed the committee 20 days to request a hearing. The notice sent by certified mail was received and signed for by Malce'n Beyers on December 28, 2006.
5. The committee did not request a public hearing or submit notarized testimony in lieu of a public hearing.
6. The secretary received mail returned by the post-office that was addressed to the above address.
7. The secretary has record of one previous late filing during the two-year period beginning September 15, 2005.

ULTIMATE FINDINGS OF FACT

Ron Saxton, Candidate, and Felix B. Schein, Treasurer, failed to file a timely second supplement to the second pre-election contribution and expenditure report for the May 16, 2006, Primary Election.

CONCLUSIONS OF LAW

Candidate Ron Saxton's and Treasurer Felix B. Schein's failure to file a timely second supplement to the second pre-election contribution and expenditure report for the May 16, 2006, Primary Election violated ORS 260.058.

By statute, a maximum \$10,000 civil penalty may be imposed for this violation. The *2006 Campaign Finance Manual*, which contains a penalty calculation matrix on pages 104–106, 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 3% of the total contributions or total expenditures—whichever is greater—for each business day the report was late as this is the second late violation by the candidate.

ORDER

Payment of the proposed civil penalty of \$95.26 was received in the office of the Secretary of State on January 2, 2007. This Order will serve as your receipt and this matter is now considered closed.

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.

Stacey Jackson, Compliance Specialist

DATE of Service: March 9, 2007

c: Felix B. Schein, Treasurer
120 SW Clay Ste 270
Portland, OR 97201