



RECEIVED
DEC 1 2 2018

State of Washington

DESFINANCE

PUBLIC DISCLOSURE COMMISSION

711 Capitol Way Rm. 206, PO Box 40908 • Olympia, Washington 98504-0908 (360) 753-1111 • FAX (360) 753-1112

Toll Free 1-877-601-2828 • E-mail: pdc@pdc.wa.gov • Website: www.pdc.wa.gov

Public Disclosure Commission Statement of Understanding Mainstream Republicans of Washington; PDC Case 40599

Lila Mowatt, Committee Manager for Mainstream Republicans of WA)

that the Mainstream Republicans of Washington:

- 1. Failed to timely file an Independent Expenditures report (C-6 report), in violation of RCW 42.17A.260, disclosing a mailing totaling \$7,062 that was made within 21-days of the 2018 primary in support of Rodney Tom, a candidate for State Senator in the 48th Legislative District. The independent expenditure (IE) mailer was presented to the public on July 31, 2018, and the Mainstream Republicans of Washington (Committee) was required to file a C-6 report within 24 hours of presenting the mailer to the public or not later than August 1, 2018. The C-6 report was filed by the Committee on September 18, 2018, 48 days late and 41 days after the August 7, 2018 primary was held.
- 2. Failed to timely file a C-6 report, in violation of RCW 42.17A.260, disclosing an IE mailing totaling \$8,500 that was made within 21-days of the 2018 primary by the Committee in support of Rodney Tom. The IE mailer was presented to the public on August 2, 2018, and the Committee was required to file a C-6 report within 24 hours of presenting the mailer to the public or not later than August 3, 2018. The C-6 report was filed by the Committee on September 18, 2018, 45 days late and 41 days after the August 7, 2018 primary was held.
- 3. Failed to timely file five C-6 reports, in violation of RCW 42.17A.260, disclosing IE activities totaling \$90,400 for cable TV and digital media buys made within 21-days of the 2018 primary by the Committee in support of (1) Kelly Chambers, State Representative candidate in the 25th Legislative District; (2) David Hayes, State Representative candidate in the 10th Legislative District; (3) Chad Magendanz, State Representative candidate in the 5th Legislative District; Mark Miloscia, (4) State Senator candidate in the 30th Legislative District; and (5) James Walsh, State Representative candidate in the 19th Legislative District.

Mainstream Republicans of Washington Statement of Understanding PDC Case 40599 Page 2

The IE cable TV and digital media buys undertaken by the Committee were all presented to the public on October 27, 2018 (a Saturday), and the Committee was required to file a C-6 report within 24 hours of presenting the mailer to the public or not later than Monday, October 29, 2018. The five C-6 reports were filed by the Committee on November 2, 2018, four days late and four days prior to the November 6, 2018 general election being held.

The Committee would like to avoid the time and expense resulting from a Brief Adjudicative Proceeding (Brief Enforcement Hearing) being scheduled by the Public Disclosure Commission (PDC) staff.

Therefore, in lieu of PDC staff scheduling a Brief Enforcement Hearing, the Committee is completing this Statement of Understanding and enclosing a check or money order in the amount of \$925 as a penalty payment in this matter. The \$925 penalty is being assessed against the Committee for seven acknowledged violations that included:

- Two violations of RCW 42.17A.260 for failing to timely file two C-6 reports. Both C-6 reports were filed on September 18, 2018, 48 and 45 days late, and were filed 41 days after the August 7, 2018 primary election was held. The penalty assessed is \$150 per late filed C-6 report, for a total of \$300.
- 2. Five violations of RCW 42.17A.260 for failing to timely file five C-6 reports. The five C-6 reports were filed on November 2, 2018, after the complaint had been filed, and were all filed four days late and four days prior to the November 6, 2018 general election being held. The penalty assessed is \$125 per late filed C-6 report, for a total of \$625.

The Mainstream Republicans of Washington understands that by completing this Statement of Understanding, they are acknowledging violations of RCW 42.17A as set forth above and waiving their right to a hearing in this matter.

Lila Mowatt, Committee Manager

Mainstream Republicans of Washington

Date Signed

Please make your check or money order payable to the "Washington State Treasurer" and be sure to include the PDC Case number in the memorandum field, and mail or deliver this Statement of Understanding along with your payment to:

Department of Enterprise Services Small Agency Services PO Box 41465 Olympia, WA 98504-1465