BEFORE THE PUBLIC DISCLOSURE COMMISSION OF THE STATE OF WASHINGTON

In Re: The Matter of Enforcement Action Against:

PDC CASE NO. 91594

THRIVE WASHINGTON,

FINAL ORDER ON REQUEST FOR RECONSIDERATION

Respondent.

This matter was heard at a Special Meeting of the Washington State Public Disclosure Commission (Commission) on October 12, 2021, by telephonic and online streaming access. Thrive Washington (Respondent), requested review of the Presiding Officer's Order issued on July 30, 2021, following a Brief Enforcement Hearing (Brief Adjudicative Proceeding) in this matter. The hearing was held in accordance with Chapters 34.05 and 42.17A RCW, and Chapter 390-37 WAC.

Commissioners present were Fred Jarrett, Commission Chair (presiding); Nancy Isserlis, Commission Vice-Chair; and Commissioners William Downing and Allen Hayward. Also present both telephonically and online were Assistant Attorney General John S. Meader representing the Commission, Assistant Attorney General Chad Standifer, representing PDC Staff, and Tabitha Townsend, PDC Compliance Coordinator. The Respondent did not appear on its own behalf. The proceeding was open to the public as limited by Governor's Proclamation 20-28 *et seq.* and recorded.

The Commissioners had before them the following materials:

- Case memorandum dated October 12, 2021, prepared by Tabitha Townsend, PDC Compliance Coordinator;
- 2. Initial Order Imposing Fine, PDC Case #91594, entered July 30, 2021;
- 3. Reconsideration Hearing Notice, PDC Case #91594, dated October 4, 2021;
- 4. Thrive Washington request for reconsideration, PDC Case #91594, submitted by Apex Law Group, dated September 2, 2021;
- 5. Thrive Washington Articles of Dissolution filed April 30, 2020.

I. FINDINGS OF FACT

This matter involves Thrive Washington (Respondent), a lobbyist employer during calendar year 2020. During a Brief Enforcement Hearing held on July 1, 2021, Respondent was found to have violated RCW 42.17A.630 for failure to timely file a Lobbyist Employer Annual Expense report with the PDC (L-3). The report disclosing 2020 lobbying activities was due to be filed no later than March 1, 2021. At the Brief Enforcement Hearing an Order imposing a \$250 civil fine was entered.

- 1. The L-3 report is required by RCW 42.17A.630 to be filed no later than the end of February or the first working day of March of each calendar year, disclosing lobbying activities in the previous calendar year.
- 2. The Respondent's L-3 report disclosing lobbying activity in calendar year 2020 was due to be filed no later than March 1, 2021.
- 3. On April 5, 2021, PDC staff sent warning letters by U.S. Mail to all lobbyist employers warning them to file their overdue L-3 reports. The warning letters were mailed to the addresses provided by filers in the electronic lobbyist filing application.
 - 4. On June 1, 2021, PDC staff emailed a hearing notice for a July 1, 2021, Brief

Adjudicative Proceeding (Brief Enforcement Hearing) to Respondent's email address of record.

- 5. At the Brief Enforcement Hearing held on July 1, 2021, the Respondent was found in violation of RCW 42.17A.630 for failure to timely file the L-3 reports no later than March 1, 2021. Respondent was assessed a \$250 penalty, consistent with WAC 390-37-143, the Brief Enforcement Hearing penalty schedule adopted by the Commission.
- 6. On July 30, 2021, PDC staff served the Initial Order to the contact email address originally provided in the electronic lobbyist employer filing application.
- 7. The Respondent has not filed the missing 2020 L-3 report as of the date of this hearing.
- 8. PDC staff served the Respondent with the Reconsideration Hearing Notice on October 4, 2021, for the October 12, 2021, Reconsideration Hearing.
- 9. On September 2, 2021, the Respondent submitted written materials to PDC staff appealing the July 30, 2021, Initial Order and informing the PDC that Thrive Washington was dissolved on April 30, 2020. The appeal also stated that Thrive Washington did not engage in lobbying activities after its 2019 decision to dissolve at the July 24, 2019, meeting of the Board of Directors. Respondent claims all assets have been transferred to an out of state corporation prior to January 1, 2020, and there are no available assets to pay the assessed penalty.
 - 10. PDC staff recommends that the Commission vacate the July 30, 2021, order.

II. CONCLUSIONS OF LAW

- 1. The Commission has jurisdiction over this proceeding pursuant to Chapter 42.17A RCW, the State campaign finance and disclosure law; Chapter 34.05 RCW, the Administrative procedure Act; and Title 390 WAC.
- 2. The Respondent violated RCW 42.17A.630 by failing to timely file L-3 reports for calendar year 2020 that was due no later than March 1, 2021.

1 2 III. **ORDER** 3 The Request for Reconsideration is GRANTED. This Order on Reconsideration will be the Final Order. The \$250 civil penalty assessed by the July 1, 2021, Initial Order is VACATED. 4 5 6 SO ORDERED this 8th day of November, 2021. 7 WASHINGTON STATE PUBLIC 8 DISCLOSURE COMMISSION 9 FOR THE COMMISSION: priett 10 11 Fred Jarrett, 12 Chair, Public Disclosure Commission 13 14 This order sent by email to: I, ____Tabitha Townsend___, certify that I emailed and 15 Thrive Washington, Respondent mailed a copy of this order to the Respondent at his c/o Judith Andrews, Apex Law Group respective email and mailing addresses. 16 Judy@judithandrewslaw.com **Electronically Signed Tabitha Townsend** 11/9/2021 17 Tabitha Townsend, Signed Date PDC Compliance Coordinator, 18 pdc@pdc.wa.gov 19 20 21 NOTICE: PETITION FOR JUDICIAL REVIEW 22 You have the right to appeal this Final Order to Superior Court, pursuant to the Petition for Judicial Review provisions of RCW 34.05.542. Any Petition for Judicial Review of this Final 23 Order must be filed with the court and also served upon both the Commission and the Office of 24 the Attorney general within thirty (30) days after the date this Final Order is served upon you. 25

26